



T.N. PRATAP & ASSOCIATES
CHARTERED ACCOUNTANTS

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Independent Auditor's Report

To
The Members of
Blood Hound Security Company Private Limited

Report on the Indian Accounting Standards (Ind AS) Financial Statements

We have audited the accompanying Ind AS Financial Statements of **Blood Hound Security Company Private Limited** ("the Company"), which comprise the Balance Sheet as at March 31, 2021, and the Statement of Profit and Loss, including the statement of Other Comprehensive Income, the Cash Flow Statement and the Statement of changes in equity for the year then ended, and a summary of significant accounting policies and other explanatory information (hereinafter referred to as "Financial Statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31 March 2021, and profit (including other comprehensive income), changes in equity 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 we have obtained is sufficient and appropriate to provide a basis for our opinion.



Emphasis of Matter Paragraph

We invite attention to Note No- 29 to the financial statements regarding uncertainties associated with the COVID-19 pandemic and impact assessment made by the company on its business and financial statements for the year ended 31st March 2021, the said assessment made by the management is highly dependent upon how the circumstances evolve in subsequent periods.

Our Opinion is not modified on the above matters.

Other Information

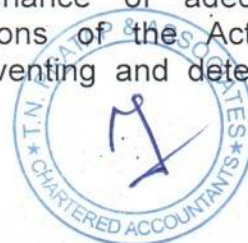
The Company's management and Board of Directors are responsible for the other information. The other information comprises the information included in the Company's annual report, but does not include the financial statements and our auditors' report thereon.

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

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

Management's Responsibility for the Ind AS Financial Statements

The Company's management and Board of Directors are 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, state of affairs, profit / loss (including other comprehensive income), changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) specified under section 133 of the Act, read with the Companies (Indian Accounting Standards) Rules, 2015 as amended. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting



frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

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

Auditor's Responsibility for the Audit of Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.



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- 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 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 auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our 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 financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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



Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Ind AS Financial Statements give the information required by 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 31st March 2021, and its profit (including other comprehensive income), change in equity and its cash flows for the year ended on that date.

Report on Other Legal & Regulatory Requirement

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the Annexure I a statement on the matters specified in the paragraph 3 and 4 of the Order, to the extent applicable.
2. As required by Section 143 (3) of the Act, we report that:
 - a. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit.
 - b. In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
 - c. The balance sheet, the statement of profit and loss including Other Comprehensive Income, the cash flow statement and Statement of Changes in Equity dealt with by this Report are in agreement with the books of account;
 - d. In our opinion, the aforesaid Ind AS Financial Statements comply with the Accounting Standards specified under Section 133 of the Act, read with Companies (Indian Accounting Standards) Rules, 2015, as amended;
 - e. On the basis of the written representations received from the directors as on 31 March 2021 taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2021 from being appointed as a director in terms of Section 164 (2) of the Act;



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- f. As required under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013, on the Internal Financial Control over Financial Reporting to the extent applicable, refer our separate report in Annexure II and
- g. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- i. The Company did not have any long-term contract including derivatives contracts for which there were any material foreseeable losses; and
 - ii. There were no amounts which were required to be transferred, to the Investor Education and Protection Fund by the Company.

For T. N. Pratap & Associates
Chartered Accountants
FRN: 008462S



T. Neelakanta Pratap
Partner
M.No. 029437
UDIN: 21029437AAAAIU4177

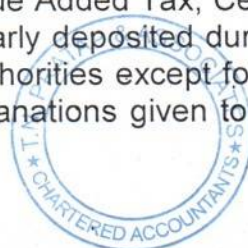


Date: 20th June, 2021
Place: Bangalore

Annexure I to the Independent Auditors' Report

The Annexure referred to in our Independent Auditors' Report to the members of the Company on the Ind AS Financial Statements for the year ended 31 March 2021, we report that:

- (i) The company has no fixed asset. Hence clause 3 i(a), i(b) & i(c) of the said order are not applicable to the company.
- (ii) The company does not have any inventories Hence clause 3 ii(a), ii(b), ii(c) of the said order are not applicable to the company.
- (iii) The Company has not granted loans to companies, firms or other parties covered in the register maintained under section 189 of the Companies Act, 2013 ('the Act'), hence clause (iii) (a), (b) & (c) of the order are not applicable.
- (iv) In our opinion and according to the information and explanations given to us, the company has complied with the provisions of section 185 and 186 of the Companies Act, 2013 In respect of loans, investments, guarantees, and security.
- (v) The Company has not accepted any deposits from the Public and hence the directives issued by the Reserve Bank of India and the provisions of Sections 73 to 76 or any other relevant provisions of the Act and the Companies (Acceptance of Deposit) Rules, 2015 with regard to the deposits accepted from the public are not applicable.
- (vi) According to the information & explanation given to us, the Central Government has not prescribed the maintenance of cost records under Section 148(1) of the Companies Act, 2013 in respect of manufacture of its products by the company.
- (vii) In respect of statutory dues:
 - (a) According to the records of the company, undisputed statutory dues including Provident Fund, Employees' State Insurance, Income Tax, Sales Tax, Service Tax, Duty of Customs, Value Added Tax, Cess and other material statutory dues have been regularly deposited during the year by the Company with the appropriate authorities except for a few delays. According to the information and explanations given to us, no



undisputed amount payable in respect of the aforesaid due were outstanding as at March 31, 2021 for a period of more than six months from the date of becoming payable.

- (b) According to the information and explanation given to us, there are no pending dues of Income Tax, Sales Tax, Service Tax, Duty of Custom, Duty of Excise, Value Added Tax, Goods and service tax or Cess which are not deposited on account of dispute.
- (viii) According to information and explanation given to us by the management, as on balance sheet date the company is not in default w.r.t. repayment of loans and borrowings to a financial institutions, banks or government, further the company has not issued any debentures.
- (ix) Based upon the audit procedures performed and the information and explanations given by the management during the year under review, the company has not raised moneys by way of initial public offer or further public offer including debt instruments. To the best of our knowledge and belief and according to the Information and Explanation given to us, term loans availed by the company were prima facie applied by the company during the year for the purpose for which the loan were Obtained.
- (x) Based upon the audit procedures performed and the information and explanations given by the management, we report that no fraud by the Company or on the company by its officers or employees has been noticed or reported during the year.
- (xi) Based upon the audit procedures performed and the information and explanations given by the management, the company has not paid the managerial remuneration. Accordingly, the provisions of clause 3 (xi) of the Order are not applicable to the Company and hence not commented upon.
- (xii) In our opinion, the Company is not a Nidhi Company. Therefore, the provisions of clause 4 (xii) of the Order are not applicable to the Company.



