

M.A. PARIKH & CO.

CHARTERED ACCOUNTANTS

INDEPENDENT AUDITOR'S REPORT

**To the Members of
SUREMI TRADING PRIVATE LIMITED**

Report on the Audit of Financial Statements

Opinion

1. We have audited the financial statements of **SUREMI TRADING PRIVATE LIMITED** ('the Company'), which comprise the Balance Sheet as at 31st March, 2020, and the Statement of Profit and Loss and Statement of Cash Flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information (herein after referred to as 'the financial statements').
2. 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 including the Accounting Standards specified under section 133 of the Act, of the state of affairs (financial position) of the Company as at 31st March, 2020, its profit (financial performance) and its cash flows for the year ended on that date.

Basis for Opinion

3. We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Act. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ('ICAI') together with the 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 ICAI's Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other Matter

4. We draw attention to note no. 32 of the financial statements as regards impact of the COVID-19 pandemic. Our opinion is not modified in respect of this matter.

Information Other than the financial statements and Auditor's Report Thereon

5. The Company's Board of Directors is responsible for the other information. The other information obtained at the date of this auditor's report is Director's report but does not include the financial statements and our auditor's 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 on the other information obtained prior to the date of this report, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Management's Responsibility for the financial Statements

6. The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting 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, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

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

7. 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.
- 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)(1) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has

adequate internal financial controls system in place and the operating effectiveness of such controls.

- 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 auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

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

Report on Other Legal and Regulatory Requirements

8. 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 "A"** a statement on the matters specified in paragraphs 3 and 4 of the Order.
9. 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 appears from our examination of those books;
 - (c) The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with this report are in agreement with the relevant books of account;
 - (d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act;
 - (e) On the basis of the written representations received from the directors as on 31st March, 2020 and taken on record by the Board of Directors, none of the directors are disqualified

as on 31st March 2020, from being appointed as a director in terms of Section 164(2) of the Act;

- (f) Provisions of Section 197 of the Act are not applicable to the Company as it is a private company and therefore the question of reporting on the requirements of Section 197(16) of the Act does not arise; 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 does not have any pending litigation and hence, the requirement of disclosure in its financial statement to explain its impact on its financial position is not applicable.
 - (ii) The Company does not have any long-term contracts including derivative contracts and hence the question of making any provision, as required under any law or accounting standards, for material foreseeable losses does not arise.
 - (iii) There are no amounts which were required to be transferred to the Investor Education and Protection Fund.

For M. A. Parikh & Co.
Chartered Accountants
(Firm's Registration No. 107556W)

AASTHA
AJIT SHAH

Digitally signed by AASTHA AJIT SHAH
DN: c=IN, o=Personal, postalCode=400028,
st=Maharashtra,
2.5.4.20=adabf1c40ab92a7a2e8bbab95d81942b
e59942b604004c22c0ba35868223c00,
serialNumber=a882055cb115b7659db3c8c44fa3
046e7331da352f61a8e1f7bc57149f0507e8,
cn=AASTHA AJIT SHAH
Date: 2020.06.05 14:07:41 +05'30'

Partner

Name: Aastha Shah

Membership No. 116700

UDIN: 20116700AAAASX2370

Place: Mumbai

Date: 04/06/2020

SUREMI TRADING PRIVATE LIMITED

Annexure – A to the Independent Auditors' Report for the year ended 31st March, 2020

[Referred to in point 8 under the heading "Report on other legal and regulatory requirements" of our report of even date]

- (i) In respect of tangible fixed assets (Property, plant and equipment)
 - (a) The Company had maintained proper records showing full particulars including quantitative details and situation of fixed assets.
 - (b) On 1st July, 2019, on account of demerger, all the fixed assets are transferred and therefore the management has not carried out physical verification thereof. Accordingly, question of our commenting on physical verification done by the management does not arise.
 - (c) The Company does not own any immovable property. Therefore, paragraph 3(i)(c) of the Order is not applicable to the Company.
- (ii) The Company has carried out the activity of trading in fabrics, which are purchased against firm orders and are delivered directly to the customer(s). Consequently, no stock thereof is held. The Company has maintained proper records for the same.
- (iii) The Company has not granted any loans, secured or unsecured, to companies, firms, limited liability partnerships or other parties covered in the register maintained under section 189 of the Act. Therefore, the requirement paragraph 3(iii) of the Order are not applicable to the Company.
- (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 Act, with respect to loans granted and investments made. The Company has not given any security.
- (v) The Company has not accepted any deposits from the public. Thus, paragraph 3(v) of the Order is not applicable.
- (vi) The Company is not required to maintain cost records as specified by the Central Government under sub section (1) of section 148 of the Act. Thus, paragraph 3(vi) of the Order is not applicable.
- (vii) In respect of statutory dues:
 - (a) According to the records of the Company, during the year, except for applicability of Income-tax and Goods and Service Tax, provisions of other statues did not apply to the Company, including that of Employees State Insurance, Investor Education & Protection Fund, Custom duty and Cess.

