PARIN FURNITURE LIMITED

ANNUAL REPORT

2021-22

Parin Furniture Limited

BOARD OF DIRECTORS

	Mr. Umesh Dhirajlal Nandani Chairman & Managing Director	**DIN:** **00039757**
	Mr. Parin Umeshbhai Nandani Whole Time Director	**DIN:** **02343309**
	Mr. Deven Dipesh Nandani Non Executive Director	**DIN:** **07576542**
	Mr. Dayalal Harjivanbhai Kesharia Independent Director	**DIN:** **08114818**
	Ms. Shweta Chirag Kathrani Independent Director	**DIN:** **08114974**

CHAIRMAN & MANAGING DIRECTOR'S MESSAGE

Dear Shareholders,

It brings me immense pleasure to put forth the 16th Annual Report of your Company, **Parin Furniture Limited**, for the financial year 2021-22.

We have confident that the progress we made during FY 2021-22 put us on the right path to improve the execution of our strategy and drive sustainable profitable growth over the long term. Although the world is facing tough times ahead, your Company is well-positioned to rise.

Performance for the last financial year was in line with our expectation, where we could withstand the sharp increasing it with growth in terms of revenue and turnover. Our strategy to de-risk the business through providing qualitative products proved to be very successful.

While we have always known that each business stands uniquely apart in its thinking, objectives and resources, we believe the timing is opportunity to run them independently. The year gone by is proof of our long term innovative approach to doing business whether from the point of view strategy, operations or sustainability and various business verticals allows the company to maintain a space and remain competitive in today's ever challenging market place. After considerable thoughts, our sustainable way to move to the next level on product differentiation that will continue to be our backbone to develop market and stay true to **Parin's core purpose *"to serve the world with a better lifestyle"*** by delivering best quality products of furniture and consistently improve quality and standards for betterment of our customers.

I would like to acknowledge the hard work, dedication of our talented employees for their passion and dedication with which they continue to contribute to the culture of excellence. We thank you all for your continued support in our growth. Further also thank you, our investors, for your patience, for showing confidence and trust in management capabilities and guidance thus far and looking forward to the future with optimism and innovation.

As we move forward into our next year, may you and your family stay safe and healthy.

Warm Regards

Umesh Nandani
Chairman & Managing Director
DIN: 00039757

Parin Furniture Limited

CONTENTS

SR.NO.	PARTICULARS	PG.NO.
1.	Company Information	1-5
2.	Notice of AGM including(AnnexureI)	6-16
3.	Board's Report	17-31
4.	AOC -2 Disclosure Of Related Party Transactions(AnnexureII)	32
5.	Management Discussion and Analysis Report(AnnexureIII)	33-35
6.	Secretarial Audit Report(Annexure IV)	36-38
7.	Form AOC-I of Subsidiary Company	39
8.	Independent Auditor's Report(Standalone)	40-47
9.	Balance Sheet(Standalone)	48-49
10.	Profit & Loss Statement(Standalone)	50
11.	Cash Flow Statement(Standalone)	51
12.	Notes (Schedules To The Accounts-Standalone)	52-64
13.	Significant Accounting Policies(Standalone)	64-68
14.	Independent Auditors Report(Consolidated)	69-76
15.	Balance Sheet(Consolidated)	77
16.	Profit & Loss Statement(Consolidated)	78
17.	Cash Flow Statement(Consolidated)	79-80
18.	Notes (Schedules To The Accounts-Consolidated)	80-96
19.	Significant Accounting Policies(Consolidated)	96-101
20.	Proxy Form, Attendance Slip & Route Map of Venue of AGM	102-103

Parin Furniture Limited

COMPANY INFORMATION

BOARD OF DIRECTORS & KEY MANAGERIAL PERSONNEL		
NAME	**DIN NO.**	**DESIGNATION**
Mr. Umesh Dhirajlal Nandani	00039757	Chairman & Managing Director
Mr. Parin Umeshbhai Nandani	02343309	Whole-Time Director
Mr. Deven Dipesh Nandani	07576542	Non- Executive Director
Mr. Dayalal Harjivanbhai Kesharia	08114818	Independent Director
Ms.Shweta Chirag Kathrani	08114974	Independent Director
CA Alpa Jogi		Chief Finance Officer
CS Binika Chudasama		Company Secretary & Compliance Officer Appointed w.e.f 03-04-2021

Parin Furniture Limited

COMPANY INFORMATION

AUDIT COMMITTEE		
NAME	**DIN NO.**	**DESIGNATION**
Mr. Dayalal Harjivanbhai Kesharia (Independent Non Executive Director)	08114818	Chairman
Mrs. Shweta Chirag Kathrani (Independent Non Executive Director)	08114974	Member
Mr. Deven Dipesh Nandani (Non Executive Director)	07576542	Member

NOMINATION AND REMUNERATION COMMITTEE		
NAME	**DIN NO.**	**DESIGNATION**
Mrs. Shweta Chirag Kathrani (Independent Non Executive Director)	08114974	Chairperson
Mr. Dayalal Harjivanbhai Kesharia (Independent Non Executive Director)	08114818	Member
Mr. Deven Dipesh Nandani (Non Executive Director)	07576542	Member

STAKEHOLDERS RELATIONSHIP COMMITTEE		
NAME	**DIN NO.**	**DESIGNATION**
Mr. Deven Dipesh Nandani (Non Executive Director)	07576542	Chairman
Mrs. Shweta Chirag Kathrani (Independent Non Executive Director)	08114974	Member
Mr. Dayalal Harjivanbhai Kesharia (Independent Non Executive Director)	08114818	Member

Parin Furniture Limited

COMPANY INFORMATION

STATUTORY AUDITORS

M/S. BHAVIN ASSOCIATES

Chartered Accountants
709- Everest Complex
Opp. Shastri Ground, Rajkot 360 001

Tel: 0281-2220123 /2223153

Firm Registration No.: 101383W

SECRETARIAL AUDITORS

M/S. K.P. Rachchh & Co.

Company Secretaries
The Spire -2, Office No. 723,
Shital Park Chowk, 150 Ft Ring Road,
Rajkot - 360007
Tel: 93283 83087

Member No. - 5156

BANKERS

HDFC BANK LIMITED

ICICI BANK

Parin Furniture Limited

COMPANY INFORMATION

REGISTERED OFFICE & HEADOFFICE	LISTING & STOCK EXCHANGE DETAILS
PARIN FURNITURE LIMITED. Plot No. 6, Revenue Survey No. 149, National Highway, at Vavdi, Gondal Road, Rajkot, Gujarat-360004, India. **CIN:** L36101GJ2006PLC049074 **Phone**:0281-3300777. Email: info@parinfurniture.com Website: www.parinfurniture.com	**Listed at SME NSE Emerge Platform** ISIN: INE00U801010 Symbol: PARIN

REGISTER & SHARE TRANSFER AGENT	INVESTOR RELATION CONTACT
KFIN TECHNOLOGIES LIMITED (Formerly known as KFin Technologies Private Limited) SEBI Registration No.: INR000000221 Selenium Tower B, Plot 31-32, Gachibowli, Financial District, Nanakramguda, Serilingampally Mandal,Hyderabad, Telangana -500032 **Phone**: +91 40 6716 1595 **Email** :umesh.pandey@kfintech.com **Website** :www.kfintech.com	**CS BINIKA CHUDASAMA** Company Secretary Email : cs@parinfuriture.com Mo. No. : 9033402225 Ph. No. : 0281-3300777 Ext 124

Parin Furniture Limited

COMPANY INFORMATION

HEADOFFICE AND BRANCHES

RAJKOT BRANCH (REGISTERED OFFICE)

PARIN FURNITURE LIMITED

Plot No. 6, Revenue Survey No. 149, National Highway, at Vavdi, Gondal Road, Rajkot, Gujarat-360004, India.

Phone:0281-3300777.

Email: info@parinfurniture.com

Website: www.parinfurniture.com

CIN: L36101GJ2006PLC049074

CORPORATE OFFICE & FACTORY ADDRESS

PARIN FURNITURE LIMITED

Plot # 1-3, Survey # 33, National Highway 8B, Village - Billayala, Taluka - Gondal, Dist. Rajkot,

Gujarat 360 311.

Phone - 9898498984

Email - info@parinfurniture.com

MUMBAI

PARIN FURNITURE LIMITED

Building No. C-2, Gala No.1 to 6, Chamunda Complex, Nr. Kasheli Bridge, Thane, Bhiwandi Road, Village. Kasheli, Tal. Bhiwandi, Dist. Thane,

Mumbai-421302.

Phone :9321086352

Email :mumbai@parinfurniture.com

AHEMEDABAD

PARIN FURNITURELIMITED

607, Shivalik Satyamev, Nr. Bopal Vakil Saheb Bridge, Bopal,Ahmedabad-380058

Phone: 079-40067819 / 09998930945

Email:ahmedabad@parinfurniture.com

BARODA

PARIN FURNITURE LIMITED

Unit # 4th Floor / 403, Park Paradise Complex, Beside Billabong School, Vadsar Road, Baroda
Phone:9824422245
Email:rohan.thakkar@parinfurniture.com

Parin Furniture Limited

NOTICE

NOTICE IS HERE BY GIVEN THAT THE 16TH ANNUAL GENERAL MEETING OF PARIN FURNITURE LIMITED WILL BE HELD ON SATURDAY, 23RD DAY OF JULY, 2022 AT 11:00 A.M. AT THE REGISTERED OFFICE OF THE COMPANY SITATUED AT PLOT NO. 6, REVENUE SURVEY NO. 149, NATIONAL HIGHWAY AT. VAVDI, GONDAL ROAD RAJKOT GJ 360004 TO TRANSACT THE FOLLOWING BUSINESS:

ORDINARY BUSINESS:

1. **TO RECEIVE, CONSIDER AND ADOPT THE AUDITED FINANCIAL STATEMENTS OF THE COMPANY (INCLUDING AUDITED CONSOLIDATED FINANCIAL STATEMENTS) FOR THE FINANCIAL YEAR ENDED ON MARCH 31, 2022 AND THE REPORTS OF THE BOARD OF DIRECTORS' AND AUDITORS THEREON.**

2. **TO APPOINT A DIRECTOR IN PLACE OF MR. UMESH DHIRAJLAL NANDANI (DIN: 00039757) WHO RETIRE BY ROTATION AND BEING ELIGIBLE, OFFERS HIMSELF FOR RE-APPOINTMENT.**

SPECIAL BUSINESS:

3. **TO APPROVE RELATED PARTY TRANSACTION TO BE ENTERED BY THE COMPANY WITH RELATED PARTIES AND IN THIS REGARD**
TO CONSIDER AND IF THOUGHT FIT, TO PASS, WITH OR WITHOUT MODIFICATION(S), THE FOLLOWING RESOLUTION AS ORDINARY RESOLUTION:

"RESOLVED THAT pursuant to the provisions of Section 188 and other applicable provisions of the Companies Act, 2013 read with the rules made there under (including any statutory modification(s) or re-enactment thereof for the time being in force) and subject to such other approvals, consents, permissions and sanctions of other authorities as may be necessary and also pursuant to the approval of the Audit Committee and the Board of Directors vide resolutions passed/to be passed at their respective meetings, consent of the Members of the Company be and is hereby accorded to the Audit Committee and Board of Directors of the Company, to approve all the material related party transactions (including any modifications, alterations or amendments thereto) to be entered into by the Company in the ordinary course of business and on arm's length basis with related party/ies and for the maximum amounts per annum, for the year 2022-23 as mentioned herein below:

Sr. No.	Name of Related Party	Nature of Relationship	Nature of Transaction	Amount (Rs. in Lakhs)
1	Pearl Furniture Private Limited	Subsidiary Company	Purchase	6000.00

"RESOLVED FURTHER THAT the transaction may be entered into subject to the compliance of criteria mentioned under Rule 15 of the Companies (Meetings of Board and its Power) Rules, 2014 of the Companies Act, 2013."

"RESOLVED FURTHER THAT the Board of Directors and / or Audit Committee thereof be and is hereby authorized to settle any question, difficulty or doubt that may arise with regard to giving effect to the above resolution and to do all acts, deeds, things as may in its absolute discretion deem necessary, proper, desirable and to finalize any documents and writings related thereto."

4. **RE-APPOINTMENT OF MR. UMESH DHIRAJLAL NANDANI (DIN: 00039757), AS A CHAIRMAN AND MANAGING DIRECTOR OF THE COMPANY AND REVISION IN REMUNERATION:**

TO CONSIDER AND IF THOUGHT FIT, TO PASS, WITH OR WITHOUT MODIFICATION(S), THE FOLLOWING RESOLUTION AS SPECIAL RESOLUTION:

Parin Furniture Limited

"RESOLVED THAT pursuant to Section 196, 197, 198 and 203 read with Schedule V and other applicable provisions if any, of the Companies Act, 2013 ("the Act"), The Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 including any statutory modifications or re-enactment(s) thereof for the time being in force and on the recommendation of the Nomination & Remuneration Committee and the Board of Directors, the approval of the members of the Company be and is hereby accorded for the re-appointment of Mr. Umesh Dhirajlal Nandani (DIN: 00039757), as Chairman and Managing Director of the Company for a period of 5 (five) Years w.e.f. 19.4.2023 at a managerial remuneration by way of professional fees/Management Consultancy Fees of Rs. 7.00 Lakhs per month or Rs. 84.00 lakhs per annum (i.e. may be paid monthly or/and annually) with effect from 1st April, 2022 upto three years from the effective date and arrears be paid accordingly, if any and rest all other terms and conditions and perquisites will remain same as it were decided at the time of appointment of Mr. Umesh Nandani (DIN: 00039757) as Chairman and Managing Director and more particularly described in the principal Agreement dated 19.04.2018, with liberty to the Board to alter the same from time to time, so long as the alterations are in conformity with the provisions of Section 196, 197 and Schedule V to the Companies Act, 2013 and as per Supplemental Agreement executed dated 23.06.2022."

"RESOLVED FURTHER THAT the Board of directors of the company be and is hereby authorized to do all such acts, deeds and things as may be required to give effect to the aforesaid resolution."

5. REVISION OF REMUNERATION OF MR. PARIN UMESHBHAI NANDANI (DIN: 02343309), WHOLE TIME DIRECTOR OF THE COMPANY IN ACCORDANCE WITH PROVISIONS OF SCHEDULE V OF COMPANIES ACT, 2013:

TO CONSIDER AND IF THOUGHT FIT, TO PASS, WITH OR WITHOUT MODIFICATION(S), THE FOLLOWING RESOLUTION AS SPECIAL RESOLUTION:

"RESOLVED THAT pursuant to Section 197, 198 and 203 read with Schedule V and other applicable provisions, if any, of the Companies Act, 2013 ("the Act"), The Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 and all other applicable provisions of the Companies Act, 2013, if any including any statutory modifications or re-enactment(s) thereof, for the time being in force and on the recommendation of the Nomination & Remuneration Committee and the Board of Directors, the approval of the members of the Company be and is hereby accorded for revision in payment of remuneration i.e. Managerial remuneration be paid by way of professional fees/Management Consultancy Fees of Rs. 7.00 lakhs per month or Rs. 84.00 lakhs per annum (i.e. may be paid monthly or/and annually) instead of remuneration to Mr. Parin Nandani (DIN: 02343309), Whole Time Director of the Company with effect from 1st April, 2022 upto three years from the effective date or for remaining term as Whole-Time Director whichever is earlier and arrears be paid accordingly, if any and liable to retire by rotation and rest all other terms and conditions and perquisites are as decided at the time of appointment by way of resolution and as mentioned in agreement executed dated 23.06.2022"

"RESOLVED FURTHER THAT the Board of directors of the company be and is hereby authorized to do all such acts, deeds and things as may be required to give effect to the aforesaid resolution."

For and on Behalf of
Parin Furniture Limited

Sd/-

Umesh Dhirajlal Nandani

Chairman & Managing Director

(DIN:00039757)

Date: 23rd June, 2022

Place: Rajkot

Parin Furniture Limited

Notes:

1. **The Explanatory Statement pursuant to Section 102 of the Companies Act, 2013 for Item No. 3 to 5 which sets out details relating to Special Business at the meeting, is annexed hereto. The relevant details, pursuant to Regulations 36(3) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI Listing Regulations") and Secretarial Standard on General Meetings issued by the Institute of Company Secretaries of India, in respect of Directors seeking appointment/re-appointment at this Annual General Meeting ("AGM") is also annexed as Annexure –I to this notice.**

2. **A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY/ PROXIES TO ATTEND AND VOTE INSTEAD OF HIMSELF/HERSELF. THE PROXY NEED NOT BE A MEMBER OF THECOMPANY.**

   The instrument of Proxy in order to be effective and valid, should be deposited at the Registered Office of the Company, duly completed and signed, not less than 48 hours before the commencement of the meeting. A Proxy form is sent herewith. Proxies submitted on behalf of the companies, Trust, society etc., must be supported by an appropriate resolution/authority, as applicable.

   Members are requested to note that a person can act as a proxy on behalf of Members not exceeding 50 members provided shareholding of those members in aggregate should not be more than 10% of the total share capital of the Company carrying voting rights. In case a proxy is proposed to be appointed by a Member holding more than 10% of the total share capital of the Company carrying voting rights, then such proxy shall not act as a proxy for any other person or shareholder.

3. All documents referred to in the notice and the explanatory statement requiring the approval of the Members at the meeting and other statutory registers shall be available for inspection by the Members at the Registered Office of the Company during office hours on all working days between 10:00 a.m. to 6:00 p.m. from the date hereof up to the date of the Annual General Meeting.

4. Corporate Members intending to send their authorized representative to attend the meeting pursuant to section 113 of the Companies Act, 2013 are requested to send to the Company, a certified true copy of Board resolution together with their specimen signature authorizing their representative to attend and vote on their behalf at the meeting.

5. To prevent fraudulent transactions, members are advised to exercise due diligence and notify the Company of any change in address or demise of any member as soon as possible. Members are also advised not to leave their demat account(s) dormant for long. Periodic statement of holdings should be obtained from the concerned Depository Participant and holdings should be verified.

6. The Securities and Exchange Board of India (SEBI) has mandated the submission of Permanent Account Number (PAN) by every participant in securities market. Members holding shares in electronic form are, therefore, requested to submit the PAN to their Depository Participants with whom they are maintaining their demat accounts.

7. The notice of AGM along with Annual Report for 2021-22 is being sent by electronic mode to all the members whose email IDs are registered with the Company/Depository Participant(s) unless any member has requested for a physical copy of the same. For members who have not registered their email addresses, physical copies are being sent by the permitted mode, if requested for the same.

8. Non-resident Indian members are requested to inform the Company or its RTA or to the concerned DPs, as the case may be, immediately the change in the residential status on return to India for permanent settlement.

9. Members are requested to make all correspondence in connection with shares held by them by addressing letters directly to the Company or its RTA quoting their Folio number or their Client ID number with DPID number, as the case maybe.

10. This notice along with Annual Report for 2021-22 is being sent to all members of the Company whose name appears in the Register of Members/ list of beneficiaries received from the depositories on the end of 24th June,2022

11. The entry to the meeting venue will be regulated by means of attendance slips. For attending the meeting, members, proxies and authorized representatives of the members, as the case may be, are requested to bring the enclosed attendance slip completed in all respects, including client ID and DP ID and signed. Duplicate attendance slips will not be issued.

12. All members are requested to support Green Initiative of the Ministry of Corporate Affairs, Government of India and register their email addresses to receive all these documents electronically from the Company in accordance with Rule 18 of the Companies (Management & Administration) Rules, 2014 and Rule 11 of the Companies (Accounts) Rules, 2014. All the aforesaid documents have been uploaded on and are available for download from the Company's website: www.parinfurniture.com.Kindly bring your copy of Annual Report to the meeting.

Parin Furniture Limited

13. Rule 3 of the Companies (Management and Administration) Rules, 2014 mandates that the register of members of all companies should include details pertaining to email address, permanent account number (PAN) or CIN, unique identification number, if any; father's/ mother's/ spouse's name, occupation, status, nationality; in case member is a minor, name of guardian and the date of birth of the member and name and address of nominee. All members are requested to update their details as aforesaid with their respective depository.

14. Members are requested to intimate changes, if any, pertaining to their name, postal address, email address, telephone/ mobile numbers, Permanent Account Number (PAN), mandates, nominations, power of attorney, bank details such as name of the bank and branch details, bank account number, MICR code, IFSC code, etc., to their DPs in case the shares are held by them.

15. Members may pursuant to section 72 of the Companies Act, 2013 read with Rule 19 of the Companies (Share Capital and Debentures) Rules, 2014 file nomination in prescribed form SH- 13 with the respective depository participant.

16. In case of joint holders attending the AGM, the Member whose name appears as the first holder in the order of names as per the Register of Members of the Company will be entitled to vote

17. Members seeking any information with regard to the accounts, are requested to write to the Company at an early date i.e. at least 10 days before the Meeting, so as to enable the Management to keep the information ready at the AGM.

18. A route map showing direction to reach the venue of the 16th AGM is given at the end of this notice as per the requirement of Secretarial Standards -2 on General Meeting.

19. The books (Register of members) will remain close from 17/07/2022 to 23/07/2022 (Both Days inclusive) for the purpose of 16th Annual General Meeting of the Company.

20. **Voting system:**

- Pursuant to the provisions of section 108 of the Companies Act, 2013, rules 20 and 21 of the Companies (Management & Administration) Rules, 2014 and sub Reg. (1) & (2) of Reg. 44 of SEBI (LODR) Regulations, 2015, the company is not required
to provide mandatorily to its members the electronic facility to exercise their right to vote at the AGM. Therefore, in terms the provisions of section 108 of the Companies Act, 2013, at any general meeting, a resolution put to the vote of the meeting shall, unless a poll is demanded under section 109, be decided on a show of hands. A declaration by the Chairman of the meeting of the passing of a resolution or otherwise by show of hands under sub-section (1) and an entry to that effect in the books containing the minutes of the meeting of the Company shall be conclusive evidence of the fact of passing of such resolution or otherwise.
- Every Member entitled to vote on a Resolution and present in person shall, on a show of hands, have only one vote irrespective of the number of shares held by him.
- A Proxy can not vote on a show of hands.
- A Member who is a related party is not entitled to vote on a Resolution relating to approval of any contract or arrangement in which such Member is a related party.
- The Members of the Company holding shares on the "cut-off date" of 16th July, 2022 are entitled to vote on the resolutions proposed. Cut-off date means the date on which the right of voting of the members shall be reckoned and a person who is not a member as on the cut-off date should treat this notice for information purposes only.
- The results of the voting will be placed by the Company on its website http://www.parinfurniture.com/. within 48 hours from theconclusion of the AGM and also communicated to the stock exchanges, where the shares of the Company are listed.
- The resolutions proposed will be deemed to have been passed on the date of the AGM subject to the receipt of the requisite number of votes in favor of the resolutions.

Parin Furniture Limited

EXPLANATORY STATEMENT PURSUANT TO PROVISION OF SECTION 102(1) OF THECOMPANIES ACT, 2013

The following Explanatory Statement sets out all material facts relating to the special business:

Item No. 3

The Companies Act, 2013 aims to ensure transparency in the transactions and dealings between the related parties of the Company. The provisions of section 188(1) of the Companies Act, 2013 that govern the Related Party Transactions, requires that for entering into any contract or arrangement as mentioned herein below with the related party, the Company must obtain the prior approval of Board of Directors and in case of the Company having paid up share capital of not less than such amount or transactions exceeding such sums as prescribed in the Rule 15 of the Companies (Meetings of Board and its Power) Rules, 2014 of the Companies Act, 2013, prior approval of the shareholders by way of a Ordinary Resolution must be obtained:

(a) sale, purchase or supply of any goods or materials;

(b) selling or otherwise disposing of or buying, property of any kind;

(c) leasing of property of any kind;

(d) availing or rendering of any services;

(e) Appointment of any agent for purchase or sale of goods, materials, services or property;

(f) such related party‘s appointment to any office or place of profit in the company, its subsidiary company or associate company; and

(g) underwriting the subscription of any securities or derivatives thereof of the company:

In the light of the provisions of the Companies Act, 2013 and (—the Actll), the Board of Directors of your Company has proposed for the transaction as mentioned in the resolution for the financial year 2022-23.

The respective transaction may carry out on arm‘s Length basis and all factors relevant to the respective transaction may consider by the Board.

The Board accordingly recommends the resolution for your approval as an Ordinary Resolution as set out in Item No. 3 of the Notice.

Item No. 4

Mr. Umeshbhai Dhirajlal Nandani (DIN:00039757) has been appointed as Chairman and Managing Director of the Company w.e.f 19th April,2018 for a period of 5 years and accordingly his tenure as chairman and Managing Director of the Company is about to expire on 18th April, 2023 and pursuant to provision of Section 196 (2) of the Companies Act, 2013 no re-appointment shall be made earlier than one year before the expiry of his term i.e. re-appointment can be made within one year before the expiry of term and as such on the recommendation of Nomination and Remuneration Committee, Board of Directors of the Company at their meeting held on 23.06.2022, keeping in view rich and varied experience in the Industry and performance and role played in the growth and development of the Company and considering that Mr. Umeshbhai Dhirajlal Nandani (DIN:00039757) has been involved in the operations of the Company over a long period of time, it would be in the interest of the Company to re-appoint him as Chairman and Managing Director of the Company, re-appointed Mr. Umeshbhai Dhirajlal Nandani (DIN: 00039757) for a period of 5 (five) Years w.e.f. 19th April, 2023.

Further, on the recommendation of Nomination and remuneration committee, Board of Directors of the Company at their meeting held on 29th March, 2022 approved and revised remuneration to Rs. 7.00 Lakhs per month or Rs. 84.00 Lakhs per annum (i.e. may be paid monthly or/and annually) w.e.f 01st April, 2022, subject to approval of the Members of the Company Further, on the recommendation of Nomination & Remuneration Committee, Board of Directors at their meeting held on 23.06.2022, has also considered the matter of revision in the remuneration along with re-appointment of Mr. Umesh Nandani and approved the payment of managerial remuneration by way of professional

Parin Furniture Limited

fees/Management Consultancy Fees of Rs. 7.00 Lakhs per month or Rs. 84.00 lakhs per annum (i.e. may be paid monthly or/and annually) with effect from 1st April, 2022 upto three years from the effective date and arrears be paid accordingly, if any and rest all other terms and conditions and perquisites will remain same as it were decided at the time of appointment of Mr. Umesh Nandani (DIN: 00039757) as Chairman and Managing Director and more particularly described in the principal Agreement dated 19.04.2018, with liberty to the Board to alter the same from time to time, so long as the alterations are in conformity with the provisions of Section 196, 197 and Schedule V to the Companies Act, 2013 and as per Supplemental Agreement executed on dated 23.06.2022, subject to approval of the Members of the Company at this ensuing Annual General Meeting.

This explanatory statement may also be read and treated as disclosure in compliance with the requirements of Section 190 of the Companies Act, 2013.

Further, pursuant to provision of section 196(4) the terms and conditions of appointment and remuneration payable as approved by the Board of Directors, shall be subject to approval of the Members of the Company by way of resolution at the next general meeting of the Company and accordingly Board do hereby recommend the terms and conditions of appointment and remuneration payable/paid to Mr. Umeshbhai Dhirajlal Nandani (DIN: 00039757) before the Members for their approval by way of Special resolution at Item No. 4.

None of the directors and /or Key Managerial Personnel of the Company and their relatives, except Mr. Umesh Nandani, Mr. Parin Nandani and his relatives, are in any way concerned or interested in the proposed appointment and revision in the remuneration of Mr. Umesh Nandani (DIN: 00039757), Chairman & Managing Director of the Company.