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- (xiii) In our opinion, all transactions with the related parties are in compliance with section 177 and 188 of Companies Act, 2013 and the details have been disclosed in the Financial Statements as required by the applicable accounting standards.
- (xiv) Based upon the audit procedures performed and the information and explanations given by the management, the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review. Accordingly, the provisions of clause 3 (xiv) of the Order are not applicable to the Company and hence not commented upon.
- (xv) Based upon the audit procedures performed and the information and explanations given by the management, the company has not entered into any non-cash transactions with directors or persons connected with him. Accordingly, the provisions of clause 3 (xv) of the Order are not applicable to the Company and hence not commented upon.
- (xvi) In our opinion, the company is not required to be registered under section 45 IA of the Reserve Bank of India Act, 1934 and accordingly, the provisions of clause 3 (xvi) of the Order are not applicable to the Company and hence not commented upon.

For T. N. Pratap & Associates
Chartered Accountants
FRN: 008462S



T. Neelakanta Pratap
Partner
M.No. 029437
UDIN: 21029437AAAAIU4177



Date: 20th June, 2021
Place: Bangalore

Annexure II to the Independent Auditors' Report

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

In conjunction with our audit of the Ind AS Financial Statements of the Company as of and for the year ended March 31, 2021. We have audited the internal financial controls over financial reporting of Blood Hound Security Company Private Limited (hereinafter referred to as "the Company"), which is a company incorporated in India, as of that date.

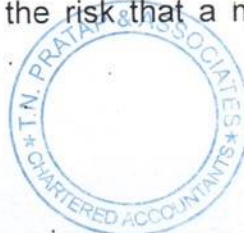
Management's Responsibility for Internal Financial Controls

The Board of Directors of the company are responsible for establishing and maintaining internal financial controls based on the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (IFCoFR) issued by the Institute of Chartered Accountants of India (ICAI). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to the respective company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's IFCoFR based on our audit. We conducted our audit in accordance with the Standards on Auditing, issued by the ICAI and deemed to be prescribed under section 143(10) of the Act, to the extent applicable to an audit of IFCoFR and the Guidance Note issued by the ICAI. 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 IFCoFR were established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness



exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

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

Meaning of Internal Financial Controls Over Financial Reporting

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

- 1) pertain to the maintenance of records 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.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

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



Opinion

In our opinion and to the best of our information and according to the explanations given to us, the company has maintained, in all material respects, adequate internal financial control over financial reporting and such internal financial controls over financial reporting were operating effectively as of March 31, 2021, based on "the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India".

For T. N. Pratap & Associates
Chartered Accountants
FRN: 008462S



T. Neelakanta Pratap
Partner
M.No. 029437
UDIN: 21029437AAAAIU4177



Date: 20th June, 2021
Place: Bangalore

BLOOD HOUND SECURITY COMPANY PRIVATE LIMITED

SY NO. 121/9, KATHA NO. 261/25, 2ND FLOOR, NELAMANGALA TALUK,
KASABA HOBLI, ARISHINAKUNTE GRAMA BANGALURU 562123 (KARNATAKA)

CIN :- U75302KA1997PTC112216

Email: manager@bloodhoundsecurity.in

STATEMENT OF ASSETS AND LIABILITIES AS AT 31st MARCH 2021

Sr. No.	Particulars	Note No.	(Amounts in '000)	
			As at 31st March 2021	As at 31st March 2020
	ASSETS			
(1)	Non-Current Assets			
	(a) Property, Plant and Equipment			
	(b) Financial Assets			
	(i) Investments	3	3,86,341.25	3,92,498.75
	(c) Loan & Advances	4	1,99,762.62	1,36,625.67
	(d) Other non-current assets			
	Total Non-Current Assets		5,86,103.87	5,29,124.42
(2)	Current assets			
	(a) Inventories			
	(b) Financial Assets			
	(i) Investments			
	(ii) Trade receivables	5	230.77	-
	(iii) Cash and cash equivalents	6	1,477.29	1,198.02
	(iv) Other Bank Balances			
	(v) Loans	7	-	-
	(vi) Others	8	50.00	56,684.25
	(c) Current Tax Assets (net)			
	(d) Other current assets	9	808.37	887.60
	Total Current Assets		2,566.43	58,769.87
	TOTAL ASSETS		5,88,670.30	5,87,894.29
(1)	EQUITY AND LIABILITIES			
	Equity			
	(a) Equity Share capital	10	6,002.00	6,002.00
	(b) Other Equity	11	5,79,472.40	5,78,699.65
	Total Equity		5,85,474.40	5,84,701.65
	Liabilities			
(2)	Non-current liabilities			
	(a) Financial Liabilities			
	(i) Borrowings			
	(b) Provisions			
	(c) Deferred tax liabilities (net)			
	Total Non-Current Liabilities			
(3)	Current liabilities			
	(a) Financial liabilities			
	(i) Borrowings			
	(ii) Trade payables	12	635.51	2,844.52
	(iii) Other financial liabilities	13	270.79	49.10
	(b) Other current liabilities			
	(c) Provisions			
	(d) Current tax liabilities (net)	14	2,289.59	299.02
	Total Current Liabilities		3,195.90	3,192.64
	Total Liabilities		3,195.90	3,192.64
	TOTAL EQUITY AND LIABILITIES		5,88,670.30	5,87,894.29

Significant Accounting policies 1 & 2
Notes forming integral part of Financial Statements 1 to 29

As per our Audit Report of even date
For T. N. Pratap & Associates
Chartered Accountants
FRN: 0084625

T. Neelakanta Pratap
Proprietor
M.No. 029437
UDIN :

Place : Bengaluru
Date: 20th June, 2021

For and on behalf of the Board
Blood Hound Security Company (P) Ltd.

