

P. N. GADGIL & SONS LIMITED

CIN : U36911PN2017PLC173262

Fixed Deposit Scheme From 25th September 2023

Regd. Office: Abhiruchi Mall, S. No. 59 /1-C, Wadgaon (BK), Sinhgad Road, Pune 411041

Tel.: 020-24612000, Fax 020-24612185

Email: info@pngsl.com, Website: www.pngadgilandsons.com

Rating

ICRA Ratings Limited :

ICRA

Rating obtained :

A+(Stable)

Meaning of the ratings

obtained : **Stable**

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CIRCULAR OR CIRCULAR IN THE FORM OF ADVERTISEMENT INVITING DEPOSITS

[Pursuant to section 73 (2)(a) and section 76 and rule 4(1) and 4(2) of the Companies (Acceptance of Deposits) Rules, 2014]

1. GENERAL INFORMATION

a. Name, address, website and other contact details of the company:

P. N. GADGIL & SONS LIMITED,

CIN: U36911PN2017PLC173262

Registered Office: Abhiruchi Mall, S. No. 59 /1-C, Wadgaon (BK), Sinhgad Road, Pune 411041

Tel.: 020-24612000, Fax 020-24612185

Email : info@pngsl.com, Website : www.pngadgilandsons.com

b. Date of incorporation of the company: **6th November 2017**

c. Business carried on by the company and its subsidiaries with the details of branches or units, if any:

Company is engaged in the business of retail jewellery, primarily in Maharashtra. Company upgrades its product range regularly considering Customer's demand. The Company deals with all types of jewellery of Gold, Silver and Diamond. There are 29 shops of the Company located in Maharashtra and Gujarat and Karnataka. We do not have any subsidiaries. The company plans to open one or two new showrooms in coming period. One of these branches will be of size approx. 2500 sq. ft. and above carpet area, for Gold, Fine gold Jewellery and Diamond Jewellery at Nagar Road, Pune

d. Brief particulars of management of the Company:

The Company is managed by Mr. Govind Gadgil, Chairman and Whole Time Director, Mrs. Renu Gadgil, Whole Time Director, Mr. Amit Modak, Whole Time Director and Chief Executive Officer alongwith Mr. Aditya Modak, Chief Financial Officer, subject to overall superintendence and directions of the Board of Directors.

e. Names, addresses, DIN and occupations of the directors:

Sr.No.	Name	Designation	Occupation	DIN	Address
1	Mr. Govind Vishwanath Gadgil	Chairman & Whole Time Director	Business	00616617	576, N C Kelkar Road, Shaniwar Peth, Opp. Kesari Wada, Pune-411030 MH
2	Mrs. Renu Govind Gadgil	Whole Time Director	Business	07412955	576, Shaniwar Peth, N C Kelkar Road, Pune 411030 MH
3	Mr. Amit Yeshwant Modak	Whole Time Director & Chief Executive Officer	Service	00396631	65 Indira Nagar C.H.S, Yashada Deccan Gymkhana, Erandawane, Pune- 411004 MH
4	Mr. Udaya Narayan Kalkundrikar	Non-Executive Director	Professional	08007781	House No. 118, Gandhi Colony, Tilakavadi, Belgavi, Belgaum 590006 KA
5	Mr. Ashish Chandrakant Khandelwal	Independent Director	Professional	00098473	A 504/505, Marvel Vivacity, Lane No 7, Kalyani Nagar, Pune - 411006 MH
6	Mr. Ashok Namdeo Gokhale	Independent Director	Professional	02415119	Plot No 32, Sangam Nagar, Pune-Sarata Road, Padmavati Pune 411037 MH
7	Mr. Ranjeet Sadashiv Natu	Independent Director	Professional	02892084	A 901, Pinnacle Kalpataru, Gulwani Maharaj Road, Near Hotel Abhishek , Erandawane, Pune -411004, Maharashtra

f. Management's perception of risk factors:

Increase in gold price is always a cause for concern to Jewellery sector. Lower Turnout of Customer due to sudden spike in gold price and lower discretionary purchase power which may arise due to natural calamities like drought or recession, etc. Any pandemic situation can affect business negatively.

g. Details of default, including the amount involved, duration of default and present status, in repayment of-

i) Statutory dues: NIL

ii) Debentures and interest thereon: NIL

iii) Loan from any bank or financial institution and interest thereon: NIL

2. PARTICULARS OF THE DEPOSIT SCHEME

a. Date of passing of board resolution: 7th August 2023

b. Date of passing of resolution in the general meeting authorizing the invitation of such deposits: 25th July 2022

c. Type of deposits, i.e., whether secured or unsecured: UNSECURED

d. Amount which the Company can raise by way of deposits as per the Act and the rules made thereunder based on the financial year ended 31st March, 2023 or less than the amount mentioned at the discretion of the Board.