In terms of the requirements as per sub-clause (iv) of the proviso to Section II of Part II of Schedule V to the Act, the information is as furnished below:

(Rupees in lakhs)

	I. GENERAL INFORMATION:			
1	Nature of industry	Furniture		
2	Date or expected date of commencement of commercial production	Already commence		
3	In case of new companies, expected date of commencement of activities as per project approved by financial institutions appearing in the prospectus	Already commence		
4	Financial performance based on given indicators	Financial Performance of the Company for the year ended 31st March, 2022		
			(Rs. In Lacs)	
		Revenue from operations	Rs. 7539.91	
		Other Income	Rs. 93.36	
		Total Expenditure	Rs. 7239.70	
		Net Profit before tax	Rs. 393.57	
		Profit after tax (after deducting comprehensive income):	Rs. 288.65	
5	Export performance and foreign exchange earned for the financial year ended 31st March, 2022	Foreign Exchange Earning And Out Go		
		Particulars	**2021-22**	**2020-21**
		i. Total foreign exchange used (Rs.in lacs)	2.49	723.59
		ii. Total foreign exchange earned on F.O.B basis (Rs.)	Nil	Nil

6	Foreign investments or collaborations, if any.	No such investment or collaboration except minor shareholding of Non Resident Indians.		

	II. INFORMATION ABOUT THE APPOINTEE:		
1	Background details	Name:- Mr. Umesh Nandani Designation:- Chairman & Managing Director Age:- 56 Experience:- more than 38 years Qualification:- 12th Mr. Umesh Nandani is Director of the Company for more than 16 years	
		Mr. Umesh Nandani is Director of the other Company:	
		Company	Designation
		Pearl Furniture Private Limited	Non-Executive Director (appointed w.e.f 29/03/2022)
2	Past remuneration	Rs. 3.00 Lakhs per month or Rs. 36.00 Lakhs i.e. may be paid annually or monthly and rest all other terms and conditions and perquisites as stated in special Resolution dated 19.04.2018 and more particularly described in the principal Agreement dated 19.04.2018 will be available for inspection to the members.	
3	Recognition or awards	-	
4	Job profile and his suitability	Mr. Umesh Nandani has attained age of 56 years (D.O.B : 21st May, 1966) Mr. Umesh Nandani has more than 38 years rich and varied experience in the furniture business. It would be in the interest of the Company to revise the remuneration of Mr. Umesh Nandani, Chairman & Managing Director. He is responsible for Management & Administration and Increasing Organizational Effectiveness, setting the ultimate direction for the corporation, For reviewing, understanding, assessing, and approving specific strategic directions and initiatives; and for assessing and issues, forces, and risks that define and drive the company‘s long-term performance. He is responsible for the smooth and profitable operation of a company‘s affairs. He supervises and provides consultation to management on strategic planning decisions & sustainability. He is also responsible to perform such other duties as may from time to time be entrusted by the board.	
5	Remuneration proposed	Managerial Remuneration by way of professional fees/Management Consultancy Fees of Rs. 7.00 lakhs per month or Rs. 84.00 lakhs per annum (may be paid monthly or annually w.e.f 1st April, 2022.	
6	Comparative remuneration profile with respect to industry, size of the company, profile of the position and person (in case of expatriates the relevant details would be with respect to the country of his origin)	The remuneration proposed is within the maximum permissible remuneration as per Schedule V of the Companies Act, 2013 which is comparable with the Companies of the same size and profitability.	
7	Pecuniary relationship directly or indirectly with the company, or relationship with the managerial Personnel, if any. (As on cut of date for notice dispatch to members)	Apart from Mr. Umesh Nandani is a Chairman & Managing Director of the Company, he holds 913120 Equity Shares at the Face value of Rs. 10/- each of the Company i.e. holds 8.21% in his individual capacity. Mr. Umesh Nandani is Father of Mr. Parin Nandani, who is Whole Time Director of the Company.	

	III. OTHER INFORMATION	
1	Reasons of loss or inadequate profits	The Company has reported a Turnover of Rs. 76,33,27,538/ - for the year ended on 31st March, 2022 as against Rs. 83,29,76,512/ -for the previous year ended on 31st March, 2021. The Company has reported a net profit after tax of Rs. 2,88,64,597/ - for F.Y.2021-2022 as against net profit after tax of Rs. 2,90,66,274/- for F.Y.2020-21. The proposed remuneration is less than the maximum permissible remuneration prescribed as per Schedule V of the Companies Act, 2013 in case of no profits/inadequate profits pursuant to the approval of the shareholders.

2	Steps taken or proposed to be taken for improvement	To address these challenges, the Company has initiated several measures towards achieving organizational and operating efficiencies, alongside working on improvements in process and controls. These cut across manufacturing, supply, chain, quality and other domains, and address issues of cost controls, value analysis. Company's performance is also hampered due to Covid-19 pendemic and management is taking further steps to overcome from the effects of the same.
3	Expected increase in productivity and profits in measurable terms	It is difficult to forecast the productivity and profitability in measurable terms. However, the Company expects that productivity and profitability may improve and would be comparable with the industry average.

(IV) DISCLOSURES		
1	The Shareholders of the Company shall be informed of the remuneration package of the managerial person.	The managerial remuneration paid/payable by way of Professional fees/Management Consultancy fees to Mr. Umesh Nandani as stated above of Rs.7.00 lakhs per month or Rs. 84.00 lakhs per annum (i.e. may be paid monthly or/and annually) with effect from 1st April, 2022 for remaining duration of appointment upto three years from the effective date and rest all other terms and conditions and perquisites will remain same as it were decided at the time of appointment as Managing Director and more particularly described in the principal Agreement dated 19.04.2018 and Supplemental Agreement executed on dated 23.06.2022 which is available for inspection at the Registered office of the Company.

The Directors recommended resolution for the approval by the members as **Special Resolution** as set out in Item No. 4 of the Notice.

Item No. 5

The members are apprised that Mr. Parin Nandani having DIN-02343309 was appointed as the Whole Time Director of the Company for a period of five years effective from 10th June, 2019 by the Board of Directors of the Company at a Remuneration of Rs. 1,50,000/- per month and with other perquisites and Members have approve his appointment along with all terms and conditions of Appointment as Whole-Time Director including Remuneration and Perquisites in the13th Annual General Meeting of the Company held on 16th September, 2019.

Thereafter on the recommendation of Nomination and remuneration committee, Board of Directors of the Company at their meeting held on 28th July, 2020 have revised remuneration amounting to Rs.3.00 lakhs per month or Rs. 36.00 lakhs per annum (i.e. may be paid monthly or/and annually) w.e.f 01st April, 2020 for remaining duration of appointment upto three years from the effective date. and Members have approved the said revision in remuneration in the 14th Annual General Meeting of the Company held on 28th September, 2020.

Further, on the recommendation of Nomination and remuneration committee, Board of Directors of the Company at their meeting held on 29th March, 2022 approved and revised remuneration to Rs. 7.00 Lakhs per month or Rs. 84.00 Lakhs per annum (i.e. may be paid monthly or/and annually) w.e.f 01st April, 2022, subject to approval of the Members of the Company and thereafter on the recommendation of Nomination and remuneration committee, Board of Directors of the Company at their meeting held on 23rd June, 2022 have revised the terms of remuneration and approved to pay Managerial remuneration by way of professional fees/Management Consultancy Fees of Rs. 7.00 lakhs per month or Rs. 84.00 lakhs per annum (i.e. may be paid monthly or/and annually) instead of remuneration with effect from 1st April, 2022 upto three years from the effective date or for remaining term as Whole-Time Director whichever is earlier and arrears be paid accordingly, if any and liable to retire by rotation and rest all other terms and conditions and perquisites are as decided at the time of appointment by way of resolution and as mentioned in Agreement executed on dated 23.06.2022

Hence, pursuant to provision of section 196 (4) of the Companies Act, 2013, Board hereby recommends before the Members for their approval, the aforesaid revision made in the Managerial remuneration of Mr. Parin Nandani (DIN: 02343309), Whole - time Director of the Company by way of passing of Special Resolution at Item No. 5.

This explanatory statement may also be read and treated as disclosure in compliance with the requirements of Section 190 of the Companies Act, 2013.

Parin Furniture Limited

None of the directors and /or Key Managerial Personnel of the Company and their relatives, except Mr. Parin Nandani , Mr. Umesh Nandani and his relatives, are in any way concerned or interested in the proposed increment in the remuneration of Mr. Parin Nandani (DIN: 02343309), Whole Time Director of the Company.

In terms of the requirements as per sub-clause (iv) of the proviso to Section II of Part II of Schedule V to the Act, the information is as furnished below:

(Rupees in lakhs)

I. GENERAL INFORMATION:				
1	Nature of industry	Furniture		
2	Date or expected date of commencement of commercial production	Already commence		
3	In case of new companies, expected date of commencement of activities as per project approved by financial institutions appearing in the prospectus	Already commence		
4	Financial performance based on given indicators	Financial Performance of the Company for the year ended 31st March, 2022 (Rs. in lacs)		
		Revenue from operations	Rs. 7539.91	
		Other Income	Rs. 93.36	
		Total Expenditure	Rs. 7239.70	
		Net Profit before tax	Rs. 393.57	
		Profit after tax (after deducting comprehensive income):	Rs. 288.65	
5	Export performance and foreign exchange earned for the financial year ended 31st March, 2022	Foreign Exchange Earning And Out Go		
		Particulars	**2021-22**	**2020-21**
		i. Total foreign exchange used (Rs in lacs)	2.49	723.59
		ii. Total foreign exchange earned on F.O.B basis (Rs.)	Nil	Nil
6	Foreign investments or collaborations, if any.	No such investment or collaboration except minor shareholding of Non Resident Indians.		
II. INFORMATION ABOUT THE APPOINTEE:				
1	Background details	Name:- Mr. Parin Nandani Designation:- Whole Time Director Age:- 32 Experience:- more than 10 years Qualification:- F.Y. B.B.A Mr. Parin Nandani is Director of the Company for more than 10 years		
		Mr. Parin Nandani is Director of the other Company:		
		Company	Designation	
		Pearl Furniture Private Limited	Non-Executive Director	
2	Past remuneration	Rs. 3.00 Lakhs per month or Rs. 84.00 Lakhs per month and rest all other terms and conditions and perquisites as stated in earlier special Resolution dated 16.09.2019		

3	Recognition or awards	-
4	Job profile and his suitability	Mr. Parin Nandani has attained age of 32 years (D.O.B : 8th April, 1990) Mr. Parin Nandani has more than 10 years rich and varied experience in the furniture business. It would be in the interest of the Company to revise the remuneration of Mr. Parin Nandani, whole Time Director. He is responsible for Business Development & Sales and setting the ultimate direction for the Business Development, For reviewing, understanding, assessing, and approving specific strategic directions and initiatives; and for assessing and understanding the issues, forces, and risks that define and drive the company's long-term performance. He is responsible for the smooth and profitable operation of a company's affairs. He supervises and provides consultation to management on strategic Business development & sustainability. He is also perform such other duties as may from time to time be entrusted by the board.
5	Remuneration proposed	Rs. 7.00 lakhs per month or Rs. 84.00 lakhs per annum by way of Professional fees/Management Consultancy fees w.e.f 01st April, 2022.
6	Comparative remuneration profile with respect to industry, size of the company, profile of the position and person (in case of expatriates the relevant details would be with respect to the country of his origin)	The remuneration proposed is within the maximum permissible remuneration as per Schedule V of the Companies Act, 2013 which is comparable with the Companies of the same size and profitability.
7	Pecuniary relationship directly or indirectly with the company, or relationship with the managerial Personnel, if any. (As on cut of date for notice dispatch to members)	Apart from Mr. Parin Nandani is a Whole Time Director of the Company, he holds 1342280 Equity Shares at the Face value of Rs. 10/- each of the Company i.e. holds 12.07% in his individual capacity. Mr. Parin Nandani is son of Mr. Umesh Nandani, who is Chairman & Managing Director of the Company.

	III. OTHER INFORMATION	
1	Reasons of loss or inadequate profits	The Company has reported a Turnover of Rs. 7633.28 for the year ended on 31st March, 2022 as against Rs. 8329.78 for the previous year ended on 31st March, 2021. The Company has reported a net profit after tax of Rs. 288.65 for F.Y.2021-2022 as against net profit after tax of Rs. 290066 for F.Y.2020-21. The proposed remuneration is less than the maximum permissible remuneration prescribed as per Schedule V of the Companies Act, 2013 in case of no profits/inadequate profits pursuant to the approval of the shareholders.
2	Steps taken or proposed to be taken for improvement	To address these challenges, the Company has initiated several measures towards achieving organizational and operating efficiencies, alongside working on improvements in process and controls. These cut across manufacturing, supply, chain, quality and other domains, and address issues of cost controls, value analysis. Company's performance is also hampered due to Covid-19 pendemic and management is taking further steps to overcome from the effects of the same.
3	Expected increase in productivity and profits in measurable terms	It is difficult to forecast the productivity and profitability in measurable terms. However, the Company expects that productivity and profitability may improve and would be comparable with the industry average.

	(IV) DISCLOSURES	
1	The Shareholders of the Company shall be informed of the remuneration package of the managerial person.	The remuneration paid/payable to Mr. Parin Nandani stated above i.e. Rs.7.00 lakhs per month or Rs. 84.00 lakhs per annum (i.e. may be paid monthly or/and annually) by way of

		professional fees/Management Consultancy fees with effect from 1st April, 2022 upto three years from the effective date or for remaining term as Whole-Time Director whichever is earlier and arrears be paid accordingly, if any and liable to retire by rotation and rest all other terms and conditions and perquisites are as decided at the time of appointment by way of resolution and as mentioned in the agreement executed on dated 29.06.2022, which is available for inspection at the registered office of the company.

The Directors recommended resolution for the approval by the members as Special Resolution as set out in Item No. 5 of notice.

For and on Behalf of
Parin Furniture Limited

Sd/-

Date: 23rd June, 2022

Umesh Dhirajlal Nandani

Place: Rajkot

Chairman & Managing Director

(DIN:00039757)

Parin Furniture Limited

ANNEXURE- I

DETAILS OF DIRECTORS SEEKING APPOINTMENT/ RE-APPOINTMENT AT 16TH ANNUAL GENERAL MEETING

NAME OF DIRECTOR	MR.UMESH D.NANDANI
Date of Birth	21/05/1966
Age	56
Date of Appointment on the Board of Company	12/09/2006 19/04/2018 - Appointed as CMD
Education Qualification	12TH
Relationship with other KMPs, Directors etc.	As prescribed in Board's Report
Shareholding In Company	No.of Shares-9,13,120 (8.21%)
Experience(in years)	More than 38 years
Area of Expertise	Management & Administration
Directorship in other public company	Pearl Furniture Private Limited (Deemed Public Company) Appointed w.e.f 29th March, 2022
Membership in Committee of other Public Company	NIL
Number of Meetings attended during the year and total number of Meetings	Attended all meetings of Board of Directors Total Board Meeting held during year: 12
Remuneration drawn	Rs 3.00 lakhs per month or Rs. 36.00 lakhs per annum

For and on Behalf of
Parin Furniture Limited

Sd/-

Date: 23rd June, 2022 **Umesh Dhirajlal Nandani**

Place: Rajkot ***Chairman & Managing Director***

(DIN:00039757)

Parin Furniture Limited

BOARD'S REPORT

TO,
THE MEMBER,

Your Directors have pleasure in presenting the 16th Annual Report on the business and operations of the Company and theaccounts for the Financial Year ended on March 31, 2022.

SUMMARY OF FINANCIAL HIGHLIGHTS:

The standalone and consolidated performance of the Company for the financial year ended on March 31, 2022 is summarized below:

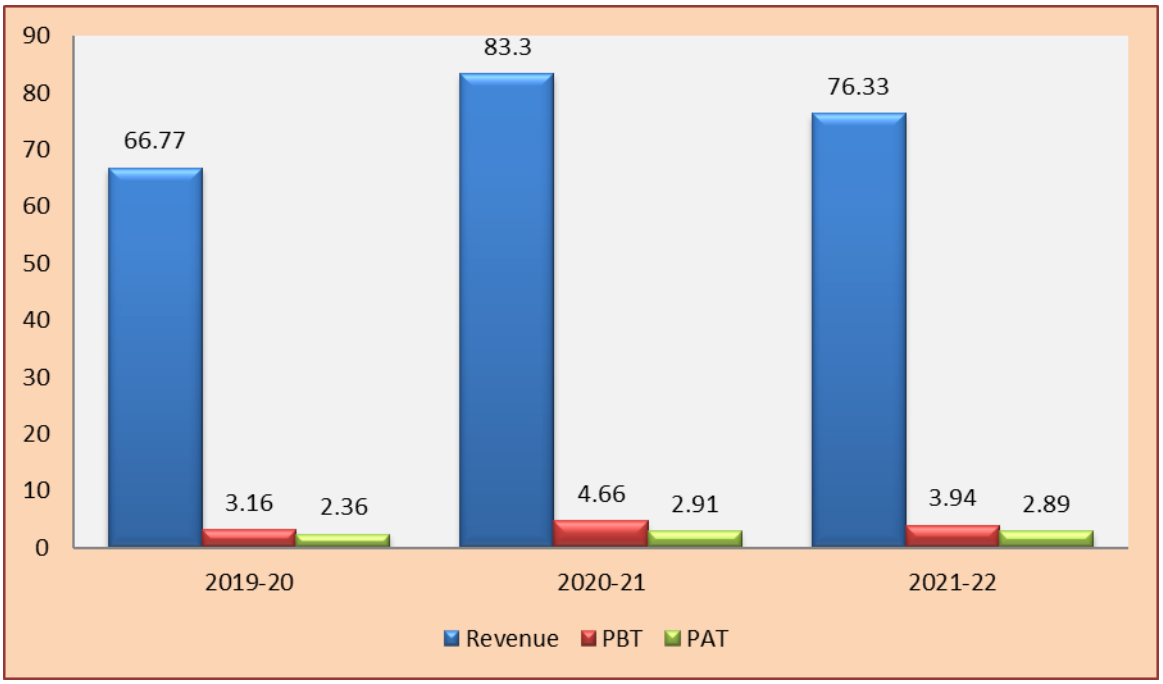
FINANCIAL SUMMARY OF THE COMPANY: **(Rs in Lacs except EPS)**

	STANDALONE		CONSOLIDATED	
Particulars	**2021-22**	**2020-21**	**2021-22**	**2020-21**
Revenue from Operations	7539.91	8277.56	7621.51	8390.65
Other Income	93.36	52.21	156.34	55.06
Total Revenue	7633.28	8329.77	7777.85	8445.71
Profit/loss before Depreciation, Finance Costs, Exceptional items and Tax Expense	815.86	856.04	1148.33	1248.12
Less Depreciation /Amortization	156.00	106.22	199.52	155.65
Profit/Loss before Finance Costs, Exceptional items and Tax Expense	659.86	749.81	948.80	1092.47
Less: Finance Costs	266.28	283.62	362.37	381.35
Profit/Loss before Exceptional items and Tax Expense	393.57	466.19	586.44	711.13
Add/(Less): Exceptional Items	--	--	--	--
Profit (Loss) before tax Expense	393.57	466.19	586.44	711.13
Less: Tax Expenses				
Current Tax	123.22	139.58	174.82	201.95
Previous Year Tax	--	19.61	14.19	25.48
Deffered Tax	18.29	16.34	(16.64)	18.44
Profit (Loss) for the period Before Minority interest	288.65	290.66	4,14.07	465.26
Minority Interest	--	--	1.94	2.71
Profit (Loss) for the period	**288.65**	**290.66**	**412.12**	**462.56**
EPS	**2.60**	**2.61**	**3.71**	**4.16**

Parin Furniture Limited

PERFORMANCE

INR in Cr.



	Revenue	PBT	PAT
2019-20	66.77	3.16	2.36
2020-21	83.3	4.66	2.91
2021-22	76.33	3.94	2.89

PERFORMANCE AND OPERATION REVIEW

- **STANDALONE FINANCIAL RESULTS:**

Performance of your Company for the year under review has been mentioned herewith. Total income was Rs. 7633.28 (previous year Rs. 8329.77). Tax expenses were Rs.141.50 (previous year Rs. 175.53).The net profit after tax was Rs. 288.65(previous year Rs 290.66).

- **CONSOLIDATED FINANCIAL STATEMENT:**

Pursuant to the provisions of Section 129 and 134 and 136 of the Companies Act, 2013 read with rules framed there under and pursuant to Regulation 33 of SEBI (LODR) Regulations, 2015, your Company had prepared consolidated financial statements of the Company and its subsidiary i.e. PEARL FURNITURE PRIVATE LIMITED (CIN: U36100GJ2013PTC073483). The annual financial statements and related detailed information of the subsidiary company will be provided on specific request made by any shareholders and the said financial statements and information of subsidiary companies are open for inspection at the registered office of the company during office hours on all working day except Saturday, Sunday and Public holidays The separate audited financial statement in respect of the subsidiary company is also available on the website of the Company. As required under Regulation 33 of SEBI (LODR) Regulations, 2015 and in accordance with the requirements of AS 21, the Company has prepared Consolidated Financial Statements of the Company and its subsidiary and is included in the Annual Report. Consolidate Performance and Operation review are as shown above. A report on the performance and financial position of subsidiary of your Company including capital, reserves, total assets, total liabilities, details of investment, turnover, etc., pursuant to Section 129 of the Companies Act, 2013 in the Form **AOC-1** which forms part and parcel of this Annual Report.

Parin Furniture Limited

RESERVES :
The Board of Directors of your Company, has decided not to transfer any amount to the reserves for the year under review.

DIVIDEND:
The Board of Directors of your Company with a view of Ploughing back of profit have not recommend any Dividend for theyear ended on March 31, 2022.

PUBLIC DEPOSIT:
During the year under review, the company has not accepted or renewed any deposit from the public falling within the ambit of section 73 of Companies Act 2013 and the Companies (Acceptance of Deposits) Rules, 2014.

SHARE CAPITAL:
At present, the Company has Equity shares having face value of Rs. 10 each. The authorized share capital of the company is Rs. 12,50,00,000/- comprising of 1,25,00,000 Equity shares of Rs. 10 each. The paid up share capital of the company is Rs. 11,11,80,000/- comprising 1,11,18,000 equity shares of Rs. 10 each. During the year under review, there was no change in the Capital Structure of the Company.

EQUITY INFUSION:
During the year under review, there is no infusion of Equity share capital.

LISTING:
The Equity Shares of the Company are listed on SME Emerge Platform of NSE Limited. The Company is regular in payment of Annual Listing Fees and other compliance fees.

DEMATERIALISATION OF EQUITY SHARES:
All the Equity Shares of the Company are in dematerialized form with either of the depositories viz. NSDL and CDSL. The ISIN No. allotted is INE00U801010.

DIRECTORS & KEY MANAGERIAL PERSON [KMP]:
During the Year under review, there has been no change in the Board of Directors of the Company and as on 31 st March, 2022, Board of Directors of the Company is composed as following:

Sr.No.	Name of Director	DIN	Designation
1	Mr. Umesh Dhirajlal Nandani	00039757	Managing Director- Executive Director
2	Mr. Parin Umeshbhai Nandani	02343309	Whole-Time Director – Executive Director
3	Mr. Deven Dipesh Nandani	07576542	Non Executive Director
4	Mr Dayalal Harjivanbhai Kesharia	08114818	Independent Non-Executive Director
5	Mrs. Shweta Chirag Kathrani	08114974	Independent Non-Executive Director

- **Chief Financial Officer and Company Secretary- KEY MANAGERIAL PERSONNEL**

There is no change in Chief Financial Officer during the year. Ms. Alpa Vasantbhai Jogi is the Chief Financial Officer during theyear.

Ms Binika Chudasama(ACS 39841) is Company Secretary (CS) and compliance officer w.e.f. 3rd April 2021.

In further, the term of Mr. Umesh D. Nandani will got expired on 18th April, 2023 and hence, on the recommendation of Nomination and Remuneration Committee, Board at its meeting held on 23rd June, 2022 have re-appointed Mr. Umesh D. Nandani as Managing Director of the Company for a further period of 5 years effective from 19th April, 2023 as per provision of section 196(2) of the Companies Act, 2013 and has also revised remuneration and other terms of re-appointment. Pursuant to section 196 of the Companies Act, 2013 reappointment and revision in remuneration and other terms of re-appointment as approved by the Board are subject to approval of the Members of the Company at ensuing Annual General Meeting.

DISCLOSURE OF RELATIONSHIPS BETWEEN DIRECTORS INTERSE:

Name of Directors	Relationship with other Directors
Umesh D. Nandani	He is Father of WTD Mr. Parin U. Nandani
Parin U. Nandani	He is Son of Managing Director Mr. Umesh D. Nandani
Deven Dipesh Nandani	None (As per definition of Relative)
Dayalal Harjivanbhai Kesharia	None
Shweta Chirag Kathrani	None

RETIREMENT BY ROTATION :

In terms of Section 152 of the Companies Act, 2013, Mr. Umesh D. Nandani (DIN: 00039757), Director of the Company is liable to retire by rotation at the forthcoming Annual General Meeting and being eligible, offered himself for re-appointment. Brief profile of Director seeking Appointment/Re-appointment is given in **Annexure I** of the Notice and also presented in Board's Report.

The Board confirms that none of the Directors of the Company is disqualified from being appointed as Director in terms of Section 164 of the Companies Act, 2013 and necessary declaration has been obtained from all the Directors in this regard.

BOARD EVALUATION:

Pursuant to the section 134(3)(p) of Companies Act, 2013 read with Rule 8 (4) of Companies Account Rule, 2014 and SEBI (Listing Obligation and Disclosure Requirement) Regulation, 2015, annual evaluation of the performance of the Board, its Committees and of individual Directors has been made.

During the year, the Evaluation cycle was completed by the Company internally which included the evaluation of the Board as a whole, Board Committees and Directors. The Evaluation process focused on various aspects of the Board and Committees functioning such as composition of the Board and Committees, experience, performance of duties and governance issues etc. Separate exercise was carried out to evaluate the performance of individual Directors on parameters such as contribution, independent judgment and guidance and support provided to the Management, presence at the Board meeting, general meetings and inputs in the discussion of the meeting and decision taking power, roles played as per their designation in the Company.

DECLARATION BY INDEPENDENT DIRECTORS:

Every Independent Director, at the first meeting of the Board in which he participates as a Director and hereafter at the first meeting of the Board in every Financial Year, gives a declaration that he meets the criteria of independence as provided under section 149(7) of the Companies Act, 2013 and under Regulation 16(1)(b) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 and accordingly the Company has received necessary declaration from each Independent Director under section149(7) of the Companies Act, 2013 and as per Regulation 16(1)(b) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 that he/she meets with the criteria of Independence laid down in Section 149(6) of the Companies Act, 2013 and SEBI (LODR)Regulations.

The independent directors have successfully completed online proficiency self assessment test conducted by IICA

Following are the Independent directors of the Company:

Mr. Dayalal Harjivanbhai Kesharia – DIN 08114818
Ms. Shweta Chirag Kathrani:DIN: 08114974

During the year, the Independent Directors meeting was held on 01.11.2021

COMMITTEES OF BOARD:

1. AUDIT COMMITTEE:

The Board of Directors of the Company has constituted an Audit Committee on 20.04.2018. The Constitution, composition and functioning of the Audit Committee also meets with the requirements of Section 177 of the Companies Act, 2013 and Regulation 18 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. All the recommendations of Audit Committee have been accepted by the Board of Directors of the Company.