SANDEEP PAREEK
(Director)
(DIN: 07765730)

MITHA LAL NAGDA
(Director)
(DIN: 07813813)

BLOOD HOUND SECURITY COMPANY PRIVATE LIMITED

SY NO. 121/9, KATHA NO. 261/25, 2ND FLOOR, NELAMANGALA TALUK,

CIN :- U75302KA1997PTC112216

Email: manager@bloodhoundsecurity.in

STATEMENT OF AUDITED FINANCIAL RESULTS FOR THE YEAR ENDED MARCH 31, 2021

(Amounts in '000)

S. No.	Particulars	Note No.	Year ended	Year ended
			31st March 2021	31st March 2020
			(Audited)	(Audited)
I	Revenue from Operations	15	2,344.92	6,486.63
II	Other Income	16	10,811.16	9,064.22
III	Total Revenue(I+II)		13,156.08	15,550.85
IV	EXPENSES			
	Cost of raw material and components consumed			
	Purchases of Stock in Trade	17	2,232.62	6,181.15
	(Increase)/decrease in inventories of finished goods, work-in-progress and traded goods		-	
	Employee benefit expense	18	1,509.15	144.65
	Depreciation and amortization expense		-	-
	Finance cost		-	-
	Other expense	19	153.23	7,852.16
	Total expenses		3,895.00	14,177.96
V	Profit/(Loss) before exceptional items and tax from operations(III-IV)		9,261.08	1,372.89
VI	Exceptional items			
VII	Profit/(Loss) before tax from operations		9,261.08	1,372.88
VIII	Tax expense			
	Current tax		2,330.83	299.02
	Deferred Tax			-
	Tax in respect of earlier years			-
IX	Profit/(Loss) of the year(VII-VIII)		6,930.25	1,073.87
X	Other Comprehensive Income			
	(i) Items that will not be reclassified to profit or loss			
	(ii) Income tax relating to items that will not be reclassified to profit or loss			
	(i) Items that will be reclassified to profit or loss			
	(ii) Income tax relating to items that will be reclassified to profit or loss			
	Total Comprehensive Income(IX+X)		6,930.25	1,073.87
	Earnings per Equity Shares			
	1) Basic (in ₹)	20	11.55	1.79
	2) Diluted (in ₹)	20	11.55	1.79

Significant Accounting policies

1 & 2

Notes forming integral part of Financial Statements

1 to 29

As per our Audit Report of even date

For T. N. Pratap & Associates

Chartered Accountants

FRN: 008462S



T. Neelakanta Pratap

Proprietor

M.No. 029437

UDIN :

For and on behalf of the Board
Blood Hound Security Company (P) Ltd.


SANDEEP PAREEK
(Director)
(DIN: 07765730)


MITHA LAL NAGDA
(Director)
(DIN: 07813813)

Place : Bengaluru

Date: 20th June, 2021

BLOOD HOUND SECURITY COMPANY PRIVATE LIMITED

SY NO. 121/9, KATHA NO. 261/25, 2ND FLOOR, NELAMANGALA TALUK,
KASABA HOBLI, ARISHINAKUNTE GRAMA BANGALURU 562123 (KARNATAKA)

CIN :- U75302KA1997PTC112216

CASH FLOW STATEMENT FOR THE YEAR ENDED 31st MARCH 2021

Particulars	Year Ended	Year Ended
	31st March 2021 (Amounts In '000)	31st March 2020 (Amounts In '000)
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit Before Taxation	9,261.08	1,372.88
Adjustments for:		
Interest Income	(10,778.32)	(8,875.91)
Cash flow before working capital changes	(1,517.24)	(7,503.02)
Adjustments for working capital changes:		
Increase/(Decrease) in Creditors	(2,209.01)	344.52
Increase/(Decrease) in Financial liabilities	221.69	(8.25)
(Increase)/Decrease in Current Investments	-	12,533.00
(Increase)/Decrease in Current Assets- Others	56,634.25	1,46,220.75
(Increase)/Decrease in Other Current Assets	79.23	(808.41)
(Increase)/Decrease in Current Loans & Advances	-	10,188.63
(Increase)/Decrease in Trade Receivables	(230.77)	-
Cash flow from operations	52,978.16	1,60,967.22
Income Taxes Paid	(340.26)	(5.10)
Cash flow from operating activities	52,637.90	1,60,962.12
CASH FLOWS FROM INVESTING ACTIVITIES		
(Increase)/Decrease in Non Current Investments	-	(1,12,500.00)
Interest Income	10,778.32	8,875.91
(Increase)/Decrease in Non Current Loans & Advances	(63,136.95)	(56,888.30)
Cash flow from investing activities	(52,358.63)	(1,60,512.40)
CASH FLOWS FROM FINANCING ACTIVITIES		
Cash flow from financing activities		-
Net increase in cash and cash equivalents	619.53	449.73
Cash and cash equivalents at beginning of period	1,198.02	748.29
Cash and cash equivalents at end of period	1,477.29	1,198.02

As per our Audit Report of even date

For T. N. Pratap & Associates

Chartered Accountants

FRN: 008462S

T.Neelakanta Pratap

Proprietor

M.No. 029437

UDIN :

Place : Bengaluru

Date: 20th June, 2021

For and on behalf of the Board
Blood Hound Security Company (P) Ltd.