According to the information and explanations given to us, no undisputed amounts payable in respect of income tax were in arrears as at 31st March, 2020 for a period of more than six months from the date they became payable.

- (b) The Company has unpaid disputed dues of income tax of Rs. 26,014/-, details are as under:

Name of the dues	Nature of dues	Unpaid demand Rs.	Period to which amount relates	Forum where dispute is pending
Income Tax Act, 1961	Income Tax	26,104	Financial Year 2015-16	Commissioner of Income Tax (Appeals)

- (viii) According to the information and explanations given to us, the Company has not defaulted in repayment of term loan to a financial institution. The Company has not borrowed any money from banks or debenture holders.
- (ix) The Company did not raise any money by way of initial public offer or further public offer (including debt instruments) during the year. Therefore, paragraph 3(ix) of the Order is not applicable to the Company.
- (x) According to the information and explanations given to us, no fraud by the Company or on the Company by its officers or employees has been noticed or reported during the course of our audit.
- (xi) The provisions of section 197 of the Act are not applicable to the Company, since it is private company. Thus, paragraph 3(xi) of the Order is not applicable.
- (xii) The Company is not a nidhi company. Thus, paragraph 3(xii) of the Order is not applicable.
- (xiii) In our opinion, there are no transactions with related parties covered under section 188 of the Act. Thus, paragraph 3(xiii) of the Order is not applicable.
- (xiv) The Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year. Thus, paragraph 3(xiv) of the Order is not applicable.
- (xv) The Company has not entered into non-cash transactions with directors or persons connected with him. Accordingly, paragraph 3(xv) of the Order is not applicable.
- (xvi) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

For M. A. Parikh & Co.
Chartered Accountants
(Firm's Registration No. 107556W)

AASTHA AJIT
SHAH

Digitally signed by AASTHA AJIT SHAH
DN: cn=Ajit, o=Personal, postalCode=400028,
st=Maharashtra,
2.5.4.20=astash11c40ab92a7a2e8bbab95d819d2be59942b6
046004c22c0ba3f98d223a05,
serialNumber=a882055cb115b7659db3c8c44a3046e7331
da352f41a8e1f7bc27149f0507e8, cn=AASTHA AJIT SHAH
Date: 2020/06/05 14:14:51 +05'30'

Partner
Name: Aastha Shah
Membership No. 116700
UDIN: 20116700AAAASX2370

Place: Mumbai
Date: 04/06/2020

SUREMI TRADING PRIVATE LIMITED
BALANCE SHEET AS AT 31ST MARCH, 2020

(Amount in Rs.)

Particulars	Note No.	As at 31st March, 2020	As at 31st March, 2019
I EQUITY AND LIABILITIES			
Shareholders' Funds			
Share Capital	3	10,371,789	413,691,200
Reserves & Surplus	4	468,440,953	583,147,802
		478,812,742	996,839,002
Non-Current Liabilities			
Long Term Borrowings	5	-	186,350,000
		-	186,350,000
Current Liabilities			
Short Term Borrowings	6	-	999,506
Trade Payables	7		
- Total outstanding dues of Micro, Small and Medium Enterprises		-	-
- Total outstanding dues of creditors other than Micro, Small and Medium Enterprises		117,000	43,315,616
Other Current Liabilities	8	26,881,961	33,677,131
		26,998,961	77,992,253
TOTAL EQUITY AND LIABILITIES		505,811,703	1,261,181,255
II ASSETS			
Non - Current Assets			
Fixed Assets	9		
-Tangible Assets		-	2,787,145
Non - Current Investments	10	436,803,761	1,150,446,068
Deferred Tax Asset		-	711,969
Long Term Loans & Advances	11	-	37,584,531
Other Non Current Assets	12	-	1,231,931
		436,803,761	1,192,761,644
Current Assets			
Current Investments	13	-	6,046
Trade Receivables	14	-	46,403,809
Cash and Cash Equivalents	15	68,412,258	5,225,913
Short Term Loans & Advances	16	-	15,079,681
Other Current Assets	17	595,684	1,704,161
		69,007,942	68,419,610
TOTAL ASSETS		505,811,703	1,261,181,255
Significant accounting policies & notes	1-33		

Notes to Accounts form an integral part of financial statements

As per our report of even date attached

For M. A. Parikh & Co.