The Composition of the Committee is as under:

Sr. No.	Name	Designation
1.	Mr. Dayalal Harjivanbhai Kesharia – Independent Director	Chairperson
2.	Ms. Shweta Chirag Kathrani – Independent Director	Member
3.	Mr. Deven Dipesh Nandani Non Executive – Non Independent Director	Member

Meeting:

During the financial year ended March 31, 2022, the Members of the Audit Committee met 5 (Five) Times on (1) 03.04.2021, (2)28.06.2021, (3)17.08.2021, (4) 01.11.2021, (5) 11.02.2022 and all the members have attended the meeting. Company Secretary Ms Binika Chudasama acted as secretary of the Audit Committee and CFO has also attended all the meetings.

Terms & Reference of audit committee:

The Role of Audit Committee together with its powers as Part C of Schedule II of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and Companies Act, 2013 shall be as under:

1. Oversight of the listed entity's financial reporting process and the disclosure of its financial information to ensurethat the financial statement is correct, sufficient and credible;
2. Recommendation for appointment, remuneration and terms of appointment of auditors of the listed entity;
3. Approval of payment to statutory auditors for any other services rendered by the statutory auditors.
4. Reviewing, with the management, the annual financial statements and auditor's report thereon before submissionto the board for approval;
5. Reviewing, with the management, the half yearly financial statements before submission to the board for approval, with particular reference to;
   - matters required to be included in the director's responsibility statement to be included in the board'sreport in terms of clause(c) of sub-section(3) of Section 134 of the Companies Act, 2013;
   - changes, if any, in accounting policies and practices and reasons for the same;
   - major accounting entries involving estimates based on the exercise of judgment by management;
   - significant adjustments made in the financial statements arising out of audit findings;
   - compliance with listing and other legal requirements relating to financial statements;
   - disclosure of any related party transactions;
   - modified opinion(s) in the draft audit report
6. Reviewing, with the management, the statement of uses/ application of funds raised through an issue (public issue, rights issue, preferential issue, etc.), the statement of funds utilized for purposes other than those stated in the offer document / prospectus / notice and the report submitted by the monitoring agency monitoring the utilization of proceeds of a public or rights issue, and making appropriate recommendations to the board to take up steps in this matter;
7. Reviewing and monitoring the auditor's independence and performance and effectiveness of audit process;
8. Approval or any subsequent modification of transactions of the listed entity with related parties;
9. Scrutiny of inter-corporate loans and investments;
10. Valuation of undertakings or assets of the listed entity, wherever it is necessary;
11. Evaluation of internal financial controls and risk management systems;
12. Reviewing, with the management, performance of statutory and internal auditors, adequacy of the internal control systems;
13. Reviewing the adequacy of internal audit function, if any, including the structure of the interna laudit department, staffing and seniority of the official heading the department, reporting structure coverage and frequencyof internal audit;
14. Discussion with internal auditors of any significant findings and follow up thereon;
15. The Audit Committee may call for the comments of the auditors about internal control systems, the scope of audit, including the observations of the auditors and review of financial statement before their submission to the Board and may also discuss any related issues with the internal and statutory auditors and the management of the company.
16. Discussing with the statutory auditors before the audit commences, about the nature and scope of audit as well as post- audit discussion to ascertain any area of concern;
17. Reviewing the findings of any internal investigations by the internal auditors into matters where there is suspected fraud or irregularity or a failure of internal control systems of a material nature and reporting the matter to the board;
18. Discussion with statutory auditors before the audit commences, about the nature and scope of audit as well as post- audit discussion to ascertain any area of concern;
19. The Audit Committee shall have authority to investigate into any matter in relation to the items specified insection 177(4) of Companies Act 2013 or referred to it by the Board.
20. To look into the reasons for substantial defaults in the payment to the depositors, debenture holders,shareholders (in case of non-payment of declared dividends)and creditors;
21. To review the functioning of the whistle blower/Vigil mechanism;
22. Approving the appointment of the Chief Financial Officer (i.e. the whole time finance director or any other person headingthe finance function) after assessing the qualifications,experience and background, etc.,of the candidate; and;
23. Audit committee shall oversee the vigil mechanism.
24. Audit Committee will facilitate KMP/auditor(s) of the Company to be heard in its meetings.
25. Carrying out any other function as is mentioned in the terms of reference of the audit committee or containing intoSEBI Listing Regulations 2015.

Parin Furniture Limited

Further, the Audit Committee shall mandatorily review the following:

a) Management discussion and analysis of financial condition and results of operations;
b) Statement of significant related party transactions (as defined by the audit committee),submitted by management;
c) Management letters/letters of internal control weaknesses issued by the statutory auditors;
d) Internal audit reports relating to internal control weaknesses; and
e) The appointment, removal and terms of remuneration of the chief internal auditor shall be subject to review bythe audit committee.
f) Statement of deviation

2. NOMINATION AND REMUNERATION COMMITTEE

The Board of Directors of the Company has constituted Nomination and Remuneration Committee (NRC) on 20.04.2018. The Constitution, composition and functioning of the Nomination and Remuneration Committee also meets with the requirements of Section 178(1) of the Companies Act, 2013 and Regulation 19 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

The Composition of the Committee is as under:

Sr. No.	Name	Designation
1.	Mrs. Shweta Chirag Kathrani Independent Director	Chairperson
2.	Mr. Dayalal Harjivanbhai Kesharia Independent Director	Member
3.	Mr. Deven Dipesh Nandani Non Executive – Non Independent Director	Member

Meeting

During the financial year ended on March 31, 2022, the Members of the Nomination and Remuneration Committee met **2 (Two**) Times on (1) 03.04.2021,(2) 29.03.2022 and all the members have attended the meeting. Company Secretary Ms Binika Chudasama acted as secretary of the Committee and CFO has also attended all the meetings.

Terms & Reference of Nomination and Remuneration committee:

1. Identify persons who are qualified to become directors and may be appointed in senior management in accordance with the Criteria laid down, recommend to the Board their appointment and removal and shall carry out evaluation of every director's performance.
2. To evaluate the balance of skills, knowledge and experience on the Board and on the basis of such evaluation, prepare a description of the role and capabilities required of an independent director. The person recommended to the Board for appointment as an independent director shall have the capabilities identified in such description. For the purpose of identifying suitable candidates, the Committee may:
   a. use the services of an external agencies, if required;
   b. consider candidates from a wide range of backgrounds, having due regard to diversity; and
   c. consider the time commitments of the candidates.
3. Formulate the criteria for determining the qualifications, positive attributes and independence of a director and recommend to the board a policy relating to the remuneration for directors, KMPs and other employees.
4. Formulation of criteria for evaluation of performance of independent directors and the board of directors;
5. Devising a policy on diversity of board of directors;
6. Whether to extend or continue the term of appointment of the independent director, on the basis of the report ofperformance evaluation of independent directors;
7. recommend to the board, all remuneration, in whatever form, payable to senior management.
8. Determine our Company's policy on specific remuneration package for the Managing Director / Executive Directorincluding pension rights.
9. Decide/recommend to board the salary, allowances, perquisites, bonuses, notice period, severance fees and increment of ExecutiveDirectors.
10. Define and implement the Performance Linked Incentive Scheme (including ESOP of the Company) and evaluatethe performance and determine the amount of incentive of the Executive Directors for that purpose.
11. Decide the amount of Commission payable to the Whole time Directors.
12. Review and suggest revision of the total remuneration package of the Executive Directors keeping in view theperformance of the Company, standards prevailing in the industry, statutory guidelines etc.
13. To formulate and administer the Employee Stock Option Scheme.

Parin Furniture Limited

3. STAKEHOLDERS' RELATIONSHIP COMMITTEE:

The Board of Directors of the Company has constituted Stakeholders' Relationship Committee on 20.04.2018. The Constitution, composition and functioning of the Stakeholders' Relationship Committee also meets with the requirements of Section 178 of the Companies Act, 2013 and Regulation 20 of the SEBI(Listing Obligations and Disclosure Requirements) Regulations, 2015.

The Composition of the Committee is as under:

Sr. No.	Name	Designation
1.	Mr. Deven Dipesh Nandani Non Executive – Non Independent Director	Chairman
2.	Ms. Shweta Chirag Kathrani Independent Director	Member
3.	Mr. Dayalal Harjivanbhai Kesharia Independent Director	Member

Meeting

During the financial year ended on March 31, 2022, the Members of the Stakeholders' Relationship Committee met **1 (One**) Time on (1) 28.06.2021and all the members have attended the meeting. Company Secretary Ms Binika Chudasama acted as secretary of the Committee and CFO has also attended all the meetings.

Terms & Reference of Stakeholders' Relationship Committee:

Redressal of shareholders' and investors' complaints, including and in respect of:

1. Allotment, transfer of shares including transmission, splitting of shares, changing joint holding into single holding and vice versa, issue of duplicate shares in lieu of those torn, destroyed, lost or defaced or where the cages in the reverse for recording transfers have been fully utilized.
2. Issue of duplicate certificates and new certificates on split / consolidation / renewal, etc.; and
3. Review the process and mechanism of redressal of Shareholders /Investors grievance and suggest measures of improving the system of Redressal of Shareholders/Investors grievances.
4. Non-receipt of share certificate(s), non-receipt of declared dividends, non-receipt of interest/dividend warrants, non-receipt of annual report and any other grievance/complaints with Company or any officer of the Company arising out in discharge of his duties.
5. Review of measures taken for effective exercise of voting rights by shareholders.
6. Oversee the performance of the Registrar & Share Transfer Agent and also review and take note of complaints directly received and resolved them.
7. Over see the implementation and compliance of the Code of Conduct adopted by the Company for prevention of Insider Trading for Listed Companies as specified in the Securities & Exchange Board of India (Probation of insider Trading) Regulations,1992 as amended from time to time.
8. Any other power specifically assigned by the Board of Directors of the Company from time to time by way of resolution passed by it in a duly conducted Meeting,
9. Carrying out any other function contained in the equity listing agreements as and when amended from time to time.

SUBSIDIARY, JOINT VENTURES AND ASSOCIATE COMPANIES :

Your company has acquired 19 lacs Equity Share of Rs. 10 each of M/s. Pearl Furniture Private Limited (CIN: U36100GJ2013PTC073483) out of 19.30 Lacs Equity shares i.e. holding 98.45% and thereby M/s. Pearl Furniture Private Limited is a Subsidiary Company u/s 2(87)of the Companies Act, 2013 w.e.f. 01st June, 2017.

Our subsidiary company i.e. Pearl Furniture Private Limited is engaged in manufacturing of furniture items like Bed Room furniture, Chairs, Hospital Furniture, School Furniture etc. Attached Annual Report on Statement Containing Salient features of the financial statement of Subsidiaries as AOC — I with the Annual Report.

NUMBER OF BOARD MEETINGS:

During the financial year ended on March 31, 2022, the Board of Directors met **12 (Twelve) Times**, the details of which is given below. The maximum interval between any two meetings did not exceed 120 days. The prescribed quorum was presented for all the Meetings and Directors of the Company actively participated in the meetings and contributed valuable inputs on the matters brought before the Board of Directors from time to time.

Parin Furniture Limited

Nameof Directors		Mr.Umesh D.Nandani	Mr. Parin U. Nandani	Mr. Deven D. Nandani	Mr.Dayalal H.Kesharia	Ms. Shweta C. Kathrani
Designation as on 31-03-2022		Managing Director	Whole Time Director	Non- Executive Director	Independent Director	Independent Director
Date of Board Meeting & Attendance of meeting (Y/N)						
1	03.04.2021	Y	Y	Y	Y	Y
2	25.05.2021	Y	Y	Y	Y	Y
3	28.06.2021	Y	Y	Y	Y	Y
4	22.07.2021	Y	Y	Y	N	Y
5	17.08.2021	Y	Y	Y	Y	Y
6	15.09.2021	Y	Y	Y	Y	Y
7	18.10.2021	Y	Y	Y	Y	Y
8	01.11.2021	Y	Y	Y	Y	Y
9	13.12.2021	Y	Y	Y	Y	Y
10	20.12.2021	Y	Y	Y	Y	N
11	22.01.2022	Y	Y	Y	Y	Y
12	29.03.2022	Y	Y	Y	Y	Y

ANNUAL RETURN:

Pursuant to Section 92(3) read with Section 134(3)(a) of the Act, the Annual Return as on March 31, 2022 is available on the Company's website on www.parinfurniture.com

PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS UNDER SECTION 186:

The Company has not granted any loan and has not made any investment during the year under review and details of existing investment is given in the note 11 of notes to the Financial Statements and also disclosed herewith:

DETAILS OF EXISTING INVESTMENT				
Name& CIN of Company	Type of Investment	No. of Shares Acquired	Amount of Investment	Extent of Holding
PEARL FURNITURE PRIVATE LIMITED (CIN: 36100GJ2013PTC073483)	In Equity Shares	19,00,000	4,05,58,000	98.45%

As stated aforesaid, by virtue of this Investment, the Company Pearl Furniture Private Limited has became subsidiary Company.

The Company has given/renewed/extended Corporate guarantee for PEARL FURNITURE PRIVATE LIMITED (CIN: U36100GJ2013PTC073483), a subsidiary Company for various Credit Facilities availed from STATE BANK OF INDIA.

CHANGES IN THE NATURE OF BUSINESS& MAJOR EVENTS:

For sustained growth in future, Company wants to rely on the main business of Company; there is **NO** change in nature of business during the financial Year 2021-22 and no major events has been occurred during the year.

WEBSITE:

www.parinfurniture.com is the website of the company. All the requisite details, policy are placed on this website of theCompany.

MATERIAL CHANGES AND COMMITMENT IF ANY AFFECTING THE FINANCIAL POSITION OF THE COMPANY OCCURRED BETWEEN THE END OF FINANCIAL YEAR TO WHICH THIS FINANCIAL STATEMENT RELATES ANDTHE DATE OF THE REPORT:

There are no such Material Changes occurred subsequent to the close of the financial year of the Company to which the balance sheet relates and the date of the report which can affect the financial position of the Company.

DETAILS OF SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS OR TRIBUNALSIMPACTING THE GOING CONCERN STATUS AND COMPANY'S OPERATIONS IN FUTURE:

No such Order have been passed by the Regulators/Court or Tribunals which can impact the going concern status and Company's operation in future.

Parin Furniture Limited

POLICY ON DIRECTOR'S APPOINTMENT AND REMUNERATION:

The salient features of the Policy on Directors' appointment and remuneration of Directors, KMP & senior employees and other related matters are as provided under Section 178(3) of the Companies Act, 2013, SEBI (LODR) Regulations, 2015 and any other re-enactment(s) for the time being in force. Nomination and Remuneration policy is available at the website of the Company. http://www.parinfurniture.com. Managing Director Mr. Umeshbhai D.Nandani (DIN: 00039757) and Whole- Time Director, Mr. Parin U. Nandani (DIN:02343309) are not receiving any remuneration from its Subsidiary Company PEARL FURNITURE PRIVATE LIMITED.

INVESTOR GRIEVANCE REDRESSAL POLICY :

The Company has adopted an internal policy for Investor Grievance handling, reporting and solving.

PARTICULARS OF EMPLOYEES AND REMUNERATION:

The information required under Section 197 & Rule 5 of the Companies (Appointment and Remuneration of ManagerialPersonnel) Rules, 2014 is given below.

a) Ratio of Remuneration of each Director to the Employees' median remuneration:

Particulars	Designation	Remuneration (p.a.)	Median Remuneration (p.a.)	Ratio
Umesh Nandani	Managing Director	36,00,000	2,43,600	14.78
Deven Nandani	Non-Executive Director	-	-	-
Parin Nandani	Whole Time Director	36,00,000	2,43,600	14.78

b) the percentage increase in remuneration of Chief Financial Officer, Chief Executive Officer, Company Secretary orManager,if any, in the financial year are as under:

- Company Secretary & Compliance Officer and Chief Financial Officer of the Company Appointed and Resigned as below and there is no such increase in remuneration:
  Ms. Alpa Jogi is appointed as CFO
  Ms. Binika Chudasama was appointed as Company Secretary and Compliance officer w.e.f. 03/04/2021.

- The percentage increase in remuneration of each directors: No change in remuneration of directors.

PARTICUALRS	DESIGNATION	REMUNERATION 2021-22 (p.a.)	REMUNERATION 2020-21 (p.a.)	Increase/Decrease
Umesh Nandani	Managing Director	36,00,000	36,00,000	--
Deven Nandani	Non-Executive Director	--	--	--
Parin Nandani	Whole Time Director	36,00,000	36,00,000	--

(c) Number of permanent Employees on the rolls of the Company as on 31st March, 2022 - 231

(d) Sub-clause (xii) of Rule 5(1) : It is hereby affirmed that the remuneration paid is as per the Remuneration policy of the Company.

(e) The percentage increase in the median remuneration of employees for the financial year 2021-22 is-1.5%

(f) There is no change in managerial remuneration for the F.Y 2021-22 and the average increase in the salary of employees other than managerial personnel for the FY2021-22 is 48.81%.

(g) Information relating to Top 10 Employees as per Rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 and amendments thereof:

Sr. No.	Employee Name	Designation	Nature of Employment (Whether contractual or otherwise)	Educational Qualification	Age	Experience (In Years)	Date of joining	Gross Remune-ration Paid (For the year 21- 22) in Rs.	Previous employment	the percentage of equity shares held by the employee in the company	Relative of any director/ Manger (Yes/No) If yes then name of such director and manager
1	ALPA JOGI	CFO	On Roll	CA	30	8	01/01/2020	75000	PEARL FURNITURE PVT. LTD.	No	No
2	KRISHNAN MAJUMDER	REGIONAL MANAGER	On roll	Master	42	17	15/11/2018	80000	SAAJ	No	No
3	HARDIK THAKKAR	DIVISIONAL HEAD	On roll	Master	37	17	01/01/2012	130000	FUTURE GROUP	No	No
4	KEYUR MANEK	DIVISIONAL HEAD	On Roll	Graduate	37	21	28/06/2002	105000	POONAM FURNITURE	No	No
5	PRASHANT INDERCHAND JAIN	VICE PRESIDENT - GLOBAL SALES	On Roll	Graduate	35	17	01/12/2020	225000	HANSHIL ENTERPRISE	No	No
6	KISHAN BHATT	OPERATIONS MANAGER	On Roll	BBA / DBM	33	14	15/08/2018	75500	J K MACHINE TOOLS PVT. LTD.	No	No
7	CHINTAN JAYESHBHAI SHAH	VICE PRESIDENT - ACCOUNT	On Roll	CA	38	16	25/10/2021	100000	SELF EMPLOYED	No	No
8	SUNIL DINESHBHAI TANK	GM - PRODUCTION	On Roll	Graduate	40	22	01/07/2022	110750	POONAM FURNITURE	No	No
9	PRASAN VIJAYBHAI HIRANI	PURCHASE MANAGER	On Roll	Master	35	13	01/06/2021	90750	PEARL FURNITURE PVT. LTD.	No	No
10	ROHANKUMAR VINODCHANDRA THAKKAR	VICE PRESIDENT - PROJECTS SALES	On Roll	Master	40	22	21/05/2021	366000	MARUTI ARCHITECTURAL PRODUCTS PVT LTD	No	No

INSURANCE:

All the assets of the company are adequately insured and the Company has developed proper system for taking insuranceon all its insurable assets in order to mitigate the risk.

PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES:

All transactions entered into with the related parties as defined under the Companies Act, 2013 during the financial yearwere in the ordinary course of business and on arm's length pricing basis. Form AOC-2 is attached to Board's Report asAnnexure - II.

FUTURE OUTLOOK:

Our Company is a provider of wide and exclusive range of furniture and lifestyle products for several consumers. Our Company is managed by experienced and dedicated promoters to address the changing needs of customers in furniture industry. We are consistent in supplying of quality products round the year as customized products are made available to them as per the market demand.

Parin Furniture Limited

Our Company has been associated with some of the prestigious projects for furniture such as Swarnim Gujarat Sports Foundation, Shree Patel Seva Samaj - Aatkot, Porbandar Nagrik Sahakari Bank, Divine Life Hospital - Kutch, Transglobe, Maa Education, Trendsutra, Pranav Overseas LLP, Rashtriya Madhyamik Shiksha Abhiyan, Sarva Shiksha Abhiyan, IIT Guwahati, IIT Gandhinagar & various Medical Colleges falling under the AIIMS umbrella. Moreover, we have supplied Waiting Area Seating Systems at airports of the country which gave us the confidence to bid & win a global tender for Airport Seating Systems in technical collaboration with C.C.M Srl Group, Italy. In the health care sector, our Company has successfully executed high value orders for Medical & Non Medical Furniture for various Project Implementation Units (PIU's), HLL Infratech Services P Ltd (Under the Government of India Health & Family Welfare Dept), multiple AIIMS, U N Mehta Institute of Cardiology & Research, Andhra Pradesh Medical Services & Infrastructure Development Corporation(APMSIDC), Engineering Projects (Inida) Limited (EPIL) and so on. As stated earlier, we are now poised in a very strong position with our affiliation with Airports Authority of India.

All these and many more factors have fueled the organization's efforts to becoming a major player in India in the health care & education furniture products industry.

However, due to spread of Covid-19 pandemic, it is difficult to estimate outlook for future but Management and Board are optimist towards the growth of the business and have trust that company will grow and develop more in coming years.

SECRETARIAL AUDITOR:

M/s.K.P.Rachchh & Co., Practicing Company Secretaries (Membership No.FCS:5156; CP No:3974), Rajkot has been appointed by board as a secretarial auditor of Company for Financial Year 2021-22.

The Secretarial Audit report for Financial Year is attached here with as Annexure V.

The observations and comments, if any, appearing in the Secretarial Audit Report are self -explanatory and do not call for any further explanation / clarification. The Secretarial Auditors Report does not contain any qualification, reservation or adverse remark.

SECRETARIAL STANDARDS AND STATEMENT FOR COMPLIANCE OF APPLICABLE SECRETARIAL STANDARDS:

Secretarial Standards issued by the Institute of Company Secretaries of India as applicable to the Company were followed and complied with during 2021-22. The Company has devised proper systems to ensure compliance with the provisions of all applicable Secretarial Standards issued by the Institute of Company Secretaries of India and that such systems are adequate and operating effectively.

We hereby states the Company has complied all applicable Secretarial Standards to the extend its applicable.

INTERNAL FINANCIAL CONTROL SYSTEMS AND THEIR ADEQUACY:

The Company has in all material respects, an adequate Internal Financial Control System over Financial Reporting and such Internal Financial controls over financial reporting were operating effectively.

The company has proper and adequate system of Internal control to ensure that all assets are safeguarded and protected against loss from unauthorized use or disposition and that transaction are authorized, recorded and reported correctly. The company has effective system in place for achieving efficiency in operations, optimum and effective utilization of resources, monitoring thereof and compliance with applicable laws. Company has also appointed Mr. Ajay Kalaria as Internal Auditor who will look at Internal Control and report to the Audit Committee and Board.

STATUTORY AUDITORS :

Members at the 14th Annual General Meeting held on 28/09/2020 have re-appointed M/s. BHAVIN ASSOCIATES, Chartered Accountants as the Statutory Auditors of the Company for a period of five years from (FY 2020 -21 to FY 2024-25) and shall hold office of Statutory Auditor of the company till the conclusion of the 19th AGM.

M/s. BHAVIN ASSOCIATES have confirmed that they are eligible to continue to act as Statutory auditor of the Company for the year 2022-23.

STATUTORY AUDITORS REPORT AND NO FRAUD REPORTED :

The Notes on Financial Statements referred to in the Auditors' Report are self -explanatory and do not call for any further comments. The Auditor' Report does not contain any qualification or reservation. No fraud has been reported by the Auditors under section 143(12) of the Companies Act, 2013 requiring disclosure in the Board's Report.

Parin Furniture Limited

CORPORATE SOCIAL RESPONSIBILITY (CSR):

The Company is not coming under the criteria as mentioned in Section 135 of the Companies Act, 2013 which specifies the requirement of forming the Corporate Social Responsibility Committee and for spending as CSR Expense.

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE:

In accordance with the provisions of section 134(3)(m) of the Companies Act, 2013 read with Rule, 8 of The Companies (Accounts) Rules, 2014, the relevant information pertaining to conservation of energy, technology absorption, foreign exchange earning and outgo are as follows:

Conservation of Energy

The steps taken or impact on conservation of energy; Conservation of energy is always been an area of priority in the Company's operations. The Company has consumed power of Rs. 48.05/- lakhs (P.Y. Rs. 32.66 /- lakhs) for the year under review.

The steps taken by the company for utilizing alternate sources of energy -NIL

The Capital Investment or Energy conservation Equipments: NIL

Technology Absorption:

Conservation of energy is always been an area of priority in the Company's operations.

The efforts made towards technology absorption;

The Company has adopted indigenous technology. The Company has derived benefits like product improvement, costreduction and product development

The Company has not imported any technology during the last three years reckoned from the beginning of the financial year

The expenditure incurred on Research and Development-NIL

The company has not initiated any research and development activities and thus no Expenditure has been incurred on Research and Development.

Foreign Exchange Earnings and Outgo:

Foreign Earnings : Rs. Nil

Foreign Out Go: Rs.2.49 lakhs /-

DIRECTORS' RESPONSIBILITY STATEMENT [DRS]:

In accordance with the provisions of sub-section (5) of Section 134 of the Companies Act, 2013, Your Directors state that—

(a) in the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures, if any;

(b) the directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year 31.03.2022;

(c) the directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;

(d) the directors had prepared the annual accounts on a going concern basis; and

(e) the directors, had laid down internal financial controls to be followed by the company and that such internalfinancial controls are adequate and were operating effectively.

(f) the directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

Parin Furniture Limited

DISCLOSURE UNDER SEXUAL HARAASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION & REDRESSAL) ACT, 2013. :

The Company has always believed in providing a safe and harassment free workplace for every individual working in premises and always endeavors to create and provide an environment that is free from discrimination and harassment including sexual harassment. During the year ended on 31st March, 2022, the Company has not received any complaint pertaining to sexual harassment. Company has also framed and adopted policy and It is hereby stated that the company has complied with provisions relating to the constitution of Internal Complaints Committee under the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 [14 of 2013]. The Said Policy is also available at the Website of the Company.

RISK MANAGEMENT:

In today's economic environment, Risk Management is a very important part of business. The main aim of risk management is to identify, monitor and take precautionary measures in respect of the events that may pose risks for the business. Your Company's risk management is embedded in the business processes. Your company has identified the certain risk like price risk, uncertain global economic environment, interest rate, human resource, competition, compliance and industrial health and safety risk and also planned to manage such risk by adopting best management practice.

ENVIRONMENT, HEALTH AND SAFETY:

The Company accords the highest priority to Environment, Health and Safety. The management is constantly reviewing the safety standards of the employees and the management believes in the concept of sustainable development.

VIGIL MECHANISM FOR DIRECTORS AND EMPLOYEES - WHISTLE BLOWER MECHANISM:

Your Company is committed to highest standards of ethical, moral and legal business conduct. Accordingly, the Board of Directors has formulated a Whistle Blower Policy which is in compliance with the provisions of Section 177(10) of the Companies Act, 2013. Through this policy, Employees can raise concerns without any regarding any discrimination, harassment, victimization, any other unfair practice being adopted against them or any instances of fraud by or against your Company. Any incidents that are reported are investigated and suitable action taken in line with the Whistle Blower Policy. The said policy is available at the website of the Company.

POLICY ON PRESERVATION OF THE DOCUMENTS:

The Company has formulated a Policy pursuant to Regulation 9 of the Securities Exchange Board of India (Listing obligations and Disclosure Requirements) Regulations, 2015 ("Regulations") on Preservation of the Documents to ensure safekeeping of the records and safeguard the Documents from getting manhandled, while at the same time avoiding superfluous inventory of Documents.