SANDEEP PAREEK
(Director)
(DIN: 07765730)


MITHA LAL NAGDA
(Director)
(DIN: 07813813)

BLOOD HOUND SECURITY COMPANY PRIVATE LIMITED

Statement of changes in Equity for the year ended 31st March 2021

A. Equity Share Capital

Balance at the 1st April 2020	Changes in equity share capital during the year	Balance at the end of 31st March 2021
6,002.00	Nil	6,002.00

B. Statement of changes in Equity for the period ended 31st March 2021

Particulars	Reserve & Surplus		Other comprehensive income	Total Other equity
	Security Premium	Retained earnings	Equity Instruments through other comprehensive income	
Balance as of April 1, 2020	5,84,298.00	1,189.80	(6,788.15)	5,78,699.65
Changes in equity for the year ended March 31, 2021	-	-	-	-
Net gain on FVTOCI equity Securities	-	-	(6,157.50)	(6,157.50)
Profit for the year	-	6,930.25	-	6,930.25
Balance as of March 31, 2021	5,84,298.00	8,120.05	(12,945.65)	5,79,472.40

B. Statement of changes in Equity for the period ended 31st March 2020

Particulars	Reserve & Surplus		Other comprehensive income	Total Other equity
	Security Premium	Retained earnings	Equity Instruments through other comprehensive income	
Balance as of April 1, 2019	5,84,298.00	115.94	(6,786.90)	5,77,627.04
Changes in equity for the period ended March 31, 2020	-	-	-	-
Net gain on FVTOCI equity Securities	-	-	(1.25)	(1.25)
Profit for the period	-	1,073.86	-	1,073.86
Balance as of March 31, 2020	5,84,298.00	1,189.80	(6,788.15)	5,78,699.65


As per our Audit Report of even date
For T. N. Pratap & Associates
Chartered Accountants
FRN: 008462S

T.Neelakanta Pratap
Proprietor
M.No. 029437
UDIN:

Place : Bangalore
Date: 20th June, 2021

For and on behalf of the Board
Blood Hound Security Company (P) Ltd.


SANDEEP PAREEK
(Director)
(DIN: 07765730)


MITHA LAL NAGDA
(Director)
(DIN: 07813813)

BLOOD HOUND SECURITY COMPANY PRIVATE LIMITED
NOTES ON FINANCIAL STATEMENTS FOR THE PERIOD ENDED ON 31st MARCH 2021

1 Corporate Information

Blood Hound Security Company Private Limited (the company) is a private limited company domiciled in India and incorporated under the provisions of the Companies Act, 1956. The company is primarily engaged in investing activities.

2 Significant accounting policies

The following are the significant accounting policies adopted in the preparation of these financial statements. These policies have been consistently applied to all the years presented, unless otherwise stated.

2.1 Basis of Preparation

The accounting policies are applied consistently to all the periods presented in the financial statements, including the preparation of the opening Ind AS Balance Sheet as at 1st April, 2016 being the date of transition to Ind AS. The Transition to Ind AS was carried out in accordance with 'Ind AS 101 - First-time Adoption of Indian Accounting Standards'. The transition has been carried out from Indian GAAP which is considered as the Previous GAAP, as defined in Ind AS 101. Refer Note No. 20 to the Ind AS financial Statements for description of the effect of the transition and reconciliation required as per Ind AS 101.

The financial statements for the period ended on 31st March 2021 were approved by the Board of Directors and authorize for issue on 20th June 2021.

2.2 Basis of measurement

These financial statements have been prepared on the historical cost basis, except for certain financial instruments which are measured at fair values at the end of each reporting period, as explained in the accounting policies below. Historical cost is generally based on the fair value of the consideration given in exchange for goods and services. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

Accounting policies have been consistently applied except where a newly issued accounting standard is initially adopted or a revision to an existing accounting standard requires a change in the accounting policy hitherto in use.

2.3 Functional and Presentation Currency

The financial statements are prepared in Indian Rupees ("INR") which is the Company's presentation currency and the functional currency for its operations. All financial information presented in INR has been rounded to the nearest thousands with two decimal places as per the requirement of Schedule III, unless stated otherwise.

2.4 Use of Estimates

The estimates and judgments used in the preparation of the financial statements are continuously evaluated by the Company and are based on historical experience and various other assumptions and factors (including expectations of future events) that the Company believes to be reasonable under the existing circumstances. Differences between actual results and estimates are recognised in the period in which the results are known/materialised. The said estimates are based on the facts and events, that existed as at the reporting date, or that occurred after that date but provide additional evidence about conditions existing as at the reporting date.

2.5 Classification of Assets and Liabilities as Current and Non Current

All Assets and Liabilities have been classified as current or non-current as per the Company's normal operating cycle and other criteria set out in the Schedule III to the Companies Act, 2013. Based on the nature of product & activities of the Company and their realization in cash and cash equivalent, the Company has determined its operating cycle as 12 months for the purpose of current and non-current classification of assets and liabilities. Deferred tax assets and liabilities are classified as non-current assets and liabilities.

2.6 Recognition of Revenue

Revenue is recognized to the extent that it is probable that economic benefits will flow to the company and the revenue can be reliably measured, regardless of when the payment is being made.

2.7 Interest

Interest income is recognized on a time proportion basis taking into account the amount outstanding and the effective interest rate method.

2.8 Expenses

All expenses are charged in statement of profit and loss as and when they are incurred.

2.9 Property, Plant & Equipment

Property, Plant and Equipment are stated at cost, net of accumulated depreciation and accumulated impairment losses, if any. Subsequent expenditures relating to property, plant and equipment is capitalized only when it is probable that future economic benefits associated with these will flow to the company and the costs to the item can be measured reliably. Repairs and maintenance costs are recognized in the statement of profit and loss when incurred.

Capital work-in-progress includes cost of property, plant and equipment under installation / under development as at the balance sheet date.

2.10 Depreciation

Depreciation is calculated on a written down value basis over the estimated useful lives of all the assets as prescribed in Schedule II of the Companies Act, 2013.

2.11 Inventory

Inventories are valued at the lower of cost or net realisable value.

Costs incurred in bringing each product to its present location and condition is accounted for as follows-

Net realisable value is the estimated selling price in the ordinary course of business, less estimated costs of completion and the estimated costs necessary to make the sale.

2.12 Employee benefits

Short-term Employee Benefits are recognised as an expense on accrual basis.

2.13 Income Tax

Current income tax assets and liabilities are measured at the amount expected to be paid to or recovered from the taxation authorities in accordance with Income Tax Act 1961. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted, at the reporting date.

Deferred tax is the tax expected to be payable or recoverable in the future arising from temporary differences between the carrying amounts of assets and liabilities in the Balance Sheet and the corresponding tax bases used in the computation of taxable profit. It is accounted for using balance sheet liability method. Deferred tax liabilities are generally recognised for all taxable temporary differences and deferred tax assets are recognised to the extent that it is probable that taxable profit will be available against which deductible temporary differences can be utilised.