	Amount in Rs.
From Members	Rs. 58,42,11,714/-
From Public	Rs. 1,46,05,29,286/-
Total	Rs. 2,04,47,41,000/-

and the aggregate of deposits actually held on the last day of the immediately preceding financial year : Rs. 16,17,50,000/- and As on 7th August, 2023 : Rs. 14,57,00,000/-(Date of Board Meeting) and Amount of deposit proposed to be raised: Rs. 50,00,00,000/-

and Amount of deposit repayable within the next twelve months :

Repayable in year 2023-2024 - Rs. 5,29,50,000/-

Repayable from 7th August 2023 to 7th August 2024 - Rs. 2,72,00,000/-

e. Terms of raising of deposits :

i. Duration: 36 Months (upto Three years)

ii. Rate of interest: (Non-Cumulative)

Period	Non Cumulative Rate of Interest p.a	Minimum Deposit (Rs.)
36 months (lock in period is minimum of 180 days)	7.5%	1,00,000/-

*additional amount acceptable in multiples of Rs. 50,000/-

For 36 Months period deposit :

• Any pre-maturity on or after completion of 180 days, interest rate will be 1% less than the offer rate. (i.e. 6.50 % instead of 7.50 % p.a.)

• A special rate of 8 % p.a. will be given for single deposit of Rs. 50 lakhs and above. Other conditions remain same as above. Any pre-maturity on or after completion of 180 days, interest rate will be 1% less than the offer rate. (i.e. 7 % instead of 8 % p.a.)

• Interest will be paid annually with cut off of 31st March every year. (first interest and last interest will be for fractional period). Management shall keep maximum 45 days time for actual payment of interest

• Interest Rates mentioned in this advertisement/statement is applicable only for Deposits made on or after 25th September, 2023 and till new rates are declared by the Company

iii. Mode of payment and repayment: by RTGS/NEFT/Cheque. (Subject to RBI guidelines as issued from time to time)

f. Proposed time schedule mentioning the date of opening of the Scheme and the time period for which the circular or advertisement is valid:

25th September, 2023 to 30th September, 2024 or date of the Company's next Annual General Meeting, whichever is earlier.

g. Reasons or objects of raising the deposits: As a source of medium term finance, the long term working capital requirements and for the general corporate purpose.

h. Credit rating obtained:

Name of the Credit Rating Agencies : **ICRA Ratings Limited (ICRA)**

Rating obtained : **A+(Stable)**

Meaning of the rating obtained : **Stable**

Date on which rating was obtained : **15th September 2022**

i. Short particulars of the charge created or to be created for securing such deposits, if any: NIL

j. Any financial or other material interest of the directors, promoters or key managerial personnel in such deposits and the effect of such interest in so far as it is different from the interests of other persons: NIL

3. DETAILS OF ANY OUTSTANDING DEPOSITS:

a. Amount Outstanding: Rs. 14,57,00,000/- as on 07.08.2023

b. First Date of acceptance: October 11, 2019

c. Total amount accepted (net): Rs. 14,57,00,000/- till date of AGM(07.08.2023)

d. Rate of interest: 7.50 % ; 8 % for deposits above Rs. 50 lacs

e. Total number of depositors: 257

f. Default, if any, in repayment of deposits and payment of interest thereon, if any, including number of depositors, amount and duration of default involved: NIL

g. Any waiver by the depositors, of interest accrued on deposits: NIL

4. FINANCIAL POSITION OF THE COMPANY

a. Profits of the company, before and after making provision for tax for the three financial years immediately preceding the date of issue of circular or advertisement;

Financial year ended on	Profit before tax	Profit after tax	Profit after tax including other comprehensive income
31/03/2021	1,813.83	1,356.86	1,343.35
31/03/2022	1,393.10	1,027.51	1,035.35
31/03/2023	1,508.01	1,115.94	1,115.87

b. Dividends declared by the company in respect of the said three financial years; interest coverage ratio for last three years (Cash profit after tax plus interest paid or interest paid)

Financial Year ended on	31/03/2023	31/03/2022	31/03/2021
Dividend Declared	NIL	NIL	NIL
Interest Coverage Ratio	6.44 Times	5.56 Times	7.52 Times

Interest rate mentioned in this advertisement or statement is applicable only for deposits made on after 25th September 2023 & till new rates are declared by the company.