POLICY ON CRITERIA FOR DETERMINING MATERIALITY OF EVENTS:

The Policy is framed in accordance with the requirements of the Regulation 30 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (Regulations). The objective of the Policy is to determine materiality of events or information of the Company and to ensure that such information is adequately disseminated in pursuance with the Regulations and to provide an overall governance framework for such determination of materiality.

CORPORATE GOVERNANCE:

Since the Company is listed on SME Emerge Platform of NSE, by virtue of Regulation 15 of SEBI (Listing Obligation And Disclosure Requirements) Regulation, 2015 (" LODR") the compliance with the corporate governance provisions as specified in regulations 17 to 27 and clauses (b) to (i) of sub regulation (2) of Regulation 46 and Para C, D and E of Schedule V are not applicable to the Company. Hence, Corporate Governance Report does not form part of this Annual Report.

EMPLOYEE RELATIONS:

The relationship with the staff and workers continued to be cordial during the entire year. The Directors wish to place on record their appreciation of the valuable work done and co-operation extended by them at all levels. Further, the Company is taking necessary steps to recruit the required personnel from time to time.

Company considers Employees as asset of the Company and Company have taken utmost care and precautions as per the guidelines of Government for safety of employees. There were no incident of strike, lock out.

Parin Furniture Limited

DISCLOSURE UNDER INSOLVENCY AND BANKRUPTCY CODE, 2016:

During the year, there were no application made and no any proceeding under the Insolvency and Bankruptcy Code, 2016.

COST AUDIT:

Central Government has notified rules for Cost Audit and as per new Companies (Cost Records and Audit) Rules, 2014 issued by Ministry of Corporate Affairs; Company is not falling under the Industries, which will subject to Cost Audit. Therefore filing of cost audit report for the FY 2021-22 is not applicable to the Company.

MANAGEMENT DISCUSSION AND ANALYS IS REPORT:

The Management Discussion and Analysis report has been furnished herewith to Board's Report as Annexure – IV

ACKNOWLEDGEMENT:

Your Directors take this opportunity to express their gratitude for the co-operation and support from its customers, vendors, bankers and business associates and look forward to their continued support.

The Directors are also grateful to the shareholders for the confidence reposed in the Company. Your Directors also wish to place on record their sincere appreciation of the valuable contribution and efforts made by all the employees to achieve in these trying times.

For and on Behalf of
Parin Furniture Limited

Sd/-

Date: 23rd June, 2022 **Umesh Dhirajlal Nandani**

Place: Rajkot ***Chairman & Managing Director***

(DIN:00039757)

Parin Furniture Limited

ANNEXURE- I

DETAILS OF DIRECTOR SEEKING APPOINTMENT/ RE-APPOINTMENT AT 16TH ANNUAL GENERAL MEETING

NAME OF DIRECTOR	**MR.UMESH D.NANDANI**
Date of Birth	21/05/1966
Age	56
Date of Appointment on the Board of Company	12/09/2006 19/04/2018 - Appointed as CMD
Education Qualification	12TH
Relationship with other KMPs, Directors etc.	As prescribed in Board's Report
Shareholding In Company	No.of Shares-9,13,120 (8.21%)
Experience(in years)	More than 38 years
Area of Expertise	Management & Administration
Directorship in other public company	Pearl Furniture Private Limited (Deemed Public Company) Appointed w.e.f 29th March, 2022
Membership in Committee of other Public Company	NIL
Number of Meetings attended during the year and total number of Meetings	Attended all meetings of Board of Directors Total Board Meeting held during year: 12
Remuneration drawn	Rs 3.00 lakhs per month or Rs. 36.00 lakhs per annum

For and on Behalf of
Parin Furniture Limited

Sd/-

Date: 23rd June, 2022

Umesh Dhirajlal Nandani

Place: Rajkot

Chairman & Managing Director

(DIN:00039757)

Parin Furniture Limited

ANNEXURE-II

Form No. AOC-2

(Pursuant to clause (h) of sub-section (3) of section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014

Form for disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in sub-section (1) of section 188 of the Companies Act, 2013 including certain arm's length transactions under third proviso thereto.

1. **Details of contracts or arrangements or transactions not at arm's length basis: Not Applicable**

2. **Details of material contracts or arrangement or transactions at arm's length basis:**

Name(s) of the related party and nature of relationship:	Nature of contracts/ arrangements/ transactions	Duration of the contracts/ arrangement/ transactions	Salient terms of the contracts or arrangements or transactions including the value, if any (Value in Rs. In Lacs)	Date(s) of approval by the Board	Amount Paid as advances , if any
Poonam Furniture (Entity Significantly influenced by Director)	Sale	Ongoing transaction approved yearly	1.17	03.4.2021	NIL
	Purchase	Ongoing transaction approved yearly	21.80	03.4.2021	NIL
Parin Motors (Entity Significantly influenced by Director)	Sale	Ongoing transaction approved yearly	105.77	03.4.2021	NIL
Paradise Furniture (Entity Significantly influenced by Director)	Purchase	Ongoing transaction approved yearly	56.33	03.4.2021	NIL
Paradise Furniture (Entity Significantly influenced by Director)	Sale	Ongoing transaction approved yearly	90.40	03.4.2021	NIL
Pearl Furniture Private Limited (Subsidiary Company)	Purchase	Ongoing transaction approved yearly	3236.52	03.4.2021	NIL
Pearl Furniture Private Limited (Subsidiary Company)	Rent on Plant & Machinery	Approved yearly	23.95	03.4.2021	NIL
Deven D. Nandani Director	Rent	Approved yearly	87.60	03.4.2021	NIL
Neha U. Nandani (Relative of Director)	Rent	Approved yearly	51.00	03.4.2021	NIL

For and on Behalf of
Parin Furniture Limited

Sd/-

Umesh Dhirajlal Nandani

Chairman & Managing Director

(DIN:00039757)

Date: 23rd June, 2022

Place: Rajkot

Parin Furniture Limited

ANNEXURE III

MANAGEMENT DISCUSSION ANDANALYSIS REPORT

INDUSTRY STRUCTURE AND DEVELOPMENTS:

Our Company is moving firmly in it's visionary & strategy based market penetration. India has been witnessing a major surge in demand in the education, health care segments being spear headed by Government & Non Government Institutions, over and above Corporate Business Spending and a consistently increasing e -commerce market spread.

India's GDP grows 8.4% in 2021-22 as against 7.3% in 2020-21. India's spending on health sector reached 2.1% in 2021-22 as against 1.5% in 2020-21 of GDP , somewhat an improvement over the last decade. The Prime Minister Narendra Modi-led government has aimed to raise the country's expenditure on public health services to 2.5 percent of the GDP by 2025.

In 2021-22, the Ministry has been allocated Rs 93,224 crore, the 8th highest allocation among all Ministries. The allocation constitutes 2.67% of the central government's estimated expenditure for 2021-22 as compared to Education Budget 2020-21: 99,300 crore; 3.2 percent of the total union budget.

All these and many more factors have fueled the organization's efforts to becoming a major player in India in the health care & education furniture products industry.

OVERVIEW AND OUTLOOK OF COMPANY'S BUSINESS :

Our Company has been associated with some of the prestigious projects for furniture such as Swarnim Gujarat Sports Foundation, Shree Patel Seva Samaj - Aatkot, Porbandar Nagrik Sahakari Bank, Divine Life Hospital - Kutch, Transglobe, Maa Education, Trendsutra, Pranav Overseas LLP, Rashtriya Madhyamik Shiksha Abhiyan, Sarva Shiksha Abhiyan, IIT Guwahati, IIT Gandhinagar & various Medical Colleges falling under the AIIMS umbrella. Moreover, we have supplied Waiting Area Seating Systems at airports of the country which gave us the confidence to bid & win a global tender for Airport Seating Systems in technical collaboration with C.C.M Srl Group, Italy. In the health care sector, our Company has successfully executed high value orders for Medical & Non Medical Furniture for various Project Implementation Units (PIU's), HLL Infratech Services P Ltd (Under the Government of India Health & Family Welfare Dept), multiple AIIMS, U N Mehta Institute of Cardiology & Research, Andhra Pradesh Medical Services & Infrastructure Development Corporation(APMSIDC), Engineering Projects (Inida) Limited (EPIL) and so on. As stated earlier, we are now poised in a very strong position with our affiliation with Airports Authority of India.

OUR PRODUCT RANGE :

Our Company is having a high flexibility to cater to a wide range of products in various categories such as Institutional Furniture which covers Office Furniture, Educational Furniture (From KG to PG), Health Care Furniture (Isolation beds, Fowler Beds, Motorized Beds, Support Furniture etc.) all types of Non Medical Furniture over and above having inherent strengths of Home Furniture range covering living room, dining room and bed room. In fact, Public Seating System (Waiting Area Chairs) is another major segment where we have developed strength through product development and channel sales.

CUSTOMER WISE PERFORMANCE IS AS UNDER:

Product wise bifurcation is not feasible to provide as the company is dealing into various products in one segment only and hence category wise/ customer based data is given as below :

Customer	Sum of Total (Rs. in Lakhs)
Government Project	2237.21
Institutional / Private Project	4656.81
Online	210.03
Retailer	332.82
Wholesaler	103.04
Total	7539.91

And as stated aforesaid, Company has only one segment , hence segment wise performance is not applicable.

Parin Furniture Limited

STRENGTHS, OPPORTUNITIES, RISKS AND CONCERNS

Strength

Our core purpose is "To serve the world with better lifestyle". Our business network is spread in 8 States. We consistently introduce new design in our products. We have integrated in-house capabilities to market, distribute and retail our conceptualized furniture. We also have team of experienced, highly professional and skilled manpower.

We understand the customer needs, market trends mapping and provide value for money products. Our diversified product portfolio enables us to cater a wide range of preferences & consumer segment.

Challenges i.e. Risk and Concern:

The prime challenges faced by the Company are Legal Boundaries, Economical Changes, Globalization and Regulatory proceedings, Technological and Political changes are the key challenges for the growth of Business.

Our Company operates under several statutory and regulatory permits, licenses and approvals. Our inability to obtain, renew or maintain the statutory and regulatory licenses, permits and approvals required to operate our business may have a material adverse effect on our business & operations.

Quality of our product is key aspect to sustain in the Market. Any failure to maintain the quality of the product may affect adversely to our business, however we have a system of quality check. Third Party like Transportation facilities, Market Trends include Customers' Change in test, preferences, choices, fashion, designs, patterns, Fluctuation in price and **supply of product**, **failure in obtaining additional source of finance, Business Rivals, Competition, delay and defaults in clients payments, inadequate insurance cover age to protect against uncertain hazards, Some Commitments and liabilities all are adversely affect the growth of Business**.

INTERNAL CONTROL SYSTEMS AND THEIR ADEQUACY :

As Stated in Board's Report, the Company has in all material respects, an adequate Internal Financial Control System over Financial Reporting and such Internal Financial controls over financial reporting were operating effectively.

The Company has proper and adequate system of Internal control to ensure that all assets are safeguarded and protected against loss from unauthorized use or disposition and that transaction are authorized, recorded and reported correctly. The company has effective system in place for achieving efficiency in operations, optimum and effective utilization of resources, monitoring thereof and compliance with applicable laws. The Company has also appointed Internal Auditor to check the Internal Control System and their adequacy.

DISCLOSURE OF ACCOUNTING TREATMENT

The Company has followed all the treatments in the Financial Statements as per the prescribed Accounting Standards

FINANCIAL PERFORMANCE :

During the year under review, Financial performance from Operation activities are as follow:

(Rs in lakhs.)

Particulars	2021-22	2020 - 2021
Total Revenue	7633.28	8329.77
Profit (Loss) before tax	393.57	466.19
Less: Tax Expenses		
Current Tax	123.22	139.58
Pre vious Year Tax	--	19.61
Deferred Tax	18.29	16.34
Profit (Loss) After tax	**288.65**	**290.66**
Earning Per Equity Share	**2.60**	**2.61**

SEGMENT– WISE PERFORMANCE:

The Company has identified its business segment as Primary Reportable Segment. There are no other Primary Reportable Segment and as such Segment wise reporting is not given.

Parin Furniture Limited

MATERIAL DEVELOPMENTS IN HUMAN RESOURCES / INDUSTRIAL RELATIONS FRONT, INCLUDING NUMBER OF PEOPLE EMPLOYED

Human resource are valuable asset of our business and the relationship with the staff and workers continued to be cordial during the entire year. The Directors wish to place on record their appreciation of the valuable work done and co- operation extended by them at all levels. Further, the Company is taking necessary steps to recruit the required personnel from time to time.

Company has framed requisite policies through which Healthy environment remains amongst the Employees and help us improve quality of life of our employees. Employees are given freedom to share their views to the Management. We are committed to fair employment practices and freedom of expression, supported by a strong, Company wide value system. During the year there was no instance of Strike, Lock out or another issues related to Human Resources.

DETAILS OF SIGNIFICANT CHANGES IN KEY FINANCIAL RATIOS:

In following Ratios there are significant changes in Key Financial Ratios in comparison to Previous year:

Sr. No.	Type of Financial Ratios	2021-22	2020-21	Explanations
1	Debtor Turnover Ratio (In Days)	217.00	143.00	Due to Covid-19 pendemic, country's economy facing downside and trying to recover from losses so do industries. Therefore Debt or Turnover ratio is upper as compared to Last year which shows that recovery is lower.
2	Inventory Turnover Ratio (Month)	4.9	4.00	Inventory turnover ratio increases due to movement in inventory.
3	Interest Coverage Ratio	2.48	2.64	Interest coverage ratio higher as compared to last year which shows that the ability of the company has increased slightly to pay the interest on its outstanding debt and company's earnings sufficient to enable it to pay the interest expense.
4	Current Ratio	2.25	2.16	Current ratio is higher as compared to last year which shows that liquidity of the company increased slightly
5	Debt Equity Ratio	1.03	0.94	Debt Equity Ratio increase slightly due to borrowing during the year but the financial structure is sound.

DETAILS OF ANY CHANGE IN RETURN ON NET WORTH AS COMPARED TO THE IMMEDIATELY PREVIOUS FINANCIAL YEAR ALONG WITH A DETAILED EXPLANATION THEREOF:

The Net Worth of the Company has increased to Rs. 45,41,52,010 / - in comparison to previous year of Rs. 42,52,87,412/-. There is increase In Net worth of the Company due to accumulation of profit/surplus.

CAUTIONARY STATEMENT:

Statement in this Management Discussion and Analysis Report, describing the Company's objectives, estimates and expectations may constitute 'Forward Looking Statements' within the meaning of applicable laws or Regulations. Actual results might differ materially from those either expressed or implied.

For and on Behalf of
Parin Furniture Limited

Sd/-
Umesh Dhirajlal Nandani

Chairman & Managing Director

(DIN:00039757)

Date: 23rd June, 2022

Place:Rajkot

ANNEXURE V

Form No. MR-3
SECRETARIAL AUDIT REPORT
FOR THE FINANCIAL YEAR ENDED ON 31ST MARCH, 2022
[Pursuant to section 204(1) of the Companies Act, 2013 and rule No.9 of the Companies (Appointment and Remuneration Personnel) Rules, 2014]

To,
The Members,
PARIN FURNITURE LIMITED
(CIN: L36101GJ2006PLC049074)
Plot No. 6, Revenue Survey No. 149,
National Highway, At Vavdi Gondal Road,
Rajkot 360004

We have conducted the Secretarial Audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by PARIN FURNITURE LIMITED (hereinafter called the Company). Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/ statutory compliances and expressing our opinion thereon.

Based on our verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, We hereby report that in our opinion, the Company has, during the audit period covering the financial year ended on 31st March, 2022,has generally complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

We have examined the books, papers, minute books, forms and returns filed and other records maintained by PARIN FURNITURE LIMITED ("the Company") for the financial year ended on 31st March, 2022, according to the provisions of:

(i) The Companies Act, 2013 (the Act) and the rules made thereunder and further amendments thereto and as per applicability to the company;

(ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA'), Securities Contracts (Regulation) Amendment Act, 2007 and the rules made thereunder;

(iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;

(iv) Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment, transfer and transmission of shares;

(v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):-

(a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011 and amendments thereto;

(b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015 and amendments thereto;

(c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018; **Not Applicable** during the Audit period.

(d) The Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014; The Securities and Exchange Board of India (Share Based Employee Benefits and Sweat Equity) Regulations,2021; **Not Applicable** during the Audit period.

(e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008 and The Securities and Exchange Board of India (Issue and Listing of Non-Convertible Securities) Regulations, 2021; **Not Applicable** during the Audit period.

(f) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client. **Not applicable** during the Audit period.

(g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009 The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2021; **Not Applicable** during the Audit period and

(h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 2018; **Not Applicable** during the Audit

period.

We have also examined compliance with the applicable clauses of the following:

(i) Secretarial Standards issued by The Institute of Company Secretaries of India with respect to board and general meetings.

(ii) The Listing Agreement entered into Company with National Stock Exchange of India Limited and the Company is listed on NSE SME Emerge and thereby Provisions of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and amendments thereto is applicable to the extent applicable to SME Listed Company.

During the period under review, the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc. mentioned above.

We further report that

The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. During the period under review, appointment of KMP i.e. appointment of Company Secretary and Compliance officer of the Company is made in due compliance with the provision of the Act. In Furtherance, one of the E-form CHG 1 related to Modification of charge was filed with additional fees.

Adequate notice was given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent in advance and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.

All decisions at Board Meetings and Committee Meetings have been carried out unanimously as recorded in the minutes of the meetings of the Board of Directors or Committees of the Board, as the case may be. There were no dissenting views on any matter.

We further report that based on review of compliance mechanism established by the Company and on the basis of the Management representation letter, we are of the opinion that the management has adequate systems and processes commensurate with its size and operations, to monitor and ensure compliance with all applicable laws, rules, regulations and guidelines.

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For: K. P. Rachchh & Co.
Company Secretaries

Place : Rajkot
Date : 23rd June, 2022

Kalpesh P. Rachchh
Proprietor
FCS No. : 5156
C P No.: 3974
UDIN: F005156D000524609
Peer Review Cer. No.:737/2020

ANNEXURE TO SECRETARIAL AUDIT REPORT

To,
The Members,
PARIN FURNITURE LIMITED
(CIN: L36101GJ2006PLC049074)
Plot No. 6, Revenue Survey No. 149,
National Highway, At Vavdi Gondal Road,
Rajkot 360004

Our report of even date is to be read along with this letter.

1. Maintenance of Secretarial record is the responsibility of the management of the Company. Our responsibility is to express as opinion on these secretarial records based on our audit.

2. We have followed the audit practices and process as were appropriate to obtain reasonable assurance about the correctness of the contents of the Secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records.

   We believe that the processes and practices, we followed provide a reasonable basis for our opinion.

3. We have not verified the correctness and appropriateness of financial records and Books of Accounts of the Company.

4. Where ever required, we have obtained the Management representation about the compliance of laws, rules and regulations and happening of events etc.

5. The compliance of the provisions of Corporate and other applicable laws, Rules, Regulations, standards is the responsibility of management. Our examination was limited to the verification of procedures on test basis.

6. The Secretarial Audit report is neither an assurance as to the future viability of the Company nor of the efficacy or effectiveness with which the management has conducted the affairs of the Company.

For: K. P. Rachchh & Co.
Company Secretaries

Place : Rajkot
Date : 23rd June, 2022

Kalpesh P. Rachchh
Proprietor
FCS No. : 5156
C P No.: 3974
UDIN: F005156D000524609
Peer Review Cer. No.:737/2020

Parin Furniture Limited

FORM AOC-I

(Pursuant to first proviso to sub-section (3) of section 129 read with rule 5 of Companies (Accounts) Rules, 2014)

Statement Containing Salient features of the financial statement of Subsidiaries/Associate Companies/Joint Ventures

Part "A": Subsidiaries

(Rs in lakhs)

SR. NO.	NAME OF SUBSIDIARY	PEARL FURNITURE PRIVATE LIMITED
1	The date since when subsidiary was acquired	01/ 06/ 2017
2	Reporting period for the subsidiary concerned, if different from the holding Company's reporting period	Same Reporting period
3	Reporting Currency and Exchange Rate as on the last date of the relevant Financial year in the case of foreign subsidiaries	Reporting Currency - Indian Rupee Exchange Rate- N.A.
4	Share Capital	Authorized Capital –Rs. 200.00 Paid up Capital- Rs. 193.00
5	Reserves & Surplus	935.12
6	Total Assets	3362.36
7	Total Liabilities	2234.25
8	Investments	NIL
9	Turnover	3255.70
10	Profit before taxation	192.86
11	Provision for taxation (includes current tax, Deferred tax, Excess/Short provision relating to earlier years)	67.44
12	Profit after taxation	125.42
13	Proposed Dividend	NIL
14	% of Shareholding	98.45%

1. Names of Subsidiaries which are yet to commence operations: N.A.
2. Names of Subsidiaries which have been liquidated or sold during the year.: N.A.

For and on Behalf of
Parin Furniture Limited

Sd/-
Umesh Dhirajlal Nandani

Chairman & Managing Director

(DIN:00039757)

Date: 23rd June, 2022
Place:Rajkot

Parin Furniture Limited

INDEPENDENT AUDITOR'S REPORT

Financial Year : 2021-22

INDEPENDENT AUDITOR'S REPORT

To the Members of
PARIN FURNITURE LIMITED.

Report on the Audit of the Financial Statements

Opinion
We have audited the accompanying standalone financial statements of PARIN FURNITURE LIMITED, which comprise the Balance Sheet as at 31st March 2022, the Statement of Profit and Loss, the Cash Flow Statement for the year then ended and 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 ("the Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31 March 2022, profit and its cash flows 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 Act. Our responsibilities under those SAs are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our opinion on the financial statements.

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

The Company's management and Board of Directors are responsible for the preparation of 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 standalone financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the standalone financial statements, our responsibility is to read the other information identified above when it becomes available 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.

When we read the annual report, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance and take necessary actions, as applicable under the relevant laws and regulations.

Management's Responsibility for the 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 Financial Statements that give a true and fair view of the financial position, financial performance, (changes in equity) and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the accounting Standards specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Financial 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 Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the Financial Statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the

aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these Financial Statements.

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

• Identify and assess the risks of material misstatement of the 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 with reference to standalone financial statements 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 auditors' 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 auditors' 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,2020 ("the Order"), issued by the Central Government of India in term of sub-section (11) of section 143 of the Act, we enclose in the "Annexure A" statement on the matters specified in the paragraphs 3 and 4 of the said Order, to the extent applicable.

2. (A) 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 appears from our examination of those books.

c) The Balance Sheet, the 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 Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.

e) On the basis of written representations received from the directors as on **31st March, 2022**, taken on record by the Board of Directors, none of the directors is disqualified as on **31st March, 2022**, from being appointed as a director in terms of Section 164(2) of the Act.

f) With respect to the adequacy of the internal financial controls with reference to standalone financial statements of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B".

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

(a) The Company has disclosed the impact of pending litigations as at 31 March 2022 on its financial position in its standalone financial statements.

(b) The Company did not have any long term contracts including derivative contracts for Which there were any material foreseeable losses.

(c) There has been no delay in transferring amounts, required to be transferred, to the Investor Education and protection Fund by the Company during the year ended **March 31, 2022**.

Parin Furniture Limited

(d) Omitted

(e) (i) The Management has represented that, to the best of its knowledge and belief, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other persons or entities, including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever ("Ultimate Beneficiaries") by or on behalf of the Company or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

(ii) The Management has represented that, to the best of its knowledge and belief, no funds have been received by the Company from any persons or entities, including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever ("Ultimate Beneficiaries") by or on behalf of the Funding Parties or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

(iii) Based on the audit procedures performed that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e) contain any material mis-statement.

(f) No dividend has been declared or paid during the year hence compliance with section 123 of the Companies Act, 2013 is not applicable.

For Bhavin Associates

Chartered Accountants

Firm Registration No.:101383W

Sd/-
Bhavin P. Bhansali

Partner

Membership No.: 043796

Firm Registration No.: 101383W

Date: 28th April 2022

Place:Rajkot

UDIN: 22043796ALGXSG5381

"ANNEXURE A" TO THE AUDITORS' REPORT

The Annexure referred to in our report to the members of PARIN FURNITURE LIMITED for the year ended 31st March, 2022.
(Referred to in paragraph 1 under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)

With reference to the Annexure A referred to in the Independent Auditors' Report to the members of the Company on the standalone financial statements for the year ended 31 March 2022, we report the following:

(i) (a) (A) The Company has maintained proper records showing full particulars, including quantitative details and situation of property, plant and equipment.

(B) The Company has maintained proper records showing full particulars of intangible assets.

(b) All property, plant and equipment have been physically verified by the management annually 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) The company does not have any immovable property properties (other than properties where the company is the lessee and the lease agreements are duly executed in favor of the lessee). Accordingly, clause 3 (i)(c) of the Order is not applicable to the company.

(d) The company has not revalued its property, plant and equipment (including right of use assets) or intangible assets during the year ended March 31, 2022.

(e) No proceedings have been initiated during the year or are pending against the company as at March 31, 2022 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 and the rules made there under.

(ii) (a) The inventories were physically verified by the management during the year at reasonable intervals. In our opinion and according to the information and explanations given to us, the coverage and procedure of such verification by the management is appropriate having regard to the size of the company and the nature of its operations. No discrepancies of 10% or more in aggregate of each class of inventories were noticed on such physical verification of inventories when compared with the books of accounts.

(b) The company has been sanctioned working capital limit in excess of five crore rupees in aggregate from banks/financial institutions on the basis of the security of the current assets of the company. The quarterly returns/statements filed by the company with such banks/ financial institutions are in agreement with the books of accounts of the company.

(iii) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not made any investments in or provided security to companies, firms, limited liability partnerships or any other parties during the year. The Company has provided guarantees, granted loans and advances in the nature of loans during the year to companies details of which are stated below. The Company has not provided guarantees or granted loans or advances in the nature of loans during the year to firms or limited liability partnerships.

a) The company has provided guarantee, during the year as under:

Particulars	**Guarantees (Rs. In Lakhs)**
Aggregate amount during the year - Subsidiary*	791.767

*As per the Companies Act, 2013

b) The investments made, guarantee provided, security given and the terms and conditions of grant of all loans and advances in the nature of loans and guarantees provided are, in our opinion, prima-facie, not prejudicial to the company's interest.

c) In respect of loans and advances in the nature of loans, the schedule of repayment of principal and payment of interest has been stipulated and the repayments or receipts of principal and interest have been regular as per stipulation.

d) There is no amount overdue fore more than ninety days in respect of the aforesaid loans.

e)There is no loan given falling due during the year, which has been renewed or extended or fresh loans granted to settle the over dues of existing loans given to same party.

f)The company has not granted any loans or advances in the nature of loans either repayable on demand or without specifying any terms pr period of repayment hence clause 3(iii)(f) of the Order is not applicable.

(iv)The company has complied with the provisions of section 185 and 186 of the Companies Act, 2013 in respect of loans granted, investments made and guarantee or securities provided as applicable.

(v)The company has complied with the provisions of sections 73 to 76 or any other relevant provisions of the Companies Act 2013 and the Companies (Acceptance of deposits) Rules 2014, as amended, with regard to deposits accepted.

(vi)The maintenance of the cost records has not been specified for the activities of the company by the Central Government u/s 148(1) of the Companies Act, 2013. Hence reporting under clause 3(vi) of the Order is not applicable.

(vii) (a)The company is generally regular in depositing undisputed statutory dues including Goods and Service Tax, provident fund, employees' state insurance, income-tax, duty of customs cess and any other statutory dues applicable to the company with the appropriate authorities. The provisions relating to sales-tax, service tax, duty of excise, value added tax are not applicable to the company. According to the information and explanations given to us, no undisputed amounts payable in respect of these statutory dues were pending at the end of the year for a period of more than six months from the date they became payable.