2.14 Lease

Operating leases including investment properties

The Company assesses at contract inception whether a contract is, or contains, a lease. That is, if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration.

As a lessee

a) Right-of-use assets

The Company recognises right-of-use assets at the commencement date of the lease (i.e. the date the underlying asset is available for use). Right-of-use assets are measured at cost, less any accumulated depreciation and impairment losses, and adjusted for any remeasurement of lease liabilities. The cost of right-of-use assets includes the amount of lease liabilities recognised, initial direct costs incurred, and lease payments made at or before the commencement date less any lease incentives received. Right-of-use assets are depreciated on a straight-line basis over the shorter of the lease term and the estimated useful lives of the assets. If ownership of the leased asset transfers to the Company at the end of the lease term or the cost reflects the exercise of a purchase option, depreciation is calculated using the estimated useful life of the asset.

b) Lease liabilities

At the commencement date of the lease, the Company recognises lease liabilities measured at the present value of lease payments to be made over the lease term. The lease payments primarily comprise of fixed payments. In calculating the present value of lease payments, the Group uses its incremental borrowing rate at the lease commencement date because the interest rate implicit in the lease is not readily determinable. After the commencement date, the amount of lease liabilities is increased to reflect the accretion of interest and reduced for the lease payments made.

c) Short-term leases and leases of low value assets

The Company applies the short-term lease recognition exemption to its short-term leases of office spaces and certain equipment (i.e. those leases that have a lease term of 12 months or less from the commencement date and do not contain a purchase option). It also applies the lease of low-value assets recognition exemption to leases of office equipment that are considered to be low value. Lease payments on short-term leases and leases of low-value assets are recognised as expense on a straight-line basis over the lease term.

As a lessor

Leases in which the Company does not transfer substantially all the risks and rewards incidental to ownership of an asset are classified as operating leases. Rental income arising is accounted for on a straight-line basis over the lease terms. Initial direct costs incurred in negotiating and arranging an operating lease are added to the carrying amount of the leased asset and recognised over the lease term on the same basis as rental income.

2.15 Provisions, Contingent Liabilities and Contingent Assets

Provisions are recognised when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation.

Contingent Liability is disclosed in case of a present obligation arising from past events, when it is not probable that an outflow of resources will be required to settle the obligation or where no reliable estimate is possible. Contingent liabilities are not recognised in financial statements but are disclosed in notes.

Contingent asset is not recognised in the financial statements. A contingent asset is disclosed, where an inflow of economic benefits is probable.

Provisions, contingent liabilities and contingent assets are reviewed at each balance sheet date.

2.16 Impairment of Assets

Non-financial assets

The Company assesses at each reporting date as to whether there is any indication that any Property, plant and equipment and intangible asset or group of assets called cash generating units (CGUs) may be impaired. Property, plant and equipment are evaluated for recoverability whenever there is any indication that their carrying amounts may not be recoverable. If any such indication exists, the recoverable amount (i.e. higher of the fair value less cost to sell and the value-in-use) is determined on an individual asset basis unless the asset does not generate cash flows that are largely independent of those from other assets. In such cases, the recoverable amount is determined for the cash generating unit (CGU) to which the asset belongs.

If the recoverable amount of an asset (or CGU) is estimated to be less than its carrying amount, the carrying amount of the asset (or CGU) is reduced to its recoverable amount. An impairment loss is recognised in the statement of profit and loss.

Financial assets

The Company assesses at each date of balance sheet whether a financial asset or a group of financial assets is impaired. Ind AS 109 requires expected credit losses to be measured through a loss allowance. The Company recognises lifetime expected losses for all contract assets and / or all trade receivables that do not constitute a financing transaction. For all other financial assets, expected credit losses are measured at an amount equal to the 12 month expected credit losses or at an amount equal to the life time expected credit losses if the credit risk on the financial asset has increased significantly since initial recognition.

2.17 Earning Per Share (EPS)

Basic EPS is calculated by dividing the profit or loss attributable to equity shareholders of the company by the weighted average number of equity shares outstanding during the period.

Diluted earnings per share ('EPS') is computed by dividing the net profit attributable to equity holders of the company by the weighted average number of equity shares considered for deriving basic earning per share and also the weighted average number of equity shares that could have been issued upon conversion of all dilutive potential equity shares been actually issued at fair value (i.e. the average market value of the equity shares). Dilutive potential equity shares are deemed converted as of the beginning of the period unless issued at a later date.

2.18 Cash Flow Statement

Cash flows are reported using the indirect method, as set out in Ind AS 7 'Statement of Cash Flows', whereby profit for the period is adjusted for the effects of transactions of a non-cash nature, any deferrals or accruals of past or future operating cash receipts or payments and item of income or expenses associated with investing or financing cash flows. The cash flows from operating, investing and financing activities of the Company are segregated.

2.19 Cash and Cash Equivalents

Cash and cash equivalents in the balance sheet comprise cash at banks and on hand and short-term deposits with an original maturity of three months or less, which are subject to an insignificant risk of changes in value.

For the purpose of the Statement of Cash flows, Cash and Cash Equivalents consists of cash and short term deposits, as defined above, net of outstanding overdraft, if any, as they are considered an integral part of company's cash management.

2.20 Financial Instruments

a) Initial Recognition

The company recognizes financial assets and financial liabilities when it becomes a party to the contractual provisions of the instrument. All financial assets and liabilities are recognized at fair value on initial recognition, except for trade receivables which are initially measured at transaction price. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities that are not at fair value through profit or loss are added to the fair value on initial recognition. Regular way purchase and sale of financial assets are accounted for at trade date.

b) Subsequent Measurement

(i) Financial assets carried at amortised cost

A financial asset is subsequently measured at amortised cost if it is held within a business model whose objective is to hold the asset in order to collect contractual cash flows and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

(ii) Financial assets at fair value through other comprehensive income

A financial asset is subsequently measured at fair value through other comprehensive income if it is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

(iii) Financial assets at fair value through profit or loss

A financial asset which is not classified in any of the above categories is subsequently fair valued through profit or loss.