Instruments with this rating are considered to have adequate degree of safety regarding timely servicing of financial obligations. Such instruments carry moderate credit risk.

c. A summary of the financial position of the company as in the three audited balance sheets immediately preceding the date of issue of circular or advertisement;

Assets	31/03/2023	31/03/2022	31/03/2021
Non-Current Assets	1,863.35	1,012.49	1,152.79
Current Assets	11,649.06	11,584.97	9,311.27
Total	13,512.40	12,597.46	10,464.06
Liabilities	-	-	-
Share Capital	337.71	337.71	337.71
Other Equity	5,504.41	4,374.56	3,332.69
Non-Current Liabilities	727.63	1,025.99	291.86
Current Liabilities	6,942.65	6,859.20	6,501.80
Total	13,512.4	12,597.46	10,464.06

d. Audited Cash Flow Statement for the three years immediately preceding the date of issue of circular or advertisement; Amount in Million

Particulars	31/03/2023	31/03/2022	31/03/2021
Net cash flow from operating activities	1,971.99	(1,204.95)	465.62
Net cash used in Investing Activities	(229.73)	610.06	(1,154.41)
Net cash used in Financing Activities	(1,594.08)	515.08	760.87
Net increase/ (decrease) in Cash and Cash Equivalents	148.18	(79.82)	72.09
Cash and Cash Equivalents as at the start of the year	427.94	211.16	139.07
Cash and Cash Equivalents as at the end of the year	576.12	131.36	211.16

e. Any change in accounting policies during the last three years and their effect on the profits and the reserves of the company - No change in Accounting Policies.

5. A DECLARATION BY THE DIRECTORS THAT -

a. The Company has commenced accepting of deposits under the provisions of Section 73 of the Companies Act, 2013 and the rules framed thereunder w.e.f. 11.10.2019 and the Company has not defaulted in the repayment of deposits accepted or payment of interest on such deposits, after the commencement of the Act.

b. The Board of Directors have satisfied themselves fully with respect to the affairs and prospects of the Company and that they are of the opinion that having regard to the estimated future financial position of the Company, the Company will be able to meet its liabilities as and when they become due and that the Company will not become insolvent within a period of one year from the date of issue of the circular or advertisement;

c. The Company has complied with the provisions of the Act and the rules made thereunder;

d. The compliance with the Act and the rules does not imply that repayment of deposits is guaranteed by the Central Government;

e. The Company commenced accepting of deposits from October 11, 2019, hence there is no question of repayment of deposits accepted before the commencement of Companies Act, 2013.

f. In case of any adverse change in credit rating, depositors will be given a chance to withdraw deposits without any penalty.

g. The deposits shall be used only for the purposes indicated in the Circular or circular in the form of advertisement;

h. The deposits accepted by the Company are unsecured and rank pari passu with other unsecured liabilities of the Company. The Company has not accepted any secured deposits.

Note - The above declarations have been altered suitably & reproduced.

Date : 7th August 2023

Place : Pune

The Board of Directors
P. N. Gadgil & Sons Limited
Abhiruchi Mall, S.No.59 /I-C,
Wadgaon (BK), Sinhgad Road,
Pune 411041

By order of the Board of Directors
Of P. N. GADGIL & SONS LIMITED
Sd/-

Govind Vishwanath Gadgil
Chairman & Whole Time Director
(DIN : 00616617)

576, N C Kelkar Road, Shaniwar Peth,
Opp. Kesari Wada, Pune 411030

Certificate of the Statutory Auditor

Ref: Certificate annexed to Form DPT-1 pursuant to Rule 4 of the Companies (Acceptance of Deposits) Rules, 2014, as amended.