(b) There is no statutory dues referred in foregoing paragraph vii) a), which have not been deposited on account of any dispute.

Parin Furniture Limited

(viii)There were no transactions relating to previously unrecorded income that were surrendered or Disclosed as income in the tax assessments under the Income Tax Act, 1961 (43 of 1961) during the year. Hence clause 3(viii) of the Order is not applicable to the company.

(ix) (a) The company has not defaulted in repayment of loans and borrowings or in the payment of Interest thereon to any lender during the year.

(b)The company has not been is a declared willful defaulter by any bank or financial institution or government or government authority.

(c) In our opinion and According to the information and explanations given to us, the company has utilized the money obtained by way of term loans during the year for the purposes for which they were obtained.

(d)According to the information and explanations given to us and the procedures performed by us, and on an overall examination of the financial statements of the company, we report that no funds raised on short term basis have been used for long term purposes by the company.

(e) According to the information and explanations given to us and an overall examination of the financial statements of the company, we report that the company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, associates or joint ventures (as defined under the Companies Act 2013) during the year ended March 31, 2022. Hence Clause 3(ix) (e) of the Order is not applicable

(f) According to the information and explanations given to us and procedures performed by us, we report that the company has not raised loans during the year on the pledge of securities held in its subsidiary, associates or joint venture (as defined under the Companies Act 2013) Hence clause 3(ix) (f) of the Order is not applicable.

(x) (a) The Company has not raised money by way of initial public offer or further public offer (including debt instruments) during the year hence the clause 3(x)(a) of the Order is not applicable.

(b) According to the information and explanations given to us and on the basis of our examination of the records of the company, the Company has not made any preferential allotment or private placement of shares or convertible debentures (fully, partially or optionally convertible) during the year hence the clause 3(x)(b) of the Order is not applicable.

(xi) (a) No fraud by the company or no fraud on the Company has been noticed or reported during the Year.

(b) During the year, no report under sub-section (12) of section 143 of the Act has been filed by secretarial auditor or by us in Form ADT – 4 as prescribed under Rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government.

(c) The establishment of whistle blower mechanism is not applicable to the company hence reporting under clause 3(xi)(c) is not applicable to the company.

(xii) The Company is not a Nidhi Company as per the provisions of the Act. Accordingly the requirement To report on clause 3(xii) of the Order is not applicable to the Company.

(xiii) All transactions with the related parties are in compliance with sections 177 and 188 of Companies Act where applicable and the details have been disclosed in the Financial Statements etc., as required by the applicable accounting standards.
(xiv) (a) In our opinion and based on our examination, the company has an internal audit system
Commensurate with the size and nature of its business.

(b)We have considered the internal audit report of the company issued till date for the period under audit.

(xv) In our opinion and according to the information and explanations given to us, the Company has notentered into any non-cash transactions with its directors or persons connected to its directors and hence, provisions of Section 192 of the Companies Act, 2013 are not applicable to the Company.

(xvi)(a) The Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, clause 3(xvi)(a) of the Order is not applicable.

(b) The Company is not engaged in any Non-Banking Financial or Housing Finance activities. Accordingly, the requirement to report on clause 3 (xvi)(b) of the Order is not applicable to the Company.

(c)The Company is not engaged in any Non-Banking Financial or Housing Finance activities. Accordingly, the requirement to report on clause 3 (xvi)(c) of the Order is not applicable to the Company.

(d) There is no group company /Core Investment Company. Accordingly, the requirement to report on clause 3(xvi) of the Order is not applicable to the Company.

(xvii) The Company has not incurred cash losses in the current year and preceding financial year.

(xviii) There has been no resignation of the statutory auditors during the year and accordingly, Requirement to report on Clause 3(xviii) of the Order is not applicable to the Company.

(xix) On the basis of the financial ratios disclosed in notes to the Standalone Financial Statements, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying Financial Statements, our knowledge of the Board of Directors' and management's plans and based on our examination

Parin Furniture Limited

of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we
neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.

(xx) Since the provisions of Section 135 of the Companies Act, 2013 with regard to corporate social Responsibility are not applicable to the company hence clause 3(xx) of the Order is not applicable.

For Bhavin Associates

Chartered Accountants

Firm Registration No.:101383W

Sd/-
Bhavin P. Bhansali

Partner

Membership No.: 043796

Firm Registration No.: 101383W

Date: 28th April 2022

Place:Rajkot

UDIN: 22043796ALGXSG5381

Parin Furniture Limited

"ANNEXURE B" TO THE AUDITOR'S REPORT
of Even Date on the Standalone Financial Statements of PARIN FURNITURE LIMITED, RAJKOT

Report on the internal financial controls with reference to the aforesaid standalone financial statements under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013

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

We have audited the internal financial controls over financial reporting of **PARIN FURNITURE LIMITED** ("the Company") as of 31st March, 2022 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

Opinion

We have audited the internal financial controls with reference to standalone financial statements of PARIN FURNITURE LIMITED ("the Company") as of 31 March 2022 in conjunction with our audit of the standalone financial statements of the Company as at and for the year ended on that date.

In our opinion, the Company has, in all material respects, adequate internal financial controls with reference to standalone financial statements and such internal financial controls were operating effectively as at 31 March 2022, based on the internal financial controls with reference to standalone 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 (the "Guidance Note").

Management's Responsibility for Internal Financial Controls

The Company's management and the Board of Directors are responsible for establishing and maintaining internal financial controls based on the criteria established by the Company considering the essential components of internal control stated in the Guidance Note. 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 the 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 Act.

Auditor's Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls with reference to standalone financial statements based on our audit. We conducted our audit in accordance with the Guidance Note and the Standards on Auditing, prescribed under section 143(10) of the Act, to the extent applicable to an audit of internal financial controls with reference to standalone financial statements. 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 standalone financial statements were established and maintained and whether 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 with reference to standalone financial statements and their operating effectiveness. Our audit of internal financial controls with reference to standalone financial statements included obtaining an understanding of such internal financial controls, 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 standalone 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 with reference to standalone financial statements.

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 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 authorizations of management and directors of the company; and

(3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Parin Furniture Limited

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.

For Bhavin Associates

Chartered Accountants

Firm Registration No.:101383W

Sd/-
Bhavin P. Bhansali

Partner

Membership No.: 043796

Firm Registration No.: 101383W

Date: 28th April 2022

Place:Rajkot

UDIN: 22043796ALGXSG5381

Parin Furniture Limited

PARIN FURNITURE LIMITED
Balance Sheet as at 31st March, 2022

(Rs. In Lacs)

				NOTE NO.	YEAR AS AT 31/03/2022	YEAR AS AT 31/03/2021
	PARTICULARS					
I.	EQUITY AND LIABILITIES					
1	Shareholders' funds					
	(a)	Share capital		1	1111.80	1111.80
	(b)	Reserves and surplus		2	3429.72	3141.07
2	Non-current liabilities					
	(a)	Long-term borrowings		3	1087.62	850.15
	(b)	Long-term provisions		4	30.49	30.36
	(c)	Other Long Term Liability		5	2.07	0.27
3	Current liabilities					
	(a)	Short-term borrowings		6	1696.00	1785.43
	(b)	Trade payables		7	1331.61	965.46
	(c)	Other current liabilities		8	397.87	197.51
	(d)	Short-term provisions		9	139.24	154.10
			TOTAL		9226.43	8236.17
II.	ASSETS					
	Non-current assets					
1	(a)	Fixed assets				
		(i)	Property, Plant & Equipment	10	560.80	643.99
		(ii)	Intangible assets	10	5.00	5.00
	(b)	Non-current investments		11	405.58	405.58
	(c)	Deferred Tax Assets (Net)		12	18.80	0.51
	(d)	Long-term loans and advances		13	160.99	383.53
	(e)	Other non-current assets		14	61.54	108.82
2	Current assets					
	(a)	Inventories		15	3043.21	2830.46
	(b)	Trade receivables		16	4482.02	3245.73
	(c)	Cash and cash equivalents		17	213.54	314.79
	(d)	Short-term loans and advances		18	257.45	297.76
	(e)	Other current assets		19	17.49	0.00
			TOTAL		9226.43	8236.17

The accompanying notes form an integral part of the standalone financial statements dated 28th April, 2022 at RAJKOT

FOR & BEHALF OF Board of Directors of

PARIN FURNITURE LIMITED

Sd/- Sd/-

Umesh D.Nandani **Parin U.Nandani**

(CMD) DIN: 00039757 **(WTD): DIN: 02343309**

Sd/- Sd/-

AS PER OUR REPORT ON EVENDATE

M/S. BHAVIN ASSOCIATES
CHARTERED ACCOUNTANTS

Firm Registration No.:101383W

Sd/-

Bhavin P.Bhansali

Alpa Jogi	**Binika Chudasama**	**Partner**
(CFO)	**(CS)- MEBERSHIP NO: 39841**	**Mem. No.043796**
		UDIN : 22043796ALGXSG5381

Parin Furniture Limited

PARIN FURNITURE LIMITED
Profit and loss for the year ended 31.03.2022

(Rs. In Lacs)

	PARTICULARS	REFER NOTE NO.	YEARLY ENDED 31/03/2022	YEARLY ENDED 31/03/2021
I.	Revenue from operations	21	7539.91	8277.56
II.	Other income	22	93.36	52.21
III.	**Total Revenue (I + II)**		7633.28	8329.77
IV.	Expenses:			
	Cost of Material & Components Consumed	23	1917.86	482.20
	Purchases of Stock-in-Trade		2739.25	5142.48
	Changes in inventories of finished goods work-in-progress and Stock-in-Trade	24	179.11	33.52
	Manufacturing Expenses	25	207.58	316.57
	Employee Benefit Expenses	26	759.74	505.66
	Finance costs	27	266.28	283.62
	Depreciation and amortization expense	10	156.00	106.22
	Amortization of Expenses			
	Other expenses	28	1013.87	993.30
	Total expenses		7239.70	7863.57
V.	**Profit before prior period, exceptional and extraordinary items and tax (III-IV)**		393.57	466.19
VI.	**Prior period items**			
	Depreciatoin of earlier year	10	0.00	0.00
	Gratuity Provision of earlier year		0.00	0.00
	Profit Before Exeptional Items		393.57	466.19
VII.	**Profit before tax**		393.57	466.19
	Tax expense:			
VIII.	(1) Current year tax		123.22	139.58
	(2) Previous year tax		0.00	19.61
	(3) Deferred tax		-18.29	16.34
IX	**Profit (Loss) for the period (VII + VIII)**		288.65	290.66
X	Earnings per equity share:			
	(1) Basic EPS/Adjusted Basic EPS		2.60	2.61
	(2) Diluted EPS/Adjusted Diluted EPS		2.60	2.61

The accompanying notes form an integral part of the standalone financial statements.Dated 28th April, 2022, At Rajkot.

FOR & BEHALF OF Board of Directors of

PARIN FURNITURE LIMITED

AS PER OUR REPORT ON EVENDATE

M/S. BHAVIN ASSOCIATES
CHARTERED ACCOUNTANTS

Firm Registration No.:101383W

Sd/- Sd/-

Umesh D.Nandani	**Parin U.Nandani**	Sd/-
(CMD) DIN: 00039757	**(WTD): DIN: 02343309**	**Bhavin P.Bhansali**
		Partner
Sd/-	Sd/-	**Mem. No.043796**
Alpa Jogi	**Binika Chudasama**	**UDIN :** 22043796ALGXSG5381
(CFO)	**(CS)- MEBERSHIP NO: 39841**	

PARIN FURNITURE LIMITED

Cash flow statement for the year ended 31st March, 2022 (Rs. In lacs)

	31.03.2022	31.03.2021
Cash flow from operating activities		
Net profit before tax and extraordinary items	**393.57**	**466.19**
Adjustment for		
Depreciation & Amortisation	156.00	106.22
Finance Cost	266.28	283.62
Interest Receipt/Non operating receipt	-10.51	-22.83
IPO Expense		
Transfer to Defferred IPO Expense		
Operating profit before working capital changes	**805.35**	**833.21**
Adjustment for		
Movements in working capital :		
(Increase)/Decrease in Sundry Debtors	-1236.29	-225.13
(Increase)/decrease In Inventories	-212.75	-282.44
(increase)/Decrease in Short Term Loans & Advances & other assets	54.20	-21.25
(increase)/Decrease in Other Non Current Assets	47.28	19.54
(increase)/Decrease in Other Current Assets	-17.49	
(increase)/Decrease in Long Term Loans & Advances	116.81	-123.45
(increase)/Decrease in Deposit With Customers	105.72	-57.65
Increase/(Decrease) in Trade Payables	366.14	233.23
Increase/(Decrease) in Current Liablity	200.36	70.50
(Increase)/Decrease Short Term Provision	-1.18	4.68
(Increase)/Decrease Long Term Provision	0.13	-6.07
Increase/(Decrease) in Other Non-Current Liablity	1.80	0.27
IPO Proceeds by way of Issue of Equity Share Capital		
(For Working Capital & General Corporate Operational Activities)		
Cash generated from/(used in) operation	**230.08**	**445.43**
Income Tax (Paid)/Refund	-150.79	-156.83
Net cash flow from/(used in) operating activities (A)	**79.29**	**288.59**
Cash flow from investing activities		
Interest receipt/other non-operative received	10.51	22.83
(Purchased) Fixed Assets (Net)	-72.81	-593.53
Net cash flow from/(used in) investing activities (B)	**-62.30**	**-570.70**
Cash flow from financing activities		
Proceed from Share issue		
Share Issue Expense		
Finance Cost	-266.28	-283.62
Proceed/Repay from Long Term Loan	237.47	132.64
Proceed/Repay from Short Term Loan	-89.43	399.84
Net cash flow from/(used in) financing activities (C)	**-118.24**	**248.86**

Net increase/(decrease) in cash & cash equivalents(A+B+C)	-101.25	-33.24
Cash and cash equivalents at the beginning of the year	314.79	348.03
Cash and cash equivalents at the end of the year	**213.54**	**314.79**
Components of cash and cash equivalents		
Cash on hand	16.34	31.72
In Earmarked / Deposit Accounts	191.21	277.86
In current Account with Banks	5.98	5.21
Total cash and cash equivalents	**213.54**	**314.79**

Notes: The above Cash Flow Statement has been prepared under the "Indirect Method" as set out in the Accounting Standard - 3 on "Cash Flow Statement" issued by ICAI.

Figures of Cash & Cash equivalents have been taken from Note 17 as per our report of event date

FOR & BEHALF OF Board of Directors of

PARIN FURNITURE LIMITED

AS PER OUR REPORT ON EVENDATE

M/S. BHAVIN ASSOCIATES
CHARTERED ACCOUNTANTS

Firm Registration No.:101383W

Sd/-

Umesh D.Nandani

(CMD) DIN: 00039757

Sd/-

Parin U.Nandani

(WTD): DIN: 02343309

Sd/-

Bhavin P.Bhansali

Partner

Mem. No.043796

UDIN : 22043796ALGXSG5381

Sd/-

Alpa Jogi

(CFO)

Sd/-

Binika Chudasama

(CS)- MEBERSHIP NO: 39841

NOTE 1

Share Capital **(RS. in lacs)**

Share Capital	**Year as at 31/03/2022**	**Year as at 31/03/2021**
	Amount	**Amount**
Authorised	-	-
1,25,00,000 Equity Shares of Rs.10 each	1250.00	1250.00
(Previous year 1,25,00,000 Equity Share of Rs. 10 each)		
Issued		
1,11,18,000 Equity Shares of Rs.10 each	1111.80	1111.80
(Previous year 1,11,18,000 Equity Share of Rs. 10 each)		
Subscribed & Paid up	-	-
1,11,18,000 Equity Shares of Rs.10 each	1111.80	1111.80
(Previous year 1,11,18,000 Equity Share of Rs. 10 each)		
Total	**1111.80**	**1111.80**

Parin Furniture Limited

NOTE 1 A

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

Particulars	31/03/2022		31/03/2021	
	Number	Amount	Number	Amount
A) EQUUITY S HARES				
Shares outstanding at the beginning of the year	1,11,18,000	11,11,80,000	1,11,18,000	11,11,80,000
Shares Issued during the year	-	-	-	-
Shares issued on conversion	-	-	-	-
Right shares issued	-	-	-	-
Bonus Shares issued	-	-	-	
Shares bought back during the year	-	-	-	-
Shares outstanding at the end of the year	1,11,18,000	11,11,80,000	1,11,18,000	11,11,80,000

NOTE 1 B

Shares in the company held by each shareholder holding more than 5% shares specifying thenumber of shares held.

Share Holder Name	As on 31.03.2022 Number of Share	% of Holding	As on 31.03.2021 Number of Share	% of Holding
DARSHIL U. NANDANI	1343600	12.08%	1343600	12.08%
DEVEN D. NANDANI	2687200	24.17%	2687200	24.17%
P.P. FURNITURE PVT LTD.	1400000	12.59%	1400000	12.59%
PARINBHAI U. NANDANI	1342280	12.07%	1342280	12.07%
UMESHKUMAR D. NANDANI	913120	8.21%	913120	8.21%
HEMANG BADIANI	708000	6.37%	708000	6.37%

NOTE 1 C

Details of Shares issued other than Cash, Bonus and shares bought back **(RS. in lacs)**

Particular	No. of shares	
Equity Shares:	**2021- 22**	**2020 - 21**
Fully paid up pursuant to contract (s) without payment being received in cash	-	-
Fully Paid up by way of bonus shares	-	-
Share bough Back	-	-

NOTE 2 **(RS. in lacs)**

Reserves & Surplus	Year as at 31/03/2022	Year as at 31/03/2021
	Amount	Amount
a. Capital Reserves		-
b. Capital Redemption Reserve		-
c. Securities Premium Account		
Opening Balance	2091.58	2091.58
Closing Balance	**2091.58**	**2091.58**

d. Debenture Redemption Reserve		-
e. Revaluation Reserve		-
f. Share Options Outstanding Account		-
Reserves		-
h. Surplus		
Opening balance	1049.50	758.84
(+) Net Profit/(Net Loss) For the current year	288.65	290.66
(+) Transfer from Reserves		
(-) Utilized for Bonus Issue		
(-) Interim Dividends		
(-) Transfer to Reserves		
Closing Balance	**1338.15**	**1049.50**
Total	**3429.72**	**3141.07**

Note 3 **(RS. in lacs)**

Long Term Borrowings	**Year as at 31/03/2022**	**Year as at 31/03/2021**
	Amount	**Amount**
Secured		
(a) Bonds/debentures		
(b) Term loans		
1. IDFC First Bank -9.65% Terms of Repayment :- Repayable within 15 yrs from Balance Sheet date Security Details: - Secured by equitable mortgage of residential property and commercial property of Relative of Director	316.88	347.09
2. ICICI BANK LTD. TERM LOAN - 8.85% Terms of Repayment :- Repayable within 84 equal monthly installment from Balance Sheet date Security Details: - Secured by equitable mortgage of residential property and commercial property of Relative of Director	166.37	204.36
3. GECL WC LOAN - HDFC - 8.25% Terms of Repayment :- Repayable within 48 months from Balance Sheet date Security Details: - Secured by equitable mortgage of residential property and commercial property of Relative of Director	106.59	184.31
Unsecured		
(a) Loans and advances from Director	497.79	114.39
Total	**1087.62**	**850.15**

Parin Furniture Limited

NOTE 4 **(RS. in lacs)**

Long-term provisions	Year as at 31/03/2022	Year as at 31/03/2021
	Amount	Amount
Provision for Employee Benefits-Gratuity	30.49	30.36
Total	**30.49**	**30.36**

NOTE 5

Other Long Term Liability	Year as at 31/03/2022	Year as at 31/03/2021
	Amount	Amount
Security Deposit	2.07	0.27
Total	**2.07**	**0.27**

NOTE 6

Short Term Borrowings	Year as at 31/03/2022	Year as at 31/03/2021
	Amount	Amount
(1) Cash Credit		
a) HDFC Bank Rate of Interest :- 8.40% Terms of Repayment :- Repayable on Demand Security details : Secured Registered Equitable mortgage of Showroom Premises in the name of Director and also secured By Stock & Book Debts and guaranteed by Directors	1437.39	1386.56
b) ICICI Bank Rate of Interest :- 8.85 % Terms of Repayment :- Repayable on Demand Security details : Secured Registered Equitable mortgage of Residential Property of Director and lien on fixed deposit and also secured By Stock & Book Debts and guaranteed by Directors	151.67	243.39
c) PWD MOBILIZATION ADVANCE Rate of Interest :- 10% Terms of Repayment :- Repayable on Demand	106.94	155.48
	1696.00	**1785.43**
Total	**1696.00**	**1785.43**

Parin Furniture Limited

NOTE 7

(RS. in lac)

Trade Payable	Year as at 31/03/2022	Year as at 31/03/2021
	Amount	Amount
(a) Due to Micro & Small Enterprise	38.72	16.42
(b) Dues to other than Micro & Small -Goods	1292.89	949.04
Total	**1331.61**	**965.46**

NOTE 8

Other Current Liabilities *	Year as at 31/03/2022	Year as at 31/03/2021
	Amount	Amount
(a) Current maturities of long-term debt		
(a) (1)Term loans :ICICI Term Loan repayable within 12 months	0.00	0.00
(a) (2)Term loans :Capital First repayable within 12 months	0.00	0.00
(a) (3)Term loans : Daimler Financial Services Pvt. Ltd.	0.00	0.00
(a) (4)Term loans : GECL WC LOAN - HDFC	77.72	54.24
(a) (5)Term loans : ICICI BANK LTD. TERM LOAN	37.99	37.99
(a) (6)Term loans : IDFC First Bank Ltd.	17.19	3.31
(b) Advances received from customers	54.45	27.83
(c) Other payables (As per annexure)	210.52	74.14
Total	**397.87**	**197.51**

NOTE 9

Short Term Provisions	Year as at 31/03/2022	Year as at 31/03/2021
	Amount	Amount
(a) Gratuity Provision Payable with in one year	0.96	1.21
(b) Others	138.28	152.89
Total	**139.24**	**154.10**

Parin Furniture Limited

NOTE 10 **(RS. in lac)**

	Fixed Assets	Gross Block					Accumulated Depreciation						Net Block	
		As at 31st March 2021	Additions/ (Disposals)	Acquired through business combinations	Revaluations/ (Impairments)	As at 31st March 2022	As at 31st March 2021	Depreciation charge for the year	Depreciation related Prior years	Adjustment due to revaluations	On disposals	As at 31st March 2022	As at 31st March, 2022	As at 31 March 2021
		Amount (Rs.)	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)		Amount (Rs.)	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)
a	**Property, Plant & Equipments**													
	Plant & Machinary	525.96	116.24	0.00	0.00	642.19	91.08	96.18		0.00	0.00	187.26	454.93	434.88
	Air conditioner	48.47	-2.32	0.00	0.00	46.15	40.79	1.36		0.00	0.00	42.15	4.00	7.67
	Furniture and Fixtures	225.75	-0.42	0.00	0.00	225.33	128.38	25.19		0.00	0.00	153.57	71.76	97.37
	Vehicles	320.69	-44.22	0.00	0.00	276.48	241.45	22.40		0.00	0.00	263.86	12.62	79.24
	Office equipment	50.80	1.63	0.00	0.00	52.43	31.93	8.52		0.00	0.00	40.46	11.97	18.86
	Others-Computer Hardware & Softwares	61.19	1.89	0.00	0.00	63.08	55.22	2.34		0.00	0.00	57.57	5.51	5.97
							0.00					0.00		
	Total	1232.85	72.81	0.00	0.00	1305.67	588.86	156.00	0.00	0.00	0.00	744.87	560.80	643.99
b	**Intangible Assets**	5.00	0.00	0.00	0.00	5.00	0.00	0.00		0.00	0.00	0.00	5.00	5.00
	Total	5.00	0.00	0.00	0.00		0.00	0.00	0.00	0.00	0.00	0.00	5.00	5.00
c	**Capital Work In Progress**													
	Total	0.00	0.00	0.00	0.00	0.00	0.00	0.00		0.00	0.00	0.00	0.00	

c	**Intangible assets under Development**													
	Grand Total	1237.85	72.81	0.00	0.00	1305.67	588.86	156.00	0.00	0.00	0.00	744.87	565.80	648.99
	Previous year	644.33	593.53	0.00	0.00	1232.85	482.64	106.22	0.00	0.00	0.00	588.86	648.99	161.69

NOTE 11 **(RS. in lac)**

B.		**Details of Other Investments**														
Sr. No.	**Name of the Body Corporate**	**Subsidiary / Associate / JV/ Controlled Entity / Others**	**No. of Shares / Units**			**Quoted/ Unquoted**	**Partly Paid/ Fully paid**		**Extent of Holding (%)**			**Amount (`)**			**Whether stated at Cost Yes / No**	**If Answer to Column (9) is 'No'- Basis of Valuation**
			As at 31 March 2022	**As at 31 March 2021**	**As at 31 March 2020**	**As at 31 March 2022**			**As at 31 March 2022**	**As at 31 March 2021**	**As at 31 March 2020**	**As at 31 March 2022**	**As at 31 March 2021**	**As at 31 March 2020**		
(1)	**(2)**	**(3)**			**(4)**	**(5)**	**(6)**	**(7)**	**(8)**	**(9)**	**(10)**	**(11)**	**(12)**	**(13)**	**(14)**	**(15)**
(a)	Investment in Equity Instruments	Subsidiary	19.00	19.00	19.00	0	Unquoted	Fully paid	0.98	0.98	0.98	405.58	405.5	405.58	Yes	
						Total						**405.58**	**405.58**	**405.58**		

Parin Furniture Limited

NOTE 12 **(RS. in lac)**

Deferred tax Assets (Net)	Year as at 31/03/2022	Year as at 31/03/2021
	Amount	Amount
(a) Timing Difference Depreciation:		
Closing WDV as per Income Tax	630.59	676.60
Closing WDV as Companies Act	565.80	648.99
Timing Difference	64.79	27.61
Deferred tax Assets @ 27.82% (FY. 2020-21) @ 25.17%(FY 19-20) @ 27.82%(F.Y.18-19) @33.063% (F.Y.17-18)	**18.02**	**7.68**
(b) Timing Difference on Gratuity Provision		
Deferred tax Assets @ 27.82% (FY. 2020-21)@ 25.17%(FY19-20) @ 27.82%(F.Y.18-19) @33.063% (F.Y.17-18)	31.45	31.57
	8.75	**8.78**
(b) Timing Difference on IPO Expense	-28.67	57.35
Deferred tax Assets @ 27.82% (FY. 2020-21) @ 25.17%(FY19-20)@ 27.82%(F.Y. 18-19) @33.063% (F.Y.17-18)	**-7.98**	**-15.95**
Total	**18.80**	**0.51**

NOTE 13

Long Term Loans and Advances	Year as at 31/03/2022	Year as at 31/03/2021
	Amount	Amount
a. Capital Advances	-	-
b. Security Deposits Unsecured, considered good	160.99	383.83
	160.99	383.53
c. Loans and advances to related parties	-	
d. Other loans and advances	-	
Total	**160.99**	**383.53**

NOTE 14

Other Non Current Assets	Year as at 31/03/2022	Year as at 31/03/2021
	Amount	Amount
IPO Expense	28.67	57.35
Interest Receivable on Fixed Deposit	32.87	51.47
Total	**61.54**	**108.82**

Parin Furniture Limited

NOTE 15 **(Rs in lacs)**

Inventories	Year as at 31/03/2022	Year as at 31/03/2021
	Amount	Amount
a. Stock-in-trade Raw Material	707.83	315.96
b. Stock-in-trade Finished Goods	2335.38	2514.50
Grand Total	**3043.21**	**2830.46**