(iv) Financial liabilities

Financial liabilities are subsequently carried at amortized cost using the effective interest rate method. For trade and other payables maturing within one year from the balance sheet date, the carrying amounts approximate fair value due to the short maturity of these instruments.

c) Derecognition

The company derecognizes a financial asset when the contractual rights to the cash flows from the financial asset expire or it transfers the financial asset and the transfer qualifies for derecognition under Ind AS 109. A financial liability (or a part of a financial liability) is derecognized from the company's balance sheet when the obligation specified in the contract is discharged or cancelled or expires.

d) Offsetting of financial instruments

Financial assets and financial liabilities are offset and the net amount is reported in the balance sheet if there is a currently enforceable legal right to offset the recognised amounts and there is an intention to settle on a net basis, to realise the assets and settle the liabilities simultaneously.

2.21 Fair Value Measurement

The Company measures financial instruments at fair value at each balance sheet date. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest.

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorised within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

Level 1 - Quoted (unadjusted) market prices in active markets for identical assets or liabilities

Level 2 - Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable.

Level 3 - Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable.

BLOOD HOUND SECURITY COMPANY PRIVATE LIMITED**NOTES ON FINANCIAL STATEMENTS FOR THE PERIOD ENDED ON 31st MARCH 2021****3. FINANCIAL ASSETS-NON CURRENT: INVESTMENTS**

Particulars	As at 31st March 2021 (Amounts In '000)	As at 31st March 2020 (Amounts In '000)
Unquoted Equity Instruments		
2,86,787 units of Next Orbit Ventures Fund	2,79,998.75	2,79,998.75
Investment in shares of Emerald Buildhome Pvt. Ltd.	1,06,342.50	1,12,500.00
16,50,000 Equity Shares(PY 16,50,000 Equity Shares) @ Rs.10 face value)valued @ 64.45/-		
TOTAL	3,86,341.25	3,92,498.75

4. LOANS & ADVANCES

Particulars	As at 31st March 2021 (Amounts In '000)	As at 31st March 2020 (Amounts In '000)
Loan to Holding Company	1,45,946.99	85,782.38
Loan to Others	53,815.62	50,843.29
TOTAL	1,99,762.62	1,36,625.67

5. TRADE RECIEVABLES

Particulars	As at 31st March 2021 (Amounts In '000)	As at 31st March 2020 (Amounts In '000)
Sundry Debtors	230.77	-
TOTAL	230.77	-

6. FINANCIAL ASSETS-CURRENT: CASH & CASH EQUIVALENTS

Particulars	As at 31st March 2021 (Amounts In '000)	As at 31st March 2020 (Amounts In '000)
Balances at Bank	902.70	517.62
Cash on hand (As certified by the management)	574.60	680.40
TOTAL	1,477.29	1,198.02

7. LOANS & ADVANCES

Particulars	As at 31st March 2021 (Amounts In '000)	As at 31st March 2020 (Amounts In '000)
Unsecured loan, considered good	-	-
TOTAL	-	-

8. CURRENT ASSETS- Other

Particulars	As at 31st March 2021 (Amounts In '000)	As at 31st March 2020 (Amounts In '000)
Security Deposit of Office	50.00	50.00
Other Receivable	-	56,634.25
TOTAL	50.00	56,684.25

9. OTHER CURRENT ASSETS

Particulars	As at 31st March 2021 (Amounts In '000)	As at 31st March 2020 (Amounts In '000)
TDS Recievable FY 20-21	808.37	-
TDS Recievable FY 19-20	-	887.60
TOTAL	808.37	887.60

BLOOD HOUND SECURITY COMPANY PRIVATE LIMITED

NOTES ON FINANCIAL STATEMENTS FOR THE PERIOD ENDED ON 31st MARCH 2021

10. EQUITY SHARE CAPITAL

Particulars	As at 31st March,2021 (Amounts In '000)	As at 31st March 2020 (Amounts In '000)
Authorised		
602000 (602000) Equity Shares of Rs 10 each	6,020.00	6,020.00
Issued ,Subscribed and Paid up		
600200 (600200) Equity Shares of Rs 10 each, fully paid up	6,002.00	6,002.00
TOTAL	6,002.00	6,002.00

10A. RECONCILIATION OF NUMBER OF SHARES

Particulars	31st March,2021		31st March 2020	
	No. of Shares	(Amounts In '000)	No. of Shares	(Amounts In '000)
Shares outstanding at the beginning of the year	6,00,200.00	6,002.00	6,00,200.00	6,002.00
Add: Shares issued during the year			-	-
Less: Shares bought back during the year			-	-
Shares outstanding at the end of the year	6,00,200.00	6,002.00	6,00,200.00	6,002.00

10B.DETAILS OF SHARES HELD BY SHAREHOLDERS

Particulars	31st March,2021		31st March 2020	
	No. of Shares	% of Holding	No. of Shares	% of Holding
Equity Shares of Rs 10 each:				
Gaze Fashiontrade Limited	6,00,200	100.00%	6,00,200	100.00%

10C. The ultimate holding company is Pacific Industries Limited**11. OTHER EQUITY**

Particulars	As at 31st March,2021 (Amounts In '000)	As at 31st March 2020 (Amounts In '000)
Securities Premium Account		
Balance as at the beginning of the year	5,84,298.00	5,84,298.00
Additions during the year	-	-
Balance as at the end of the year (A)	<u>5,84,298.00</u>	<u>5,84,298.00</u>
Surplus in Statement of Profit & Loss		
Balance as at the beginning of the year	1,189.81	115.94
Add: Net Profit /(Net Loss) for the current year	6,930.25	1,073.87
Balance as at the end of the year (B)	<u>8,120.06</u>	<u>1,189.81</u>
Other Comprehensive Income		
Balance as at the beginning of the year	(6,788.15)	(6,786.90)
Changes in fair value during the year	-	(1.25)
Balance as at the end of the year (C)	<u>(6,788.15)</u>	<u>(6,788.15)</u>
TOTAL (A+B+C)	5,85,629.91	5,78,699.66

BLOOD HOUND SECURITY COMPANY PRIVATE LIMITED**NOTES ON FINANCIAL STATEMENTS FOR THE PERIOD ENDED ON 31st MARCH 2021****12. Trade Payables**