• This certificate is issued in accordance with the terms of the letter dated July 23, 2023 wherein P. N. Gadgil & Sons Limited (the "Company") having its registered office at Abhiruchi Mall, S. No. 59/1-C, Wadgaon (BK), Sinhgad Road, Pune 411041, has requested us to issue a certificate in compliance of the second proviso to Rule 4 of the Companies (Acceptance of Deposits) Rules, 2014, as amended (the "Rules")

• As per the provisions of Rule 4 of the Rules, every Company intending to invite deposit from its members is required to issue a circular to all its members in Form DPT-1 attached with a certificate of the statutory auditor of the Company, stating that the Company has not committed default in the repayment of deposits or in the payment of Interest on such deposits accepted either before or after the commencement of the Companies Act, 2013 (the "Act"). Further, in case a Company had committed a default in the repayment of deposits accepted either before or after the commencement of the Act or in the payment of interest on such deposits, a certificate of the statutory auditor of the Company is required to be attached to the Form DPT-1, stating that the Company had made good the default and a period of five years has lapsed since the date of making good the default as the case may be.

Management's Responsibility

• The management is responsible for the adherence with the relevant provisions of the Act read with the relevant Rules relating to the acceptance of deposits by the Company and particularly with respect to ensuring that there are no default in the repayment of deposits and payment of interest on such deposits accepted either before or after the commencement of the Act. This responsibility includes the design, implementation and maintenance of internal control relevant to the compliance of the second proviso to Rule 4 of the Rules.

Auditor's Responsibility

• Pursuant to the requirements of the second proviso to Rule 4 of the Rules, our responsibility is to certify that the Company has not committed default in the repayment of deposits or in the payment of interest on such deposits accepted either before or after the commencement of the Act. Further, it is our responsibility to certify that, in case a Company had committed a default in the repayment of deposits accepted either before or after the commencement of the Act or in the payment of interest on such deposits, the Company had made good the default and a period of five years has lapsed since the date of making good the default as the case may be.

• Based on the Audit Report issued for the Financial Year 2022-2023 we hereby certify that the Company has accepted deposits repayable after 36 months for FY 2022-2023 with the meaning of Section 73 to 76 of the Act and The Companies Rules, 2014 (as amended), since its incorporation. Such deposits are outstanding as on March 31, 2023 amounting to Rs.161.75 million.

• With respect to the financial year ended march 31, 2023, we have examined the books of account and other relevant records and documents maintained by the Company, the information and explanations provided to us by the Management and the audited financial statements of the Company for the year ended March 31, 2023, on which we have issued an unmodified opinion vide our report dated June 24, 2023. Our audit of these financial statements was conducted in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

• We conducted our examination in accordance with the Guidance Note on Reports or Certificates for Special Purposes (Revised 2016) issued by the Institute of Chartered Accountants of India and Standards on Auditing specified under Section 143(10) of the Act which includes the concept of test check and materiality. The Guidance Note requires that we comply with the ethical requirements of the Code of Ethics issued by the Institute of Chartered Accountants of India.

• We have complied with the relevant applicable requirements of the Standard on Quality Control (SQC) 1, Quality Control for Firms that Perform Audits and Reviews of Historical Financial Information, and Other Assurance and Related Service Engagements.

Opinion

• Based on our examination as above, and according to the information, explanations and representations provided to us by the Management of the Company, we hereby certify that the Company has accepted deposits from the public and have not made any default in the repayment of deposits or in the payment of interest.

Restriction on Use

• This certificate has been issued at the request of the Company solely for the purpose of submission of our certificate along with the Form DPT-1 with Registrar of Companies pursuant to Rule 4 of the Companies (Acceptance of Deposits) Rules, 2014, as amended, and should not be used by any other person or for any other purpose without our prior written consent. Accordingly, we do not accept or assume any liability or any duty of care for any other purpose or to any other person to whom this certificate is shown or into whose hands it may come without our prior consent in writing.

For Khandelwal Jain & Associates Chartered Accountants
Firm Registration No. 139253W

R G Nahar
Partner
M No: 031177
UDIN: 23031177BGRKIY4369
Date: 07-08-2023, Place: Pune

Manager to the scheme : Company Secretary - P. N. Gadgil & Sons Limited
This Circular is issued on the authority and in the name of the Board of Directors of the Company. The text hereof has been approved by the Board of Directors at its Meeting held on 7th August 2023, and a copy thereof, signed by a majority of Directors of the Company, has been filed with the Registrar of Companies, Maharashtra.