NOTE 16

Trade Receivables	Year as at 31/03/2022	Year as at 31/03/2021
	Amount	Amount
Trade receivables outstanding for a period less than six months, Unsecured considered good	2790.43	2471.17
Trade receivables outstanding for a period exceeding six months Unsecured considered good	1691.59	774.56
Total	**4482.02**	**3245.73**

NOTE 17

Cash and cash equivalents	Year as at 31/03/2022	Year as at 31/03/2021
	Amount	Amount
a. Balances with banks	5.98	5.21
b. Fixed deposits with Bank	191.21	277.86
c. Cash on hand*	16.34	31.72
Total	**213.54**	**314.79**

NOTE 18

Short-term loans and advances	Year as at 31/03/2022	Year as at 31/03/2021
	Amount	Amount
a (1) Advance payment to Creditors for Goods	28.18	50.24
a (2) Advance payment to Creditors for Expense	16.11	49.31
	44.29	99.55
b. GST adjustment	2.63	0.55
c. Others		
Custom Duty Refundable	-	-
Prepaid Expenses	20.07	31.37
Advance Income Tax	43.54	48.54
Other Receivable	20.03	9.81
Tds & Tcs Receivable	53.64	34.75
Cst Refund	1.67	1.67
Professional Tax Refund	0.15	0.15
Vat Receivable/Refundable	6.01	5.79
Loans & Advances To Staff	65.42	65.58
	213.16	198.22
Total	**257.45**	**297.76**

Parin Furniture Limited

NOTE 19

(Rs in lacs)

Other Current Assets	Year as at 31/03/2022	Year as at 31/03/2021
	Amount	Amount
Subsidy Reimbursement	17.49	-
	17.49	**-**

NOTE 20

Contingent liabilities and commitments (to the extent not provided for)	Year as at 31/03/2022	Year as at 31/03/2021
	Amount	Amount
(i) Contingent Liabilities		
(1)The appeal lying with Deputy Commissioner of Sales Tax, VAT Department, Maharashtra for demand for the FY 2012-13 (tax paid of 13,900)	-	-
(2)Performance Bank Guarantee issued against Work Order Received	649.22	924.94
(3)The appeal lying with commissioner of income tax (tax paid of Rs. 30000/- for AY 2012-13, Rs.145040/- for AY 2013-14, Rs. 14,28,840/- for AY 2014-15, Rs. 750388/- For AY 2015-16)	107.14	107.14
(4)Corporate Bank Guarantee issued pearl furniture private limited (Subsidiary)	791.77	833.93
(ii) Commitments		
	1548.13	**1866.00**

NOTE 21

Particulars	Yearly Ended 31/03/2022	Yearly Ended 31/03/2021
	Amount (Rs.)	Amount (Rs.)
Sale of furniture products	7539.91	8277.56
Total	**7539.91**	**8277.56**

NOTE 22

Other Income	Yearly Ended 31/03/2022	Yearly Ended 31/03/2021
	Amount (Rs.)	Amount (Rs.)
Interest Income	10.51	22.83
Short/ Excess provision	18.49	0.65
Written Back	0.00	22.66
Profit on Sales of Assets, Exchange Gain/ Loss, Other Misc Income	64.36	6.07
Total	**93.36**	**52.21**

Parin Furniture Limited

NOTE 23 **(Rs in lacs)**

Cost of Material & Components Consumed	Yearly Ended 31/03/2022	Yearly Ended 31/03/2021
	Amount (Rs.)	Amount (Rs.)
Opening Stock	315.96	
Add : Purchases	2309.72	798.16
Closing Stock	707.83	315.96
Total	**1917.86**	**482.20**

NOTE 24

Changes in Inventory of F.G., WIP, & Stock in Trade	Yearly Ended 31/03/2022	Yearly Ended 31/03/2021
	Amount (Rs.)	Amount (Rs.)
Opening Stock	2514.50	2548.02
Closing Stock	2335.38	2514.50
Total	**179.11**	**33.52**

NOTE 25

Manufacturing Expenses	Yearly Ended 31/03/2022	Yearly Ended 31/03/2021
	Amount (Rs.)	Amount (Rs.)
Biliyala Factory Rent	76.50	76.50
Factory Electric Consumption	33.59	10.67
Factory Expenses	4.42	10.16
Job Work Expenses	22.15	0.81
Royalty Expense	0.00	180.00
Freight Inward Expenses	32.61	37.73
Rent on Plant & Machinery	23.95	0.00
Tools Maintanance Expenses	1.39	0.00
Loading Unloading Expenses	9.10	
Repairing Expenses Machinery	3.85	0.71
Total	**207.58**	**316.57**

NOTE 26

Parin Furniture Limited

(Rs in lacs)

Employee Benefits Expense	Yearly Ended 31/03/2022	Yearly Ended 31/03/2021
	Amount (Rs.)	Amount (Rs.)
(a) Salaries and incentives	627.46	421.65
(b) Salaries and incentives (To Directors)	72.00	60.00
(c) Contributions to -		
(i) Provident fund/ Labour welfare fund (ii) Superannuation scheme	19.59	12.06
(d) Gratuity fund contributions	0.00	-6.96
overseas employees	0.00	0.00
(ESOP) and Employee Stock Purchase Plan (ESPP)	0.00	0.00
(g) Staff welfare expenses	40.69	18.91
Total	**759.74**	**505.66**

NOTE 27

Finance costs	Yearly Ended 31/03/2022	Yearly Ended 31/03/2021
	Amount (Rs.)	Amount (Rs.)
Interest expense	239.28	249.42
Other borrowing costs	25.71	30.23
Other	1.29	3.97
Total	**266.28**	**283.62**

NOTE 28

SR No	Other expenses	Yearly Ended 31/03/2022	Yearly Ended 31/03/2021
		Amount (Rs.)	Amount (Rs.)
1	Consumption of Stores & Spares	-	-
2	Power & Fuel	14.46	22.00
3	Repairs to building	0.99	0.40
4	Insurance	22.55	28.42
5	Rates & taxes	0.03	0.75
6	Legal & Professional Fees	80.52	52.83
7	Office Maintenance	5.82	6.42
8	Telephone & Internet Charges	4.46	6.03
9	Travelling Expense	68.91	33.29
10	Business Promotion	44.30	42.65
11	Rent	138.71	154.97
12	Project Expenses	438.47	440.11
13	Selling Expense	68.38	93.02
14	Freight Inward Expense	0.00	0.00
15	Other expenses(as per annexure)	122.48	109.53
	Total	**1010.07**	**990.42**

Parin Furniture Limited

(Rs in lacs)

SR No	Audit fees	Yearly Ended 31/03/2022	Yearly Ended 31/03/2021
		Amount (Rs.)	Amount (Rs.)
1	Payments to the auditor as a. auditor,	3.80	2.88
	Total	**3.80**	**2.88**

PARIN FURNITURE LIMITED CIN :L36101GJ2006PLC049074

SIGNIFICANT ACCOUNTING POLICIES

(a) Basis of Preparation of Financial Statements

The financial statements are prepared in accordance with India Generally Accepted Accounting Principles (GAAP) under the historical cost convention on the accrual basis except for certain financial instruments which area measured at fair values. GAAP comprises mandatory accounting standards as prescribed under section 133 of the Companies Act,2013(„Act") read with Rule 7 of the Companies (Accounts) Rules,2014, the provisions of the Act (to the extent notified) and guidelines issued by the Securities and Exchange Board of India (SEBI). Accounting policies have been consistently applied except where a newly issued accounting standard is initially adopted or a revision to an existing standard requires a change in the accounting policy hit herto in use.

(b) Use of Estimates

The preparation of the financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported balances of assets and liabilities and disclosures relating to contingent liabilities as at the date of the financial statements and reported amounts of income and expenses during the period. Examples of such estimates include computation of percentage of completion which requires the Company to estimate the efforts or costs expended to date as a proportion of the total efforts or costs to be expended, provisions for doubtful debts, future obligations under employee retirement benefit plans, income taxes, post-sales customer support and the useful lives of fixed tangible assets and intangible assets.

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

(c) Revenue Recognition

Revenue on sale of products is recognized when the products are delivered to customers, all significant contractual obligations have been satisfied and the collection of the resulting receivable is reasonably expected. Sales & Purchases are stated net of trade discount, returns and taxes collected.

(d) Provisions and contingent liabilities

A provision is recognized, if, as a result of a past event, the Company has a present legal obligation that can be estimated reliably, and it is probable that an outflow of economic benefits will be required to settle the obligation. Provisions are determined by the best estimate of the outflow of economic benefits required to settle the obligation at the reporting date.

(e) Fixed Assets & Depreciation thereon

i) Fixed assets are stated at cost of acquisition as reduced by accumulated depreciation. The cost of assets includes other direct/indirect and incidental cost incurred to bring them into their present location.

ii) Pursuant to the enactment of Companies Act 2013,the company has applied the estimated useful lives as specified in Schedule II,

(f) Retirement benefits to employees

- Gratuity

The company provides for gratuity, a defined benefit retirement plan covering eligible employees. The gratuity plan provides a lump-sum payment to vested employees at retirement, death, incapacitation or termination of employment of an amount bas ed on the respective employee's s alary and tenure of employment with the company.

Parin Furniture Limited

- Provident Fund

Eligible employees receive benefits from a provident fund, which is a defined benefit plan. Both the employee and the company make monthly contributions to the provident fund plan equal to a specified percentage of the covered employee's salary.

(g) Inventories

Inventories of Traded Goods are stated at cost or net realizable value, whichever is lower. Cost comprises all cost of purchase and other costs which are being incurred in bringing the inventories to their present location and condition.

(h) Provision for Current Tax & Deferred Tax

Provision for income tax is made on the basis of estimated taxable income for the year at current rates. Tax expenses comprises of Current Tax, and Deferred Tax at applicable enacted or substantively enacted rates. Current Tax represents the amount of Income Tax payable/recoverable in respect of the taxable income/ loss for the reporting period. Deferred Tax represents the effect of timing difference between taxable income and accounting income for the reporting period that originates in one period and are capable of reversal in one or more subsequent periods. The Deferred Tax asset is recognized and carry forward to the extent that there is a reasonable certainty that the assets will be realize in future. However, where there is unabsorbed depreciation or carry forward loss under taxation laws, deferred tax assets are recognized only if there is a virtual certainty of realization of assets.

(i) Investments

Company's Investments are Non-Current Investments in nature being Investment in Subsidiary Company. Non-Current Investments are stated at cost. A provision for diminution in the value of Investments is made for each investment individually if such decline is other than temporary.

(j) Current Assets, Loans and Advances &Liabilities

In the opinion of the Board of Directors, the Current Assets, Loans and Advances and Current Liabilities are approximately stated if realized in the ordinary course of business. As no confirmatory letters were submitted from Debtors and Creditors, their balances are reflected in the Balance Sheet as appearing in the books. The provisions for all other liabilities is adequate and not in excess of the amount reasonably necessary.

(k) Regrouping of Previous Year figures

The previous year`s figures have been reworked, regrouped, rearranged and reclassified wherever necessary. Amount and other disclosures for the preceding year are included as an integral part of the current year financial statements and are to be read in relation of the amounts and other disclosures relating to the current year

NOTES ON ACCOUNTS AND OTHER DISCLOSURES :

(a) Earning Per Share:

Basic earning per share is calculated by dividing net profit for the period attributed to equity shareholders [after deducting tax expenses] by total number of equity shares outstanding at the end of year.

Particulars	As on 31.3.22	As on 31.3.21
Net Profit after tax	2,88,64,597	29,066,274
Average No. of Equity Shares Outstanding	1,11,18,000	1,11,18,000
EPS	2.60	2.61

(b) Contingent Liabilities:

Contingent Liabilities represents claims against the company not acknowledged as debts includes,
a) Bank Guarantee issued in HDFC Bank is of Rs.3,62,22,590 and in ICICI Bank is of Rs. 2,86,99,728
b) IT Outstanding demand are as follows : (Rs in lacs)

Sr. No.	Assessment Year	Demand Amount	Amount Paid	Outstanding Amount
1	2012-13	14.46	0.30	14.16
2	2013-14	7.25	1.45	5.80
3	2014-15	71.44	14.29	57.15
4	2015-16	37.51	7.50	30.01
	TOTAL	130.68	23.54	107.14

Parin Furniture Limited

(c) Due to Micro and Small Enterprises:

We have sent letter to our creditors and from some creditors received confirmation of micro and small enterprises status. Company have bifurcated creditors into micro and small enterprises as per data received from creditors.

(d) Payment to Auditors:

Statutory Audit Fees :50,000/-

(e) Related Party Disclosures

(1) Related parties & their relationship

i) Subsidiary/Entities significantly influenced by Directors and / or Relative of Directors

- Poonam Furniture
- Paradise Furniture
- Pearl Furniture Pvt. Ltd. (Subsidiary w.e.f. 1st June,2017)
- Parin Motors
- Prince Furniture
- Deven Impex

ii) Key Managerial Personnel

- Umesh D Nandani –Managing Director
- Parin U Nandani -Director
- Deven D Nandani -Director
- Alpa V Jogi - Chief Financial Officer
- Binika Chudasama -Company Secretary

(2) Transactions with related parties (Rs. in lakhs)

Particulars	Subsidiary/ Entities significantly influenced by Directors and or Relative of Directors	Key Managerial Personnel & their relatives	Total
Expenses paid	23.95	138.60	162.55
Purchase of Goods (Including Tax)	3314.65	-	3314.65
Remuneration	-	82.64	82.64
Revenue/Sales (Including Tax)	197.34	-	197.34
Loan Taken	-	1334.03	1334.03
Loan Repaid	-	950.19	950.19

(3) Balances with Related Parties as at 31st March, 2022 (Rs. In lacs)

Particulars	Subsidiary/ Entities significantly influenced by Directors and or Relative of Directors	Key Managerial Personnel & their relatives	Total
Trade Receivables, Loans & Advances, Advances to suppliers of Goods	116.93	-	116.93
Trade Payables for Goods , Expenses	798.90	-	798.90
Investment	405.58	-	405.58
Unsecured Loan	-	498.22	498.22

Parin Furniture Limited

(4) Disclosure of material transactions/balances with related parties (Rs. in lacs)

Particulars	Nature of Transaction	FY 2021-22	FY 2020-21
Investment - Pearl Furniture Pvt. Ltd	Share Purchase	405.58	405.58
Revenue: (Basic Value)	Nature of Transaction		
Poonam Furniture	Sales of Goods	1.17	0.08
Parin Motors	Sales of Goods	105.77	7.22
Prince Furniture	Sales of Goods	-	0.11
Paradise Furniture	Sales of Goods	90.4	9.41
Deven Nandani	Sales of Goods	-	0.21
Parin U Nandani	Sales of Goods	-	0.4
Expense Paid:			
Deven D Nandani	Rent	87.6	68.75
Deven D. Nandani	Interest on Unsecured Loan	-	15.05
Umesh D. Nandani	Interest on Unsecured Loan	-	8.09
Neha U. Nandani	Rent	51	38.25
Pearl Furniture Pvt Ltd	Rent on Plant & Machinery	23.95	-
Remuneration:			
Umesh D Nandani (Director)	Salary	36	36
Parin U. Nandani	Salary	36	36
AlpaJogi (CFO)	Salary	8.5	8.26
Kishor Kikani (CS)	Salary	-	1.88
Binika Chudasama (CS)	Salary	2.14	-
Purchase of Goods: (Basic Value)			
Poonam Furniture	Purchase	21.8	6.22
Paradise Furniture	Purchase	56.33	126.43
Prince Furniture	Purchase	-	-
Pearl Furniture Pvt. Ltd.	Purchase	3236.52	4438.49
Unsecured Loan:			
Umesh D. Nandani	Loan Taken	680.7	234.48
Deven D. Nandani	Loan Taken	653.33	153.28
Umesh D. Nandani	Loan Repaid	760.53	149.86
Deven D. Nandani	Loan Repaid	189.66	398.73

Parin Furniture Limited

(f) We have sent letter to our creditors and from some creditors received confirmation of micro and small enterprise status. Company have bifurcated creditors into micro and small enterprise as per data received from creditors.

(g) The foreign Exchange earnings NIL and out go during the year is $ 3,255 equivalent to Rs. 2,48,798.20 The previous year's figures have been regrouped / reclassified, wherever necessary to confirm to the current year presentation

FOR & BEHALF OF Board of Directors of
PARINFURNITURELIMITED

Sd/-
Umesh D.Nandani
(CMD) DIN: 00039757

Sd/-
Parin U.Nandani
(WTD): DIN: 02343309

Sd/-
Alpa Jogi
(CFO)

Sd/-
Binika Chudasama
(CS)- MEBERSHIP NO: 39841

AS PER OUR REPORT ON EVENDATE
M/S. BHAVIN ASSOCIATES
CHARTERED ACCOUNTANTS
Firm Registration No.:101383W

Sd/-
Bhavin P.Bhansali
Partner
Mem. No.043796
UDIN : 22043796ALGXSG5381

Parin Furniture Limited

INDEPENDENT AUDITOR'S REPORT
Financial Year : 2021-22

INDEPENDENT AUDITOR'S REPORT

To,

The Members of PARIN FURNITURE LIMITED, RAJKOT

Report on the Consolidated Financial Statements

We have audited the accompanying consolidated financial statements of PARIN FURNITURE LIMITED, which comprise the Balance Sheet as at 31st March 2022, the Statement of Profit and Loss, the Cash Flow Statement for the year then ended and 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 consolidated 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 principles generally accepted in India, of the state of affairs of the Company as at 31 March 2022, profit and its cash flows 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 Act. Our responsibilities under those SAs are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules there under, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our opinion on the financial statements.

Key Audit Matters

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

There are no Key Audit Matters observed by us during audit of the consolidated financial statements of the current period.

Information Other than the Financial Statements and Auditor's Report thereon

The Company's management and Board of Directors are responsible for the preparation of 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 consolidated financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the consolidated financial statements, our responsibility is to read the other information identified above when it becomes available 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.

When we read the annual report, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance and take necessary actions, as applicable under the relevant laws and regulations.

Management's Responsibility for the Consolidated Financial Statements

The Company's Board of Directors is responsible for the matters in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these consolidated financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards (AS) specified under Section 133 of the Act. This responsibility also

includes the maintenance of adequate accounting records in accordance with the provision of the Act for safeguarding of the assets of the Company and for preventing and detecting the 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 control, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the consolidated financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the consolidated 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 intend to liquidate the Company or to cease operations, or have no realistic alternative but to do so.

The Board of Directors are also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' 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 consolidated 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 consolidated 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 with reference to consolidated financial statements 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 auditors' report to the related disclosures in the consolidated 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 auditors' 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 consolidated financial statements, including the disclosures, and whether the consolidated 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,2020 ("the Order"), issued by the Central Government of India in term of sub-section (11) of section 143 of the Act, we enclose in the "Annexure A" statement on the matters specified in the paragraphs 3 and 4 of the said Order, to the extent applicable.

2. (A) 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 appears from our examination of those books.

Parin Furniture Limited

c) The Balance Sheet, the 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 Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.

e) On the basis of written representations received from the directors as on 31st March, 2022, taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2022, from being appointed as a director in terms of Section 164(2) of the Act.

f) With respect to the adequacy of the internal financial controls with reference to consolidated financial statements of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B".

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

a) The Company has disclosed the impact of pending litigations as at 31 March 2022 on its Financial position in its consolidated financial statements.

b) The Company did not have any long term contracts including derivative contracts for Which there were any material foreseeable losses.

c) There has been no delay in transferring amounts, required to be transferred, to the Investor Education and protection Fund by the Company during the year ended March 31, 2022.

d) Omitted

e) (i) The Management has represented that, to the best of its knowledge and belief, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other persons or entities, including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever ("Ultimate Beneficiaries") by or on behalf of the Company or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

(ii) The Management has represented that, to the best of its knowledge and belief, no funds have been received by the Company from any persons or entities, including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever ("Ultimate Beneficiaries") by or on behalf of the Funding Parties or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

(iii) Based on the audit procedures performed that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e) contain any material mis-statement.

f) No dividend has been declared or paid during the year hence compliance with section 123 of the Companies Act, 2013 is not applicable.

For Bhavin Associates
Chartered Accountants
Firm Registration No.:101383W

Sd/-
Bhavin P. Bhansali
Partner
Membership No.: 043796
Firm Registration No.: 101383W

Date: 28th April, 2022
Place:Rajkot
UDIN: 22043796ALGXWB7826

Parin Furniture Limited

ANNEXURE "A" TO THE AUDITOR'S REPORT

(Referred to in paragraph 1 under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)

With reference to the Annexure A referred to in the Independent Auditors' Report to the members of the Company on the consolidated financial statements for the year ended 31 March 2022, we report the following:

(i) (a) (A) The Company has maintained proper records showing full particulars, including quantitative details and situation of property, plant and equipment.

(B) The Company has maintained proper records showing full particulars of intangible assets.

(b) All property, plant and equipment have been physically verified by the management annually 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) The company does not have any immovable property properties (other than properties where the company is the lessee and the lease agreements are duly executed in favor of the lessee). Accordingly, clause 3 (i)(c) of the Order is not applicable to the company.

(d) The company has not revalued its property, plant and equipment (including right of use assets) or intangible assets during the year ended March 31, 2022.

(e) No proceedings have been initiated during the year or are pending against the company as at March 31, 2022 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 and the rules made there under.

(ii)(a) The inventories were physically verified by the management during the year at reasonable intervals. In our opinion and according to the information and explanations given to us, the coverage and procedure of such verification by the management is appropriate having regard to the size of the company and the nature of its operations. No discrepancies of 10% or more in aggregate of each class of inventories were noticed on such physical verification of inventories when compared with the books of accounts.

(b) The company has been sanctioned working capital limit in excess of five crore rupees in aggregate from banks/financial institutions on the basis of the security of the current assets of the company. The quarterly returns/statements filed by the company with such banks/ financial institutions are in agreement with the books of accounts of the company.

(iii) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not made any investments in or provided security to companies, firms, limited liability partnerships or any other parties during the year. The Company has provided guarantees, granted loans and advances in the nature of loans during the year to companies details of which are stated below. The Company has not provided guarantees or granted loans or advances in the nature of loans during the year to firms or limited liability partnerships.

b) The company has provided guarantee, during the year as under:

Particulars	Guarantees (Rs. In Lakhs)
Aggregate amount during the year - Subsidiary*	791.767

*As per the Companies Act, 2013

b) The investments made, guarantee provided, security given and the terms and conditions of grant of all loans and advances in the nature of loans and guarantees provided are, in our opinion, prima-facie, not prejudicial to the company's interest.

c) In respect of loans and advances in the nature of loans, the schedule of repayment of principal and payment of interest has been stipulated and the repayments or receipts of principal and interest have been regular as per stipulation.

d) There is no amount overdue fore more than ninety days in respect of the aforesaid loans.

e) There is no loan given falling due during the year, which has been renewed or extended or fresh loans granted to settle the over dues of existing loans given to same party.

f) The company has not granted any loans or advances in the nature of loans either repayable on demand or without specifying any terms pr period of repayment hence clause 3(iii)(f) of the Order is not applicable.

(iv)The company has complied with the provisions of section 185 and 186 of the Companies Act, 2013 in respect of loans granted, investments made and guarantee or securities provided as applicable.

(v) The company has complied with the provisions of sections 73 to 76 or any other relevant provisions of the Companies Act 2013 and the Companies (Acceptance of deposits) Rules 2014, as amended, with regard to deposits accepted.

(vi)The maintenance of the cost records has not been specified for the activities of the company by the Central Government u/s 148(1) of the Companies Act, 2013. Hence reporting under clause 3(vi) of the Order is not applicable.

(vii)(a)The company is generally regular in depositing undisputed statutory dues including Goods and Service Tax, provident fund, employees' state insurance, income-tax, duty of customs cess and any other statutory dues applicable to the company with the appropriate authorities. The provisions relating to sales-tax, service tax, duty of excise, value added tax are not applicable to the company. According to the information and explanations given to us, no undisputed amounts payable in respect of these statutory dues were pending at the end of the year for a period of more than six months from the date they became payable.

(b) There is no statutory dues referred in foregoing paragraph vii) a), which have not been deposited on account of any dispute.

(viii)There were no transactions relating to previously unrecorded income that were surrendered or disclosed as income in the tax assessments under the Income Tax Act, 1961 (43 of 1961) during the year. Hence clause 3(viii) of the Order is not applicable to the company.

(ix) (a) The company has not defaulted in repayment of loans and borrowings or in the payment of interest thereon to any lender during the year.

(b)The company has not been is a declared willful defaulter by any bank or financial institution or government or government authority.

(c) In our opinion and According to the information and explanations given to us, the company has utilized the money obtained by way of term loans during the year for the purposes for which they were obtained.

(d)According to the information and explanations given to us and the procedures performed by us, and on an overall examination of the financial statements of the company, we report that no funds raised on short term basis have been used for long term purposes by the company.

e) According to the information and explanations given to us and an overall examination of the financial statements of the company, we report that the company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, associates or joint ventures (as defined under the Companies Act 2013) during the year ended March 31, 2022. Hence clause 3(ix) (e) of the Order is not applicable

f) According to the information and explanations given to us and procedures performed by us, we report that the company has not raised loans during the year on the pledge of securities held in its subsidiary, associates or joint venture (as defined under the Companies Act 2013) Hence clause 3(ix) (f) of the Order is not applicable.

(x) (a) The Company has not raised money by way of initial public offer or further public offer (including debt instruments) during the year hence the clause 3(x)(a) of the Order is not applicable.

(b) According to the information and explanations given to us and on the basis of our examination of the records of the company, the Company has not made any preferential allotment or private placement of shares or convertible debentures (fully, partially or optionally convertible) during the year hence the clause 3(x)(b) of the Order is not applicable.

(xi) (a) No fraud by the company or no fraud on the Company has been noticed or reported during the year.

(b) During the year, no report under sub-section (12) of section 143 of the Act has been filed by secretarial auditor or by us in Form ADT – 4 as prescribed under Rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government.

(c) The establishment of whistle blower mechanism is not applicable to the company hence reporting under clause 3(xi)(c) is not applicable to the company.

(xii) The Company is not a Nidhi Company as per the provisions of the Act. Accordingly the requirement to report on clause 3(xii) of the Order is not applicable to the Company.

(xiii) All transactions with the related parties are in compliance with sections 177 and 188 of Companies Act where applicable and the details have been disclosed in the Financial Statements etc., as required by the applicable accounting standards.

(xiv) (a) In our opinion and based on our examination, the company has an internal audit system commensurate with the size and nature of its business.

(b)We have considered the internal audit report of the company issued till date for the period under audit.
OR
(xv) In our opinion and according to the information and explanations given to us, the Company has not entered into any non-cash transactions with its directors or persons connected to its directors and hence, provisions of Section 192 of the Companies Act, 2013 are not applicable to the Company.

Parin Furniture Limited

(xvi)(a) The Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, clause 3(xvi)(a) of the Order is not applicable.

(b) The Company is not engaged in any Non-Banking Financial or Housing Finance activities. Accordingly, the requirement to report on clause 3 (xvi)(b) of the Order is not applicable to the Company.

(c)The Company is not engaged in any Non-Banking Financial or Housing Finance activities. Accordingly, the requirement to report on clause 3 (xvi)(c) of the Order is not applicable to the Company.

(d) There is no group company /Core Investment Company. Accordingly, the requirement to report on clause 3(xvi) of the Order is not applicable to the Company.

(xvii) The Company has not incurred cash losses in the current year and preceding financial year.