Particulars	As at 31st March 2021 (Amounts In '000)	As at 31st March 2020 (Amounts In '000)
Sundry Creditors	635.51	2,844.52
TOTAL	635.51	2,844.52

13. OTHER FINANCIAL LIABILITIES

Particulars	As at 31st March 2021 (Amounts In '000)	As at 31st March 2020 (Amounts In '000)
Audit Fees Payable	2.50	2.50
GST Payable	-	20.86
Employee Liability	268.29	25.74
TOTAL	270.79	49.10

14. CURRENT TAX LIABILITIES

Particulars	As at 31st March 2021 (Amounts In '000)	As at 31st March 2020 (Amounts In '000)
Provision For Income Tax	2,289.59	299.02
TOTAL	2,289.59	299.02

BLOOD HOUND SECURITY COMPANY PRIVATE LIMITED**NOTES ON FINANCIAL STATEMENTS FOR THE PERIOD ENDED ON 31st MARCH 2021****15. REVENUE FROM OPERATIONS**

Particulars	Year Ended 31st March,2021 (Amounts In '000)	Year Ended 31st March,2020 (Amounts In '000)
Sale of granite blocks	2,344.92	-
TOTAL	2,344.92	-

16. OTHER INCOME

Particulars	Year Ended 31st March,2021 (Amounts In '000)	Year Ended 31st March,2020 (Amounts In '000)
Interest Income	10,778.32	8,875.91
Interest on Income tax refund	32.84	3.25
Profit on sale of Investment	-	185.06
TOTAL	10,811.16	9,064.22

17. PURCHASES OF STOCK IN TRADE

Particulars	Year Ended 31st March,2021 (Amounts In '000)	Year Ended 31st March,2020 (Amounts In '000)
Purchase of Granite blocks	2,232.62	-
TOTAL	2,232.62	-

18. EMPLOYEE BENEFIT EXPENSES

Particulars	Year Ended 31st March,2021 (Amounts In '000)	Year Ended 31st March,2020 (Amounts In '000)
Employee salary	1,384.29	144.65
Bonus	124.85	-
TOTAL	1,509.15	144.65

19. OTHER EXPENSES

Particulars	Year Ended 31st March,2021 (Amounts In '000)	Year Ended 31st March,2020 (Amounts In '000)
Bank Charges	2.42	11.11
Incometax expenses	-	9.82
Legal & Professional fees	12.00	222.13
Discount on debt settlement	-	7,498.00
Printing & Stationary	2.50	-
Professional fees	32.00	-
ROC expenses	1.00	5.90
Rent	100.80	100.80
Statutory Audit fees	2.50	2.50
Traveling Expenses	-	2.70
Misc Balances w/off	0.01	(0.79)
TOTAL	153.23	7,852.16

BLOOD HOUND SECURITY COMPANY PRIVATE LIMITED**NOTES ON FINANCIAL STATEMENTS FOR THE PERIOD ENDED ON 31st MARCH 2021**

20 Earning Per Share	31st March 2021	31st March 2020
<i>Basis for Calculation of Basic and Diluted Earning Per Share is as under</i>		
Profit after Tax	6,930.25	1,073.87
Weighted Avg No. of Equity Shares	600.200	600.200
Basic EPS (INR)	11.55	1.79
Diluted EPS (INR)	11.55	1.79

21 TAX EXPENSES

Income tax expense in the statement of profit and loss comprises:

Particulars	As at	
	31st March 2021	31st March 2020
Income tax expenses		
a) Current taxes	2,330.83	299.02
b) Deferred taxes	-	-
c) Tax in respect of earlier year	-	-
	2,330.83	299.02

A reconciliation of the income tax provision to the amount computed by applying the statutory income tax rate to the income before income taxes is summarized below:

Particulars	As at	
	31st March 2021	31st March 2020
Profit before tax	9,261.08	1,372.88
Applicable tax rate	25.17%	26.00%
Tax expense calculated at applicable rate	2,330.83	356.95
Effect of Allowances for tax purpose		
Effect of Non deductible expenses		
Effect of tax related to previous years		
Effect of brought forward losses/unabsorbed depreciation		
Others	0.00	57.93
Tax expense recognised in Statement of Profit and Loss (as per MAT)	2,330.83	299.02

22 FINANCIAL INSTRUMENTS**(A) Capital Management**

For the purpose of the Company's capital management, capital includes issued equity capital and all other equity reserves. The primary objective of the Company's capital management is to maximise the shareholder value.

The Company manages its capital structure and makes adjustments in light of changes in economic conditions and the requirements of the financial covenants. Company monitors capital using a gearing ratio, which is net debts divided by total equity plus net debts. Net debt are non-current and current borrowings as reduced by cash and cash equivalents and other bank balances.

(B) Financial risk management policy and objectives

The key objective of the Company's financial risk management is to ensure that it maintains a stable capital structure with the focus on total equity to uphold investor, creditor, and customer confidence and to ensure future development of its business. The Company is focused on maintaining a strong equity base to ensure independence, security, as well as financial flexibility for potential future borrowings, if required without impacting the risk profile of the Company. Company's principal financial liabilities, comprise Borrowings, trade and other payables. Company's principal financial assets include investments, cash and cash equivalents & other assets.

Company is exposed to market risk, credit risk and liquidity risk. The Company's Board oversees the management of these risks. The Company's Board is supported by senior management team that advises on financial risks and the appropriate financial risk governance framework for the Company. The management provides assurance to the Company's Board that the Company's financial risk activities are governed by appropriate policies and procedures and that financial risks are identified, measured and managed in accordance with the Company's policies and risk objectives.

i) Market risk

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises three types of risk currency risk, interest rate risk and price risk. Financial instruments affected by market risk include investments in equity shares, security deposits, trade and other receivables, deposits with banks and financial liabilities.

ii) Credit risk

Credit risk refers to the risk of default on its obligation by the counterparty resulting in a financial loss. The Company is exposed to credit risk mainly from trade receivables & loans and from its financing activities, including balances with banks. Credit risk on trade receivables & loans is managed by the Company through credit approvals, establishing credit limits and continuously monitoring the creditworthiness of customers to which the Company grants credit terms in the normal course of business.

iii) Liquidity risk

Liquidity risk is the risk that the Company may not be able to meet its present and future cash flow obligations without incurring unacceptable losses. Company's objective is to, at all time maintain optimum levels of liquidity to meet its cash requirements. Company closely monitors its liquidity position and deploys a robust cash management system. Management monitors the group's net liquidity position through rolling forecasts on the basis of expected cash flows.

The table summarises maturity profile of Company's financial liabilities based on contractual undiscounted payments .

Particulars	31-Mar-21		
	within one year	more than one year	Total
Trade Paybles	0.00	635.51	635.51
Other financial liabilities	270.79	0.00	270.79

Particulars	31-Mar-20		
	within one year	more than one year	Total
Trade Paybles	2844.52	0.00	2844.52
Other financial liabilities	49.10	0.00	49.10

23 Segment reporting

The company business activities involve one operating segment only therefore segment reporting is not required.

24 Related Party Transactions

The company has made the following transactions with related parties during the year ended 31.03.2021 :

Particulars	31.03.2021	31.03.2020
Loan given	101,469.71	299,600.00
Loan repayment received	41,305.10	310,888.63
Outstanding balance of Loans Given (At the end of the year)	145,946.99	85,782.38
Interest Income	7,564.98	7,938.92
Trade Payable	404.75	-
Sales	2,344.92	-

Details :

Particulars	31.03.2021	31.03.2020
Loan given	101,469.71	299,600.00
Pacific Industries Limited	101,469.71	299,600.00
Loan repayment received	41,305.10	310,888.63
Pacific Industries Limited	41,305.10	300,700.00
M R Agarwal Holding LLP	-	10,188.63
Outstanding balance of Advances Given (At the end of the year)	145,946.99	85,782.38
Pacific Industries Limited	145,946.99	85,782.38
M R Agarwal Holding LLP	-	-
Interest Income	7,564.98	7,938.92
Pacific Industries Limited	7,564.98	7,938.92
MR Agarwal Holding LLP	-	-
Trade Payable	404.75	-
Pacific Industries Limited	404.75	-
Sales	2,344.92	-
Pacific Industries Limited	2,344.92	-

25 Contingent Liabilities, Pending Litigations and Commitments

Particulars	31.03.2021	31.03.2020
Contingent Liabilities		
Claims against the company / disputed liabilities not acknowledged as debts	Nil	Nil
Estimated amount of contracts remaining to be executed on capital account and not provided for	Nil	Nil

BLOOD HOUND SECURITY COMPANY PRIVATE LIMITED

Note: 26 Fair value measurement

Particulars	As at						
	31st March 2021				31st March 2020		
	FVTOCI	FVTPL	Amortised cost	Carrying value	FVTOCI	FVTPL	Amortised cost
Financial Assets							
(i) Investments	2,79,998.75	-	1,06,342.50	3,86,341.25	2,79,998.75	-	1,12,500.00
(ii) Cash & cash equivalents			1,477.29	1,477.29	-	-	1,198.02
(iii) Others			50.00	50.00	-	-	56,684.25
(iv) Trade Recievables			230.77	230.77			
Total	2,79,998.75	-	1,08,100.56	3,88,099.31	2,79,998.75	-	1,70,382.27
Financial Liabilities							
(i) Borrowings				-	-	-	-
(ii) Trade payables			635.51	635.51	-	-	2,844.52
(iii) Other financial liabilities			270.79	270.79	-	-	49.10
Total	-	-	906.31	906.31	-	-	2,893.62

Note: The Carrying value of financial assets and financial liabilities approximates fair value for the respective years

Fair value hierarchy:

Level 1 - Quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2 – Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).

Level 3 - Inputs for the assets or liabilities that are not based on observable market data (unobservable inputs)

The following table presents fair value hierarchy of assets measured at fair value on a recurring basis:-

Particulars	As at					
	31st March 2021			31st March 2020		
	Level 1	Level 2	Level 3	Level 1	Level 2	Level 3
Financial Assets						
(i) Investments	3,86,341.25	-	-	2,79,998.75	-	-
Total	3,86,341.25	-	-	2,79,998.75	-	-

The Company maintains policies and procedures to value financial assets or financial liabilities using the best and most relevant data available. The fair values of the financial assets and liabilities are included at the amount that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

The fair value of cash and deposits, trade receivables, trade payables, and other current financial assets and liabilities approximate their carrying amounts largely due to the short-term maturities of these instruments.

BLOOD HOUND SECURITY COMPANY PRIVATE LIMITED

NOTES ON FINANCIAL STATEMENTS FOR THE PERIOD ENDED ON 31st MARCH 2021

27 The previous year's figures have been regrouped, rearranged and reclassified to make them comparable.

28 **Code on social Security**

The Code on Social Security, 2020 ('code') relating to employee benefits, during employment and post-employment, received Presidential assent on September 28, 2020. The Ministry of Labour and Employment has released draft rules for the Code on Social Security, 2020 on November 13, 2020, and has invited suggestions from stakeholders. The Company will assess the impact on its financial statements in the period in which the related rules to determine the financial impact are notified and the Code becomes effective

29 **Disclosures regarding COVID-19 related measures**

The COVID-19 continues to spread across the globe and India, which has contributed to a significant decline and volatility in global and Indian financial markets and a significant decrease in global and local economic activities. The Company has used the principles of prudence in applying judgments, estimates and assumptions to assess overall impact of the pandemic on the business and Financial Statements for the year ended 31 March 2021. However, due to the uncertainties associated with the pandemic, the actual impact may not be in line with current estimates. The Company will continue to closely monitor any further development relating to COVID-19, which may have impact on business and financial position. Further the impact assessment does not indicate any adverse impact on the ability of the company to continue as a going concern.

As per our Audit Report of even date

For T. N. Pratap & Associates

Chartered Accountants

FRN: 008462S



T. Neelakanta Pratap

Proprietor

M.No. 029437

UDIN :

Place : Bengaluru

Date: 20th June, 2021

For and on behalf of the Board
Blood Hound Security Company (P) Ltd.



SANDEEP PAREEK
(Director)
(DIN: 07765730)



MITHA LAL NAGDA
(Director)
(DIN: 07813813)