(xviii) There has been no resignation of the statutory auditors during the year and accordingly, Requirement to report on Clause 3(xviii) of the Order is not applicable to the Company.

(xix) On the basis of the financial ratios disclosed in notes to the Consolidated Financial Statements, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying Financial Statements, our knowledge of the Board of Directors' and management's plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.

(xx) Since the provisions of Section 135 of the Companies Act, 2013 with regard to corporate social responsibility are not applicable to the company hence clause 3(xx) of the Order is not applicable

For Bhavin Associates
Chartered Accountants
Firm Registration No.:101383W

Sd/-
Bhavi n P. Bhansali
Partner
Membership No.: 043796
Firm Registration No.: 101383W

Date: 28th April, 2022
Place:Rajkot
UDIN : 22043796ALGXWB7826

Parin Furniture Limited

ANNEXURE "B" TO THE INDEPENDENT AUDITOR'S REPORTof Even Date on the Consolidated Financial Statements of PARIN FURNITURE LIMITED

Report on the internal financial controls with reference to the aforesaid consolidated financial statements under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013

(Referred to in paragraph 2(A)(f) under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)
We have audited the internal financial controls over financial reporting of **PARIN FURNITURE LIMITED** ("the Company") as of 31st March, 2022 in conjunction with our audit of the consolidated financial statements of the Company for the year ended on that date.

Opinion

We have audited the internal financial controls with reference to consolidated financial statements of **PARIN FURNITURE LIMITED** ("the Company") as of 31 March 2022 in conjunction with our audit of the consolidated financial statements of the Company as at and for the year ended on that date.

In our opinion, the Company has, in all material respects, adequate internal financial controls with reference to consolidated financial statements and such internal financial controls were operating effectively as at **31 March 2022**, based on the internal financial controls with reference to consolidated 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 (the "Guidance Note").

Management's Responsibility for Internal Financial Controls

The Company's management and the Board of Directors are responsible for establishing and maintaining internal financial controls based on the criteria established by the Company considering the essential components of internal control stated in the Guidance Note. 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 the 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 Act.

Auditor's Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls with reference to consolidated financial statements based on our audit. We conducted our audit in accordance with the Guidance Note and the Standards on Auditing, prescribed under section 143(10) of the Act, to the extent applicable to an audit of internal financial controls with reference to consolidated financial statements. 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 consolidated financial statements were established and maintained and whether 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 with reference to consolidated financial statements and their operating effectiveness. Our audit of internal financial controls with reference to consolidated financial statements included obtaining an understanding of such internal financial controls, 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 consolidated 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 with reference to consolidated financial statements.

Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial controls with reference to consolidated financial statements is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of consolidated financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial controls with reference to consolidated financial statements include 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;

Parin Furniture Limited

(2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of consolidated 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 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 consolidated 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.

For Bhavin Associates
Chartered Accountants
Firm Registration No.:101383W

Sd/-
Bhavin P. Bhansali
Partner
Membership No.: 043796
Firm Registration No.: 101383W

Date: 28th April, 2022
Place: Rajkot
UDIN : 22043796ALGXWB7826

Parin Furniture Limited

PARIN FURNITURE LIMITED
Consolidated Balance Sheet as at 31st March 2022

(Rs in Lacs)

			Note No.	As At 31.03.2022	As At 31.03.2021
I.	EQUITY AND LIABILITIES				
1	Shareholders' funds				
	(a)	Share capital	1	1,111.80	1,111.80
	(b)	Reserves and surplus	2	4,134.77	3,722.65
	(c)	Minority Interest	3	17.49	15.54
2	Non-current liabilities				
	(a)	Long-term borrowings	4	1,409.05	1,317.08
	(b)	Deferred tax liabilities (Net)	12	48.91	65.56
	(c)	Long-term provisions	5	38.55	40.70
	(d)	Other Loag Term Liability	6	2,06,974	2.07
3	Current liabilities				
	(a)	Short-term borrowings	7	2,239.81	2,328.69
	(b)	Trade payables	8	1,643.22	1,223.95
	(c)	Other current liabilities	9	551.20	356.01
	(d)	Short-term provisions	10	194.54	221.39
		TOTAL		11,391.41	10,403.62
II.	ASSETS				
	Non-current assets				
1	(a)	Fixed assets			
		(i) Property, Plant & Equipment	11	1,103.87	1,245.71
		(ii) Intangible assets	11	5.16	5.91
	(b)	Non-current investments		-	-
	(d)	Long-term loans and advances	13	175.33	175.33
	(e)	Other non-current assets	14	61.54	61.54
2	Current assets				
	(a)	Current investments		-	-
	(b)	Inventories	15	4,912.83	4,684.07
	(c)	Trade receivables	16	4,536.19	3,268.26
	(d)	Cash and cash equivalents	17	250.58	337.05
	(e)	Short-term loans and advances	18	321.09	330.37
	(f)	Other current assets	19	24.81	23.93
		TOTAL		11,391.41	10,403.62

The accompanying notes form an integral part of the consolidated financial statements dated 28th April, 2022,at RAJKOT

FOR & BEHALF OF Board of Directors of PARINFURNITURELIMITED

Sd/-
Umesh D.Nandani
(CMD): 00039757

Sd/-
Parin U.Nandani
(WTD): 02343309

AS PER OUR REPORT ON EVENDATE
M/S. BHAVIN ASSOCIATES
CHARTEREDACCOUNTANTS
Firm Registration No.:101383W

Sd/-
Bhavin P.Bhansali
Partner

Sd/-	Sd/-	**Mem. No.043796**
AlpaJogi	**Binika Chudasama**	**UDIN : 22043796ALGXWB7826**
(CFO)	**(CS)**	

Parin Furniture Limited

PARIN FURNITURE LIMITED
Consolidated Profit and loss statement for the year ended 31.03.2022

(Rs in lacs)

	Particulars	Note No.	For the year 31.03.2022	For the year 31.03.2021
I.	Revenue from operations	21	7,621.51	8,390.65
II.	Other income	22	156.34	55.06
III.	**Total Revenue (I + II)**		7,777.85	8,445.71
IV.	Expenses:			
	Cost of materials consumed	23	3,705.82	3,459.71
	Purchases of Stock-in-Trade		335.31	782.33
	Changes in inventories of finished goods work-in-progress and Stock-in-Trade	24	183.02	493.27
	Manufacturing Expenses	25	304.75	479.50
	Employee benefits expense	26	1,032.16	924.87
	Finance costs	27	362.37	381.35
	Depreciation and amortization expense	11	199.52	155.65
	Other expenses	28	1,068.45	1,057.89
	Total expenses		7,191.41	7,734.58
V.	**Profit before prior period, exceptional and extraordinary items and tax (III-IV)**		586.44	711.13
VI.	**Prior period items**		-	-
	Depreciatoin of earlier year		-	-
	Gratuity Provision of earlier year		-	-
VII.	**Profit before exceptional and extraordinary items and tax (III-IV) (V- VI-VII)**		586.44	711.13
VIII.	**Extraordinary Items**		-	-
iX.	**Profit Before Tax**		586.44	711.13
iX.	**Tax expense:**			
	(1) Current year tax		174.82	201.95
	(2) Previous year tax		14.19	25.48
	(3) Deferred tax		-16.64	18.44
X	**Profit (Loss) for the period (VIII- IX) before Minority Interest**		414.07	465.26
XI	**Minority Interest**		1.94	2.71
XII.	**Profit (Loss) for the period (X - XI)**		**412.12**	**462.56**
XIII.	**Earnings per equity share:**			
	(1) Basic		3.71	4.16
	(2) Diluted		3.71	4.16

The accompanying notes form an integral part of the consolidated financial statements dated 28th April, 2022,at RAJKOT

FOR & BEHALF OF Board of Directors of
PARIN FURNITURE LIMITED

AS PER OUR REPORT ON EVENDATE
M/S. BHAVIN ASSOCIATES
CHARTEREDACCOUNTANTS
Firm Registration No.:101383W

Sd/- Sd/-

Umesh D.Nandani
(CMD):00039757

Parin U.Nandani
(WTD):02343309

Sd/-
Bhavin P.Bhansali
Partner
Mem. No.043796
UDIN : 22043796ALGXWB7826

Sd/-
AlpaJogi
(CFO)

Sd/-
Binika Chudasama
(CS)

PARIN FURNITURE LIMITED

Consolidated Cash Flow Statement For The Year Ended 31st March, 2022

All amounts in rupees unless otherwise stated		
		(Rs. In Lacs)
Particulars	**For the Year March 31, 2022 Rs.**	**For the Year March 31, 2021 Rs.**
A. CASH FLOW FROM OPERATING ACTIVITY		
Profit before tax and before exceptional items	**586.44**	**711.13**
Add: Non Cash and Operating Expenses	-	
Depreciation Expenses	199.52	155.65
Interest & Financial Charges	362.37	381.35
Less: Non Operating Income	-	
Interest Income	11.05	23.20
-		
Operating profit before changes in current and non-current assets and liabilities	**1,137.27**	**1,224.92**
Adjustment for:		
(Increase) / Decrease in Inventories	(228.76)	221.64
(Increase) / Decrease in Trade Receivables	(1,267.92)	(201.62)
(Increase) / Decrease in Loans and Advances	25.85	78.28
(Increase) / Decrease in Other Current Assets	(0.88)	(16.93)
(Increase) / Decrease in Other Non Current Assets	47.28	19.54
(Increase) / Decrease in Long Term Loans & Advances	224.17	(189.85)
(Increase) / Decrease in Deposit with Customers	-	-
Increase / (Decrease) in Trade Payables	419.27	(899.50)
Increase / (Decrease) in Current Liabilities	195.19	167.89
Increase / (Decrease) in Short term Provisions & Long Term Provisions	47.06	103.36
Increase / (Decrease) in Non Current Liabilities	1.80	0.27
IPO Proceeds by way of Issue of Equity Share Capital		
(For Working Capital & General Corporate Operational Activities)		
Cash Generated from Operation	**600.34**	**508.01**
Taxes paid	(281.64)	(294.40)
Net Cash Flow from Operating Activities	**318.70**	**213.60**
B. CASH FLOW FROM INVESTING ACTIVITY		
(Increase) / Decrease in Fixed Assets (net)	(56.94)	(536.50)
Interest Income	11.05	23.20
(Increase) / Decrease in Investments	-	-
Net Cash Flow from Investing Activities	**(45.88)**	**(513.30)**
C. CASH FLOW FROM FINANCING ACTIVITY		
Increase / (Decrease) in Long Term Loan	91.97	252.01
Increase / (Decrease) in Short Term Loan	(88.88)	401.49
IPO Proceeds by way of Issue of Equity Share Capital		

(For Repayment of Secured Borrowings)		
Issue of Share Capital (Preferential Allotment)	-	-
Change in Capital reserve	-	-
Change in Minority Interest	1.94	2.71
Share in profit of Subsidiary (Minority Interest)	(1.94)	(2.71)
Interest Expenses	(362.37)	(381.35)
Net Cash Flow from Financing Activities	**(359.28)**	**272.15**
Net Increase / (Decrease) in Cash and Cash Equivalents	**(86.46)**	**(27.54)**
Opening Balance of Cash and Cash Equivalents	337.05	364.59
-		
Closing Balance of Cash and Cash Equivalents	**250.58**	**337.05**
Components of Cash and Cash Equivalents	**For the Year March 31, 2022 Rs.**	**For the Year March 31, 2021 Rs.**
Cash on hand & Equivalants		
- Cash on hand	**16.34**	**32.40**
- Cheque on hand	**-**	**-**
Balances with Scheduled Banks		
- In Current Accounts	**6.04**	**5.21**
- In Fixed deposit	**228.20**	**299.44**
	250.58	**337.05**

Notes :

The above Cash Flow Statement has been prepared under the "Indirect Method" as set out in the Accounting Standard - "Cash Flow Statement" issued by ICAI.

Figures of Cash & Cash Equivalents have been taken from Note 16

NOTE 1

Share Capital **(Rs in lacs)**

Share Capital	**As At 31.03.2022 Amount**	**As At 31.03.2021 Amount**
Authorised 1,25,00,000 Equity Shares of Rs.10 each	1,250.00	1,250.00
(Previous year1,25,00,000 Equity Shares of Rs. 10 each)		
Issued 1,11,18,000 Equity Shares of Rs.10 each	1,111.80	1,111.80
(Previous year 1,11,18,000 Equity Shares of Rs. 10 each)		
Subscribed & Paid up 1,11,18,000 Equity Shares of Rs.10 each	1,111.80	1,111.80
(Previous year 1,11,18,000 Equity Shares of Rs. 10 each)		
Total	**1,111.80**	**1,111.80**

NOTE 1 A

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

Particulars	**31/03/2022**		**31/03/2021**	
	Number	**Amount**	**Number**	**Amount**
A) EQUITY S HARES				

at the beginning of	1,11,18,000	11,11,80,000	1,11,18,000	11,11,80,000
Shares Issued during the year	-	-	-	
Shares issued on conversion	-	-	-	-
Right shares issued	-	-	-	-
Bonus Shares issued				
Shares bought back during the year				-
Shares outstanding at the end of the year	1,11,18,000	11,11,80,000	1,11,18,000	11,11,80,000

NOTE 1 B

Shares in the company held by each shareholder holding more than 5% shares specifying the number of shares held.

Share Holder Name	As on 31.03.2022	% of Holding	As on 31.03.2021	% of Holding
	Number of Share		Number of Share	
DARSHIL U. NANDANI	13,43,600	12.08%	13,43,600	12.08%
DEVEN D. NANDANI	26,87,200	24.17%	26,87,200	24.17%
P.P. FURNITURE PVT LTD.	14,00,000	12.59%	14,00,000	12.59%
PARINBHAI U. NANDANI	13,42,280	12.07%	13,42,280	12.59%
UMESHKUMAR D.NANDANI	9,13,120	8.21%	9,13,120	12.07%
HEMAND BADIANI	7,08,000	6.37%	7,08,000	6.37%

NOTE 1 C

Details of Shares issued other than Cash, Bonus and shares bought back

Particular	No. of shares	
Equity Shares:	**2021-22**	**2020-21**
Fully paid up pursuant to contract (s) without payment being received in cash	-	-
Fully Paid up by way of bonus	-	-
Share bough Back	-	-

NOTE 2 **(Rs in lacs)**

Reserves & Surplus	As at 31 March 2022	As at 31 March 2021
	Amount	Amount
a. Capital Reserves	4.26	4.26
b. Capital Redemption Reserve		
c. Securities Premium Account		
Opening Balance	2,091.58	2,091.58
Add : Securities premium credited on Share issue	-	-
Less : Premium Utilised for Bonus issue	-	-
Closing Balance	2,091.58	2,091.58
d. Debenture Redemption Reserve	-	-
e. Revaluation Reserve	-	-
f. Share Options Outstanding Account	-	-
g.Other Reserves	-	-
h. Surplus	-	-

Opening balance	1,626.82	1,164.26
(+) Net Profit/(Net Loss) For the current year	412.12	462.56
(+) Transfer from Reserves	-	-
(-) Utlised for Bonus Issue	-	-
(-) Interim Dividends	-	-
Closing Balance	2,038.94	1,626.82
Total	**4,134.77**	**3,722.65**

NOTE 3 **(Rs in lacs)**

Minority Interest (1.55%)	**As at 31 March 2022**	**As at 31 March 2021**
	Amount	**Amount**
-		
Opening Minority Interest	15.54	12.84
Revenue Profit	1.94	2.71
-		
Total	**17.49**	**15.54**

NOTE 4 **(Rs in lacs)**

Long Term Borrowings	**As at 31 March 2022**	**As at 31 March 2021**
	Amount	**Amount**
-		
Secured		
(a) Bonds/debentures	-	-
(b) Term loans		
1. IDFC First Bank - 9.65%	316.88	347.09
Terms of Repayment :- Repayable within 15 yrs		
Security Details: - Secured by equitable mortgage of residential personal property		
2. STATE BANK OF INDIA - T .L (33811633631)	57.08	85.38
Terms of Repayment :- Repayable within 7 yrs		
Security Details: - Secured by equitable mortgage of residential personal property		
3. ICICI BANK LTD. TERM LOAN - 9.15%	166.37	204.36
Terms of Repayment :- Repayable within 84 equally monthly installment		
Security Details: - Secured by equitable mortgage of residential personal property		
4. GECL WC LOAN - HDFC - 8.25%	106.59	184.31
Terms of Repayment :- Repayable within 48 monthly installment		
Security Details: - Secured by equitable mortgage of residential personal property		
5. STATE BANK OF INDIA - GECL T.L. (39444716453)	121.07	99.67

Rate of Interest:- 7.40%		
Terms of Payment :- Payable within 4 years		
Security Details:- Secured by hypothecation of stock, book debts, other current assets, plant & machinery and other fixed assets of the company, equitable mortgate of personal property		
6. HDFC Car Loan	38.29	46.68
	806.28	967.49
Unsecured		
(a) Loans and advances from Directors	602.77	349.59
-	602.77	349.59
Total	**1,409.05**	**1,317.08**

NOTE 5

(Rs in lacs)

Long-term provisions	**As at 31 March 2022**	**As at 31 March 2021**
	Amount	**Amount**
Provision for Employee Benefits-Gratuity	38.55	40.70
Total	**38.55**	**40.70**

NOTE 6

Other Long Term Liability	**As at 31 March 2022**	**As at 31 March 2021**
	Amount	**Amount**
Security Deposit	2.07	0.27
Total	**2.07**	**0.27**

NOTE 7

Short Term Borrowings	**As at 31 March 2022**	**As at 31 March 2021**
	Amount	**Amount**
Secured		
(a) (1)Cash Credit		
from HDFC Bank	1,437.39	1,386.56
Rate of Interest :- 8.40 %		
Terms of Repamtent :- Repayable on Demand		
Security details : Secured By Stock & Book Debtors and guaranteed by Directors		
from ICICI Bank	151.67	243.39
Rate of Interest :- 8.85 %		
Terms of Repamtent :- Repayable on Demand		
Security details : Secured Registered Equitable mortgage of Residential Property of Director and lien on fixed deposit and also secured By Stock & Book Debts and guaranteed by Directors		
from SBI Bank	543.80	543.26
Rate of Interest :- 9.15%		
Terms of Repamtent :- Repayable on Demand		
Security Details:- Secured by hypothecation of stock, book debts, other current assets, plant & machinery and other fixed assets, equitable mortgate of commercial property of Director's relative and guaranted by Directors and relative		
(2) PWD MOBILIZATION ADVANCE	106.94	155.48
Rate of Interest :- 10%		

Terms of Repamtent :- Repayable on Demand		
-	2,239.81	2,328.69
Total	**2,239.81**	**2,328.69**

NOTE 8 **(Rs in lacs)**

Trade Payable	**As at 31 March 2022**	**As at 31 March 2021**
	Amount	**Amount**
(a) Due to Micro & Small Enterprise	185.00	29.68
(b) Dues to other than Micro & Small-Goods	1,458.22	1,194.27
Total	**1,643.22**	**1,223.95**

NOTE 9

Other Current Liabilities *	**As at 31 March 2022**	**As at 31 March 2021**
	Amount	**Amount**
(a) Current maturities of long-term debt		
(a) (1)Term loans :ICICI Term Loan repayable within 12 months	37.99	37.99
(a) (2)Term loans :SBI repayable within 12 months	27.60	39.69
(a) (3)Term loans : IDFC First Bank Ltd.	17.19	3.31
(a) (4)Term loans : HDFC Car Loan	12.95	16.35
(a) (5)Term loans : GECL WC LOAN - HDFC	77.72	54.24
(a) (6)Term loans : GECL WC LOAN - SBI	-	38.33
(a) (7)Term loans : WCDL T.L. LOAN - SBI	48.85	27.60
(b) Advances received from customers	54.45	27.83
(c) Other payables (As per annexure)	274.45	110.66
Total	**551.20**	**356.01**

NOTE 10

Short Term Provisions	**As at 31 March 2022**	**As at 31 March 2021**
	Amount	**Amount**
(a) Gratuity Provision Payable with in one year	1.90	1.78
(b) Others	192.65	219.61
	-	-
Total	**194.54**	**221.39**

NOTE 11 PEARL FURNITURE PRIVATE LIMITED (FIXED ASSETS)

(Rs in lacs)

	PARTICULARS		GROSS BLOCK (AT COST)				DEPRICIATION				NET BLOCK	
		%	As At	Additions	Deductions	As At	As At	For the	On	As At	As At	As At
			01/04/21			31/03/2022	01/04/21	Year	Deductions	31/03/2022	01/04/21	31/03/2022
	FIXED ASSETS - PLANT AND MACHINERY											
1	AIR CONDITION	6.33	1.80	-	0.20	1.60	0.38	0.08	-	0.46	1.42	1.14
2	C.C. TV CAMERA	6.33	3.14	-	0.03	3.10	1.12	0.13	-	1.25	2.02	1.86
3	BHOJAPARA C.C. TV CAMERA	6.33	-	0.39	-	0.39	-	0.02	-	0.02	-	0.38
4	DIES AND MOULD FOR HOSPITAL FURNITURE	6.33	8.50	-	-	8.50	0.57	0.50	-	1.07	7.93	7.43
5	FORK LIFT TRUCK : GX 300D (C)	6.33	11.29	-	-	11.29	3.89	0.47	-	4.36	7.40	6.94
6	INDUSTRIAL RO SYSTEM MODEL RO250LPH	6.33	0.90	-	-	0.90	0.33	0.04	-	0.36	0.57	0.53
7	NEW C.C. TV CAMERA	6.33	0.03	-	-	0.03	0.00	0.00	-	0.00	0.03	0.02
8	NEW PLANT AND MACHINERY (2019-20)	6.33	312.75	18.73	72.12	259.37	32.74	14.64	-	47.38	280.01	211.99
9	PLANT AND MACHINERY	6.33	301.46	-	8.74	292.72	117.30	11.23	-	128.53	184.16	164.19
10	BHOJAPARA PLANT AND MACHINERY INSTALLATION	6.33	-	25.77	-	25.77	-	1.32	-	1.32	-	24.44
11	SUBMERCIBLE PUMP SET	6.33	0.22	-	-	0.22	0.08	0.01	-	0.08	0.15	0.14
	Total of FIXED ASSETS - PLANT AND MACHINERY		**640.08**	**44.90**	**81.09**	**603.89**	**156.41**	**28.43**	**-**	**184.84**	**483.67**	**419.05**
	FIXED ASSETS - FURNITURE AND FITTINGS											
12	CANTEEN ASSETS	9.5	1.91	-	0.03	1.88	1.02	0.08	-	1.10	0.89	0.77
13	FURNITURE AND FITTINGS	9.5	9.23	0.14	-	9.37	4.45	0.46	-	4.91	4.78	4.46
14	PLASTIC CARTES	9.5	0.75	-	-	0.75	0.37	0.04	-	0.41	0.38	0.34
15	RACK	9.5	8.07	0.23	-	8.30	3.84	0.42	-	4.26	4.23	4.04
16	TROLY / HAND PALLET TRUCK / GRIL	9.5	1.23	-	-	1.23	0.62	0.06	-	0.68	0.61	0.56
17	WOODEN PALLET	9.5	7.00	-	-	7.00	3.58	0.32	-	3.91	3.42	3.10
18	WORKING TABLE	9.5	0.85	-	-	0.85	0.42	0.04	-	0.46	0.43	0.39
	Total of FIXED ASSETS - FURNITURE AND FITTINGS		**29.04**	**0.38**	**0.03**	**29.38**	**14.30**	**1.43**	**-**	**15.73**	**14.74**	**13.66**

	FIXED ASSETS - OFFICE EQUIPEMENTS											
19	FIRE EXTINGUISHER ASSETS	19	0.08	-	-	0.08	0.06	0.00	-	0.07	0.02	0.02
20	NEW OFFICE EQUIPEMENTS	19	0.68	-	-	0.68	0.19	0.09	-	0.28	0.49	0.40
21	OFFICE EQUIPEMENTS	19	1.25	0.38	-	1.63	0.94	0.06	-	1.00	0.32	0.64
22	TELEPHONE INSTRUMENT	19	4.06	-	0.01	4.05	1.96	0.40	-	2.36	2.09	1.69
	Total of FIXED ASSETS - OFFICE EQUIPEMENTS		**6.07**	**0.38**	**0.01**	**6.45**	**3.15**	**0.56**	**-**	**3.71**	**2.92**	**2.74**
	FIXED ASSETS - COMPUTER AND PRINTERS											
23	COMPUTER AND PRINTERS	31.67	5.41	-	-	5.41	4.44	0.31	-	4.75	0.98	0.67
24	COMPUTER SERVERS & NETWORKS	15.83	2.18	-	-	2.18	1.47	0.11	-	1.58	0.71	0.60
	Total of FIXED ASSETS - COMPUTER AND PRINTERS		**7.60**	**-**	**-**	**7.60**	**5.91**	**0.42**	**-**	**6.33**	**1.69**	**1.26**
	FIXED ASSETS - ELECTRIC INSTALLATION											
25	AMPLIFIER AND SOUND SYSTEMS	9.5	0.14	-	-	0.14	0.06	0.01	-	0.07	0.09	0.08
26	ELECTRIC INSTALLATION	9.5	6.05	-	-	6.05	3.01	0.29	-	3.30	3.04	2.75
27	BHOJPARA ELECTRIC INSTALLATION	9.5	-	4.79	-	4.79	-	0.32	-	0.32	-	4.47
28	BHOJPARA TRANSFORMER	9.5	-	6.65	-	6.65	-	0.45	-	0.45	-	6.20
28	REFRIGERATOR	9.5	0.28	-	-	0.28	0.14	0.01	-	0.15	0.14	0.13
29	TELEVISION	9.5	0.36	-	-	0.36	0.18	0.02	-	0.19	0.18	0.16
	Total of FIXED ASSETS - ELECTRIC INSTALLATION		**6.83**	**11.44**	**-**	**18.26**	**3.39**	**1.09**	**-**	**4.48**	**3.44**	**13.78**
	FIXED ASSETS - MOTOR VEHICLES											
30	AUDI CAR	11.88	31.76	-	31.76	-	11.14	2.39	13.53	-	20.62	-
31	VOLVO XC90	11.88	67.90	-	-	67.90	3.69	7.63	-	11.32	64.21	56.58
	Total of FIXED ASSETS - MOTOR VEHICLES		**99.66**	**-**	**31.76**	**67.90**	**14.83**	**10.02**	**13.53**	**11.32**	**84.84**	**56.58**
	LAND & BUILDING											

32	BHOJAPARA FACTORY BUILDING	3.17	-	36.82	-	36.82	-	0.83	-	0.83	-	35.99
	Total of FIXED ASSETS - BUIDING CONSTRUCTION		**-**	**36.82**	**-**	**36.82**	**-**	**0.83**	**-**	**0.83**	**-**	**35.99**
	CAPITAL WORK IN PROCESS											
33	BHOJPARA FACTORY ELECTRIC INSTALLATION	0	0.60	-	0.60	-	-	-	-	-	0.60	-
34	BHOJPARA SHED TEMPORARY CONSTRUT	0	9.82	-	9.82	-	-	-	-	-	9.82	-
	Total of FIXED ASSETS - BUIDING CONSTRUCTION		**10.42**	**-**	**10.42**	**-**	**-**	**-**	**-**	**-**	**10.42**	**-**
	<<< TOTAL >>>		**799.70**	**93.92**	**123.32**	**770.31**	**197.99**	**42.77**	**13.53**	**227.23**	**601.71**	**543.07**
	FIXED ASSETS - INTANGIBLE ASSETS											
35	DESIGN BED SERIES	45.07	9.67	-	-	9.67	8.75	0.75	-	9.50	0.91	0.16
	Total of FIXED ASSETS - INTANGIBLE ASSETS		**9.67**	**-**	**-**	**9.67**	**8.75**	**0.75**	**-**	**9.50**	**0.91**	**0.16**

NOTE 11 -FIXED ASSETS **(Rs in lacs)**

	Fixed Assets	Gross Block					Accumulated Depreciation						Net Block	
		As at 31st March 2021	Additions/ (Disposals)	Acquired through business combinations	Revaluations/ (Impairments)	As at 31st March 2022	As at 31st March 2021	Depreciation charge for the year	Depreciation related Prior years	Adjustment due to revaluations	On disposals	As at 31st March 2022	As at 31st March, 2022	As at 31 March 2021
		Amount (Rs.)	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)		Amount (Rs.)	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)
a	**Property, Plant & Equipments**													
	Plant & Machinary	525.96	116.24	-	-	642.19	91.08	96.18		-	-	187.26	454.93	434.88
	Air conditioner	48.47	-2.32	-	-	46.15	40.79	1.36		-	-	42.15	4.00	7.67
	Furniture and Fixtures	225.75	-0.42	-	-	225.33	128.38	25.19		-	-	153.57	71.76	97.37
	Vehicles	320.69	-44.22	-	-	276.48	241.45	22.40		-	-	263.86	12.62	79.24
	Office equipment	50.80	1.63	-	-	52.43	31.93	8.52		-	-	40.46	11.97	18.86
	Others-Computer Hardware & Softwares	61.19	1.89	-	-	63.08	55.22	2.34		-	-	57.57	5.51	5.97
							-					-		
	Total	1,232.85	72.81	-	-	1,305.67	588.86	156.00	-	-	-	744.87	560.80	643.99
b	**Intangible Assets**	5.00	-	-	-	5.00	-	-		-	-	-	5.00	5.00
	Total	5.00	-	-	-		-	-	-	-	-	-	5.00	5.00
c	**Capital Work In Progress**													

	Total	-	-	-	-	-	-	-		-	-	-	-	
c	**Intangible assets under Development**													
	Grand Total	**1,237.85**	**72.81**	**-**	**-**	**1,305.67**	**588.86**	**156.00**	**-**	**-**	**-**	**744.87**	**565.80**	**648.99**
	Previous year	644.33	593.53	-	-	1,232.85	482.64	106.22	-	-	-	588.86	648.99	161.69

Parin Furniture Limited

NOTE 12 **(Rs in lacs)**

Deferred tax Assets (Liability) (Net)	As at 31 March 2022	As at 31 March 2021
	Amount	Amount
(a)Timing Difference Depreciatoin:		
Closing WDV as per Income Tax	932.34	676.60
Closing WDV as Companies Act	1,109.03	648.99
Timing Difference	-176.69	27.61
Deferred tax Assets	-49.69	-58.39
(b) Timing Difference on GraTuity Provision	31.45	31.57
Deferred tax Assets	8.75	8.78
(b) Timing Difference on IPO Expense	-28.67	57.35
Deffered tax Liability @27.82%(F.Y. 18-19) @33.063%(F.Y. 17-18)	-7.98	-15.95
Deferred tax Assets / (Liability) (Net)	**-48.91**	**-65.56**

NOTE 13

Long Term Loans and Advances	As at 31 March 2022	As at 31 March 2021
	Amount	Amount
a. Capital Advances		
b. Security Deposits		
Unsecured, considered good	175.33	383.53
	175.33	383.53
c. Loans and advances to related parties (refer Note 2)	-	-
d. Other loans and advances	-	15.97
	175.33	**399.50**

NOTE 14

Other Non current assets	As at 31 March 2022	As at 31 March 2021
	Amount	Amount
IPO Expense	28.67	57.35
Interest Receivable on Fixed	32.87	51.47
Other Non current Assets	-	-
Total	**61.54**	**108.82**

Parin Furniture Limited

NOTE 15

(Rs in lacs)

Inventories	As at 31 March 2022	As at 31 March 2021
	Amount	Amount
a. Raw Materials	2,202.87	1,791.50
b. Work-in -Progress	76.45	76.28
c. Finished Goods	2,625.19	2,808.38
d. Stores & Spares	8.32	7.91
e. Stock-in-trade	-	-
Grand Total	**4,912.83**	**4,684.07**

NOTE 16

Trade Receivables	As at 31 March 2022	As at 31 March 2021
	Amount	Amount
Trade receivables outstanding for a period less than six months, Unsecured and considered good	2826.55	2472.37
Trade receivables outstanding for a period exceeding six months, Unsecured and considered good	1709.64	795.90
Total	**4536.19**	**3268.26**

NOTE 17

Cash and cash equivalents	As at 31 March 2022	As at 31 March 2021
	Amount	Amount
a. Balances with banks	6.04	5.21
b. Bank deposits with more than 12 months maturity	228.20	299.44
c. Cash on hand	16.34	32.40
Total	**250.58**	**337.05**

Parin Furniture Limited

NOTE 18

(Rs in lacs)

Short-term loans and advances	As at 31 March 2022	As at 31 March 2021
	Amount	Amount
a(1) Advance payment to Creditors for Goods	71.32	59.20
a(2) Advance payment to Creditors for Expense	16.11	49.31
	87.43	108.51
b. GST Adjustment	10.49	1.00
b. Others	-	-
Custom Duty Refundable	-	-
Prepaid Expenses	23.85	35.60
ADVANCE INCOME TAX	43.54	48.54
Other Receivable	20.03	9.81
CST Refund	1.67	1.67
TDS & TCS Receivable	53.64	37.07
Vat Receiable/Refundable	6.01	5.79
Loans & Advances to Staff	74.27	82.23
PROFESSIONAL TAX REFUND	0.15	0.15
	233.66	221.86
Total	**321.09**	**330.37**

NOTE 19

	Other Current Asset	As at 31 March 2022	As at 31 March 2021
		Amount	Amount
	RECIVABLES		
1	BALAJI AUTO CONSULTANT	7.00	7.00
2	INTEREST SUBSIDY REIMBURSEMENT	17.49	16.80
3	FASTAG	0.01	0.01
4	ACCRUED INTERST ON BANK DEPOSIT	0.31	-
5	INDIAN OIL CORPORATION X POWER CARD	-	0.13
	Total	**24.81**	**23.93**

Parin Furniture Limited

NOTE 20

(Rs in lacs)

Contingent liabilities and commitments (to the extent not provided for)	As at 31 March 2022	As at 31 March 2021
	Amount	Amount
(i) Contingent Liabilities		
(1)The appeal lying with Deputy Commissioner of Sales Tax, VAT Department, Maharashtra for demand for the FY 2012-13 (tax paid of 13,900)		-
(2)Performance Bank Guarantee issued against Work Order Received	649.22	924.94
(3)The appeal lying with commissioner of income tax (tax paid of Rs. 30000/- for AY 2012-13, Rs.145040/- for AY 2013-14, Rs. 14,28,840/- for AY 2014-15, Rs. 750388/- For AY 2015-16)	107.14	107.14
(4)Corporate Bank Guarantee issued pearl furniture private limited (Subsidiary)	791.77	
(ii) Commitments		
Total	**1,548.13**	**1,032.07**

NOTE 21

In respect of a company other than a finance company revenue from operations shall disclose separately in the notes revenue from

Particulars	For the year 31.03.2022	For the year 31.03.2021
	Amount (Rs.)	Amount (Rs.)
Sale of furniture products	7,621.51	8,390.65
Total	**7,621.51**	**8,390.65**

NOTE 22

Other Income	For the year 31.03.2022	For the year 31.03.2021
	Amount (Rs.)	Amount (Rs.)
Interest Income (in case of a company other than a finance company)	11.05	23.20
Short/Excess provision	52.60	0.65
Wriiten Back	0.57	24.74
Profit on Sales of Assets and Other Misc Income	92.11	6.48
Total	**156.34**	**55.06**

Parin Furniture Limited

NOTE 23 **(Rs in lacs)**

COST OF MATERIALS & COMPONENTS CONS UMED	For the year 31.03.2022	For the year 31.03.2021
	Amount (Rs.)	Amount (Rs.)
Opening Stock	1,799.41	1,527.78
Add : Purchases	4,117.60	3,731.35
Less : Closing Stock	-2,211.19	-1,799.41
Total	**3705.82**	**3459.71**

NOTE 24

Changes in inventories of finished goods work-in-progress and Stock-in-Trade	For the year 31.03.2022	For the year 31.03.2021
	Amount (Rs.)	Amount (Rs.)
Opening Stock	2,884.66	3,377.94
Less : Closing Stock	2,701.64	2,884.66
Total	**183.02**	**493.27**

NOTE 25

Manufacturing Expense	For the year	For the year
	31.03.2022	31.03.2021
	Amount (Rs.)	Amount (Rs.)
Expenses For Import Charges	0.28	-
Expenses For Jobwork Of Goods	27.27	26.99
Extra Charges W/O Tax (Purchase)	1.11	0.02
Freight (Local) Of Purchase	14.09	16.26
Expenses For Electricity Consumption	53.76	52.90
Expenses For Factory	6.62	16.92
Expenses For Freight Inward	33.21	38.09
Expenses For Freight Outward	-	1.95
Expenses For Jobwork Of Tools	-	2.36
Expenses For Loading & Unloading	9.94	0.96
Expenses For Repairng & Maint. Machinery	6.28	7.41
Expenses For Tools Maintenance	2.68	-
Expenses For Factory Rent	125.08	135.15
Royalty Expense	-	180.00
Rent On Plant & Machinary	23.95	-
Expenses For Lpg Gas Consumption	0.46	0.50
Manufacturing Expense	-	-
Total	**304.75**	**479.50**

Parin Furniture Limited

NOTE 26 (Rs in lacs)

Employee Benefits Expense	For the year 31.03.2022	For the year 31.03.2021
	Amount (Rs.)	Amount (Rs.)
(a) Salaries, Wages and Incentives	944.06	857.46
(b) Contributions to -	-	-
(ii) Superannuation scheme	28.88	30.13
(c) Gratuity fund contributions	-	-10.52
(d) Social security and other benefit plans for overseas employees	-	-
(e) Expense on Employee Stock Option Scheme (ESOP) and Employee Stock Purchase Plan (ESPP),	-	-
(f) Staff welfare expenses	59.22	47.80
Total	**1,032.16**	**924.87**

NOTE 27

Finance costs	For the year 31.03.2022	For the year 31.03.2021
	Amount (Rs.)	Amount (Rs.)
Interest expense	329.66	338.86
Other borrowing costs	31.02	37.31
Other	1.68	5.17
Total	**362.37**	**381.35**

NOTE 28

SR No	Other expenses	For the year 31.03.2022	For the year 31.03.2021
		Amount (Rs.)	Amount (Rs.)
1	Power & Fuel	14.46	22.00
2	Repairs to building	0.99	0.40
3	Insurance	29.51	33.81
4	Rates & taxes	0.07	0.75
5	Legal & Professional Fees	114.71	85.01
6	Office Maintenance	6.08	6.63
7	Telephone & Internet Charges	4.86	6.80
8	Travelling Expense	69.06	34.84
9	Business Promotion	44.30	43.23
10	Rent	139.57	154.97
11	Project Expense	438.47	440.11
12	Selling Expene	72.99	93.52
13	Freight Inward Expense	-	-
14	Other Expense (as per annexure)	129.42	132.95
	Total	**1,064.50**	**1,055.02**

Parin Furniture Limited

SR No	Audit fees	For the year 31.03.2022	For the year 31.03.2021
		Amount (Rs.)	Amount (Rs.)
1	Payments to the auditor as a. auditor,	3.95	2.88
2	b. for taxation matters,	-	-
3	c. for company law matters,	-	-
4	d. for management services,	-	-
5	e. for other services,	-	-
6	f. for reimbursement of expenses;	-	-
	Total	**3.95**	**2.88**

PARIN FURNITURE LIMITED

CIN : L36101GJ2006PLC049074

SIGNIFICANT ACCOUNTING POLICIES ON CONSOLIDATED FINANCIAL STATEMENT:

(a) Basis of Preparation of Financial Statements

The financial statements are prepared in accordance with India Generally Accepted Accounting Principles (GAAP) under the hist orical cost convention on the accrual basis except for certain financial instruments which area measured at fair values. GAAP compr ises mandatory accounting standards as prescribed under section 133 of the Companies Act, 2013 („Act") read with Rule 7 of the Companies (Accounts) Rules,2014, the provisions of the Act (to the extent notified) and guidelines issued by the Securities and Exchange Board of India (SEBI). Accounting policies have been consistently applied except where a newly issued accounting standard is initially adopted or a revision to an existing standard requires a change in the accounting policy hitherto in use.

(b) Use of Estimates

The preparation of the financial statements in conformity with GAAP requires management to make estimates and assumptions tha t affect the reported balances of assets and liabilities and disclosures relating to contingent liabilities as at the date of the financial statements and reported amounts of income and expenses during the period. Examples of such estimates include computation of percentage of completion which requires the Company to estimate the efforts or costs expended to date as a proportion of the total efforts or costs to be expended, provisions for doubtful debts, future obligations under employee retirement benefit plans, i ncome taxes, post-sales customer support and the useful lives of fixed tangible assets and intangible assets.

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

(c) Revenue Recognition

Revenue on sale of products is recognized when the products are delivered to customers, all significant contractual obligations have been satisfied and the collection of the resulting receivable is reasonably expected. Sales & Purchases are stated net of tra de discount, returns and taxes collected.

(d) Provisions and contingent liabilities

A provision is recognized, if, as a result of a past event, the Company has a present legal obligation that can be estimated reliably, and it is probable that an outflow of economic benefits will be required to settle the obligation. Provisions are determined by the best estimate of the outflow of economic benefits required to settle the obligation at the reporting date.

(e) Fixed Assets & Depreciation thereon

i) Fixed assets are stated at cost of acquisition as reduced by accumulated depreciation. The cost of assets includes other direct/ indirect and incidental cost incurred to bring them into their present location.

ii) Pursuant to the enactment of Companies Act 2013, the company has applied the estimated useful lives as specified in Schedule II.

Parin Furniture Limited

(f) Retirement benefits to employees

- **Gratuity**

The company provides for gratuity, a defined benefit retirement plan covering eligible employees. The gratuity plan provides a lump-sum payment to vested employees at retirement, death, in capacitation or termination of employment, of an amount based on the respective employee's salary and tenure of employment with the company.

- **Provident Fund**

Eligible employees receive benefits from a provident fund, which is a defined benefit plan. Both the employee and the company make monthly contributions to the provident fund plan equal to a specified percentage of the covered employees' salary.

(g) Inventories

Inventories of Traded Goods are stated at cost or net realizable value, whichever is lower. Cost comprises all cost of purchase and other costs which are being incurred in bringing the inventories to their present location and condition.

(h) Provision for Current Tax &Deferred Tax

Provision for income tax is made on the basis of estimated taxable income for the year at current rates. Tax expenses comprises of Current Tax, and Deferred Tax at applicable enacted or substantively enacted rates. Current Tax represents the amount of Inco me Tax payable / recoverable in respect of the taxable income/loss for the reporting period. Deferred Tax represents the effect of timing difference between taxable income and accounting income for the reporting period that originates in one period and are capabl e of reversal in one or more subsequent periods. The Deferred Tax asset is recognized and carry forward to the extent that there is a reasonable certainty that the assets will be realize in future. However, where there is unabsorbed depreciation or carry forward loss under taxation laws, deferred tax assets are recognized only if there is a virtual certainty of realization of assets.

(i) Current Assets, Loans and Advances & Liabilities

In the opinion of the Board of Directors, the Current Assets, Loans and Advances and Current Liabilities are approximately st ated if realized in the ordinary course of business. As no confirmatory letters were submitted from Debtors and Creditors, their bala nces are reflected in the Balance Sheet as appearing in the books. The provisions for all other liabilities is adequate and not in excess of the amount reasonably necessary.

(j) Regrouping of Previous Year figures

The previous year`s figures have been reworked, regrouped, rearranged and reclassified wherever necessary. Amount and other disclosures for the preceding year are included as an integral part of the current year financial statements and are to be read in relation to the amounts and other disclosures relating to the current year.

PARIN FURNITURE LIMITEDCIN

: L36101GJ2006PLC049074

NOTES ON ACCOUNTS AND OTHER DISCLOSURES ON CONSOLIDATED FINANCIAL STATEMENT:

(a) Principal of Consolidation:

The consolidated financial statement relate to Parin Furniture Limited, the holding company and its subsidiary Pearl Furniture Private Limited. The consolidation of accounts of the company with its subsidiary has been prepared in accordance with Accountin g Standard (AS) 21 'Consolidated Financial Statement'. The financial statements of the parent and its subsidiary are combined on a line by line basis and intra group balances, intra group transactions and unrealised profit or loss are fully eliminated.

In the consolidated financial statement ' Capital Reserve' represent difference of the cost to the company of its investment in subsidiary over its share of equity, at the date on which the investment is made. Minority interest in the net income of the cons olidated subsidiary is adjusted against the income of group in order to arrive at the net income attributable to shareholder's of the Company. Minor ity interest in the net ass ets of consolidated subsidiary consists of the amount of equity attributable to minority shareholders at the respective dates on which investments are made by company in the subsidiary company.

The consolidation comprises of 12 months period from 01st April, 2020to 31st March, 2021of Parin Furniture Limited (Holding C ompany) and Pearl Furniture Private limited (Subsidiary Company).

Parin Furniture Limited

(b) Earning Per Share:

Basic Earning per share is calculated by dividing the net profit for the period attributable to the equity sharholders by the weighted average number of equity shares outstanding during the period. For the purpose of calculating diluted earning per share, the net prof it for the period attributable to the equity shareholders and the weighted average number of equity shares outstanding during the period is adjusted for the effects of all the dilutive potential equity shares.

Particulars	As on 31.3.22	As on 31.3.21
Net Profit after tax	4,12,12,383	4,62,55,509
Average No. of Equity Shares Outstanding	1,11,18,000	1,11,18,000
EPS	3.71	4.16

(c) Contingent Liabilities:

Contingent Liabilities represents claims against the company not acknowledged as debts includes, (a) Bank Guarantee issued in HDFC Bank is of Rs.3,62,22,590 and in ICICI Bank is of Rs.2,86,99,728 and (b) IT Outstanding demand areas follows:

Sr. No.	Assessment Year	Demand Amount	Amount Paid	Outstanding Amount
1	2012-13	14,46,440	30,000	14,16,440
2	2013-14	7,25,200	1,45,040	5,80,160
3	2014-15	71,44,200	14,28,840	57,15,360
4	2015-16	37,51,940	7,50,388	30,01,552
	TOTAL			

(d) Due to Micro and Small Enterprises:

We have sent letter to our creditors and from some creditors received confirmation of micro and small enterprises status. Company have bifurcated creditors into micro and small enterprises as per data received from creditors.

(e) Payment to Auditors:

Statutory Audit Fees : 75,000/-

(f) Related Party Disclosures

(1) Related parties & their relationship

i) Subsidiary/Entities significantly influenced by Directors and / or Relative of Directors

- Poonam Furniture
- Paradise Furniture
- Parin Motors
- Prince Furniture
- Deven Impex

ii) Key Managerial Personnel

- Umesh D Nandani –Managing Director
- Parin U Nandani - Director (Holding Company & Whole Time Director in Subsidiary)
- Darshil D Nandani -Director
- Deven D Nandani -Director
- Alpa Jogi - Chief Financial Officer
- Binika Chudasama - Company Secretary

(2) Transactions with related parties **(Rs. in lacs)**

	Particulars	Subsidiary/Entities significantly influenced by Directors and or Relative of Directors	Key Managerial Personnel & their relatives	Total
	Expenses paid	24.75	138.60	163.35
	Purchase of Goods/Fixed Assets	272.40	-	272.40
	Remuneration	-	118.64	118.64
	Revenue/Sales	248.10	31.72	279.82
	Loan Taken	-	1341.53	1341.53
	Loan Repaid	-	1110.18	1110.18

(3) Balances with Related Parties as at 31st March, 2022 **(Rs. in lacs)**

(g)
(ii)

	Particulars	Subsidiary/Entities significantly influenced by Directors and or Relative of Directors	Key Managerial Personnel & their relatives	Total
	Trade Receivables, Loans & Advances, Advances to suppliers of	116.93	37.36	154.29
	Trade Payables for Goods , Expenses	186.35	104.98	291.33
	Unsecured Loan	-	1503.20	1503.2

(4) Disclosure of material transactions/balances with related parties **(Rs. in lacs)**

(i)

	Particulars	Nature of Transaction	FY 2021-22	FY 2020-21
	Revenue: (Basic Value)			
	Poonam Furniture	Sales of Goods	1.90	0.08
	Paradise Furniture	Sales of Goods	90.40	10.84
	Parin Motors	Sales of Goods	155.80	8.10
	Prince Furniture	Sales of Goods	-	0.11
	Deven D Nandani	Sales of Goods	1.06	2.32
	Parin U Nandani	Sales of Goods		0.29
	Umeshbhai & Nehaben Nandani	Sales of Goods	30.66	-

Parin Furniture Limited

	Particulars	Nature of Transaction	FY 2021-22	FY 2020-21
	Expense Paid:			
	Umesh D Nandani	Interest on Unsecured Loan	-	8.09
	Deven D. Nandani	Rent	87.60	33.00
	Neha U. Nandani	Rent	51.00	38.25
	Deven D Nandani	Interest on Unsecured Loan	12.18	28.34
	Darshil U. Nandani	Interest on Unsecured Loan	5.77	5.18
	Parin U. Nandani	Interest on Unsecured Loan	6.79	5.85
	Pooja P. Nandani	Professional Fees	-	5.85
	Umesh D Nandani (Director)	Salary	36.00	36.00
	Deven D Nandani	Salary	36.00	36.00
	Parin U. Nandani	Salary	36.00	36.00
	Alpa Jogi (CFO)	Salary	8.50	8.26
	Kishor Kikani	Salary	-	1.88
	Binika Chudasama (CS)	Salary	2.14	-
	Purchase of Goods/Fixed Assets: (Basic Value)			
	Poonam Furniture	Purchase	62.18	21.09
	Paradise Furniture	Purchase	178.21	153.42
	Prince Furniture	Purchase	32.01	-
	Unsecured Loan:			
	Umesh D. Nandani	Loan Taken	680.70	234.48
	Deven D. Nandani	Loan Taken	660.83	196.57
	Darshil U. Nandani	Loan Taken	-	50.18
	Parin U. Nandani	Loan Taken	-	50.85
	Darshil U. Nandani	Loan Repaid	49.11	45.39
	Umesh D. Nandani	Loan Repaid	760.53	149.86
	Deven D. Nandani	Loan Repaid	255.54	418.11
	Parin U. Nandani	Loan Repaid	45.00	45.93

(g) We have sent letter to our creditors and from some creditors received confirmation of micro and small enterprise status. Company have bifurcated creditors into micro and small enterprise as per data received from creditors.

(h) The foreign Exchange earning is NIL and out go during the year is $ 3,255 , EURO 59,887.50, equivalent to Rs.56,53,794.79

The previous year's figures have been regrouped / reclassified, wherever necessary to confirm to the current year presentation.

Parin Furniture Limited

FOR & BEHALF OF Board of Directors of

PARIN FURNITURE LIMITED

Sd/-
Umesh D. Nandani

(CMD): 00039757

Sd/-
Parin U. Nandani

(WTD): 02343309

Sd/-
AlpaJogi
(CFO)

Sd/-
Binika Chudasama
(CS)

AS PER OUR REPORT ON
EVENDATE
M/S. BHAVIN ASSOCIATES
CHARTERED ACCOUNTANTS
Firm Registration No.:101383W

Sd/-

Bhavin P.Bhansali

Partner
Mem. No.043796
UDIN : 22043796ALGXWB7826

Parin Furniture Limited

PARIN FURNITURE LIMITED

CIN: L36101GJ2006PLC049074

Registered office Address: Plot No. 6,Revenue Survey No.149, National Highway at. Vavdi, Gondal Road Rajkot.

Website :www.Parinfurniture.Com Phone: 0281 - 330077 E Mail :Info@Parinfurniture.Com

Form No.MGT-11
Proxy form

[Pursuant to section 105 (6) of the Companies Act, 2013 and rule 19(3) of the Companies (Management and Administration) Rules,2014]

Name of the member(s):	
Registered address:	
E-mail Id:	Folio No/Client Id :DPID

I/W e, being the member(s)of.....shares of the above named company, hereby appoint

1. Name:_____Address_____
Mail ID _____Signature.....,or failing him

2. Name:_____Address _____
Mail ID _____Signature.....,or failing him

3. Name:_____ Address _____
Mail ID _____Signature.....,or failing him

as my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the 16th Annual general meeting of the company, to be held on Saturday 23rd day of July, 2022 At 11:00 a.m. at the Registered office of the company situated at plot no. 6, Revenue Survey no.149, National Highway at. Vavdi, Gondal Road, Rajkot 360004, Gujarat and at any adjournment thereof in respect of such resolutions as are indicated below: *I wish my above Proxy to vote in the manner as indicated in the box below:

Sr. No.	Business	Resolution	For	Against
1	Ordinary	To receive, Consider and adopt the Audited Financial Statements of the Company (including Audited Consolidated Financial Statements) for the financial year ended March 31, 2022 and the Reports of the Board of Directors and Auditors thereon.		
2	Ordinary	To appoint a director in place of mr. umesh dhirajlal nandani (DIN: 00039757) who retire by rotation and being eligible, offers himself for re-appointment.		
3	Special	To Approve Related Party Transaction To Be Entered By The Company With Related Parties		
4	Special	Re-Appointment Of Mr. Umesh Dhirajlal Nandani (Din: 00039757), As A Chairman And Managing Director Of The Company And Revision In Remuneration		
5	Special	Revision Of Remuneration Of Mr. Parin Umeshbhai Nandani (Din: 02343309), Whole Time Director Of The Company In Accordance With Provisions Of Schedule V Of Companies Act, 2013:		

Signed this……day of..... 2022
Signature of shareholder
Signature of Proxy holder(s)

Affix Revenue stamp of Re. 1

Note:

1. This form of proxy in order to be effective should be duly completed and deposited at the Registered office of the Company, not less than 48 hours before the commencement of the Meeting
2. Proxy need not to be member of Company.
3. *It is optional to indicate your preference. If you leave the ' For' or ' Against' blank against any or all resolutions, your Proxy will be entitled to vote in the manner as he/she may deem appropriate.

Parin Furniture Limited

PARIN FURNITURELIMITED
L36101GJ2006PLC049074

Registered office Address: Plot No. 6,Re venue Survey No.149, National Highway at. Vavdi, Gondal Road Rajkot.
Website :www.Parinfurniture.Com Phone: 0281 - 330077 E Mail :Info@Parinfurniture.Com

ATTENDANCE SLIP

16th Annual General Meeting of Parin Furniture Limited to be held on 23rd July, 2022

DP ID	**Client ID**
No. of shares held	**Regd. Folio No.**

Full Name of Shareholder _____Name of Proxy _____

Address of Shareholder _____

I/We hereby record my presence at the **16th ANNUAL GENERAL MEETING** of the Company at the Registered office of the company situated at plot no. 6, Revenue Survey no.149, National Highway at. Vavdi, Gondal Road Rajkot 360004 Gujarat on **Saturday 23rd July, 2022 at 11:00 A.M**

_____ _____
Member's/Proxy's name in Block Letters Member's/Proxy's Signature

Note:

1. Please fill this attendance slip and hand it over at the entrance of the hall.
2. Applicable for investors holding shares in electronic form.

ROUTE MAP OF VENUE FOR 16TH ANNUAL GENERAL MEETING