Chartered Accountants

Firm Registration No : 0107556W

**AASTHA
AJIT SHAH**

Digitally signed by AASTHA AJIT SHAH
DN: cn=Ajit Shah, o=Parikh, postalCode=400028,
st=Maharashtra, 2.5.4.20=4a4d1c49a92927a248ba95b1942b6599
429604602c21c0a519a223100,
serialNumber=483205431153369833c44a3046
87311ba32261ab1776c57149f50748, c=AASTHA
AJIT SHAH
Date: 2020.06.05 14:19:20 +05'30'

Partner

Name : Aastha Shah

Membership No. 116700

UDIN: 20116700AAAASX2370

**Place : Mumbai
Date : 04/06/2020**

For and on behalf of Board of Directors

**Rajendra
Ramakan
t Likhite**

Digitally signed by Rajendra Ramakant Likhite
DN: cn=Rajendra Ramakant Likhite, o=Personal, postalCode=400055, st=Maharashtra, 2.5.4.20=2a4f138f48888c7c63b7a62182210a7a48a27b488d9a2039a9121666a,
serialNumber=cc4014aa5915a1134d31f19790a6a25895a4a72750122
8a46c46ba, c=Rajendra Ramakant Likhite
Date: 2020.06.04 21:28:22 +05'30'

**Rajendra Likhite
(Director)
Din No.:00047169**

**VIPUL
BHAGWAN
DAS POPAT**

Digitally signed by VIPUL BHAGWAN DAS POPAT
DN: cn=VIPUL BHAGWAN DAS POPAT, o=Personal, cn=VIPUL BHAGWAN DAS POPAT, serialNumber=98816887c27c5be0011e06a80563202147677d1d320523a1250495d8e365,
postalCode=400007,
2.5.4.20=01ba02b21c18ec3122416c036d765640c275d18a5a085d106e40884905681e, st=Maharashtra
Date: 2020.06.04 21:24:31 +05'30'

**Vipul Popat
(Director)
Din No.:05102659**

**Place: Mumbai
Date : 04/06/2020**

SUREMI TRADING PRIVATE LIMITED

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH, 2020

(Amount in Rs.)

Particulars	Note No.	For the Year Ended 31st March, 2020	For the Year Ended 31st March, 2019
I Revenue from Operations	18	5,125,778	67,562,612
II Other Income	19	103,484,052	57,228,731
III Total revenue (I+II)		108,609,830	124,791,343
IV EXPENSES			
Purchases	20	4,887,186	62,511,474
Employee Benefit Expenses	21	2,140,597	5,065,248
Finance Cost	22	1,001,657	938,465
Depreciation	9.1	434,042	2,155,114
Other Expenses	23	33,887,275	24,411,078
Total expenses (IV)		42,350,757	95,081,379
V Profit before tax (III-IV)		66,259,073	29,709,964
VI Tax expenses			
(1) Current tax		-	-
(2) Prior Years' Tax adjustments		(74,048)	-
(3) Deferred Tax		-	(384,510)
		(74,048)	(384,510)
VII Profit for the year (V-VI)		66,333,121	30,094,474
VIII Earnings per equity share (of face value Rs. 100 each):	26		
Basic		1,536.74	2,202.23
Diluted		64.58	-
Significant accounting policies & notes	1-33		

Notes to Accounts form an integral part of financial statements

As per our report of even date attached

For M. A. Parikh & Co.

Chartered Accountants

Firm Registration No : 0107556W

**AASTHA
AJIT SHAH**

Digitally signed by AASTHA AJIT SHAH
DN: c=IN, o=Personal,
postalCode=400028, st=Maharashtra,
2.5.4.20=adabf1c40ab92a7a2e8bbab9
5d819d2be59942b6046004c22c0ba35
f68223c00,
serialNumber=882055cb115b7659db
3c8c4fa3046e731da352f41a8e1f7bc
57149f0507e8, cn=AASTHA AJIT SHAH
Date: 2020.06.05 14:24:49 +05'30'

Partner

Name : Aastha Shah

Membership No. 116700

UDIN: 20116700AAAASX2370

Place : Mumbai

Date : 04/06/2020

For and on behalf of Board of Directors

**Rajendra
Ramakan
t Likhite**

Digitally signed by Rajendra
Ramakant Likhite
DN: c=IN, o=Personal,
postalCode=400050, st=Maharashtra,
2.5.4.20=22a8f138f1e88bcc9a53b7
b422182210e7a04b627b488d9e2b3
9a9157696b,
serialNumber=cca014ae591fad134cb
3f15f53b66eafac389fc9a83d72c5b1
22fae46c46c4ba, cn=Rajendra
Ramakant Likhite
Date: 2020.06.04 21:29:17 +05'30'

Rajendra Likhite

(Director)

Din No.:00047169

Place : Mumbai

Date : 04/06/2020

**VIPUL
BHAGWAN
DAS
POPAT**

Digitally signed by VIPUL
BHAGWANDAS POPAT
DN: c=IN, o=Personal, cn=VIPUL
BHAGWANDAS POPAT,
serialNumber=988168887c27c5be001
f606ba809c35202147677d1d320523b
13049228ec36b,
postalCode=400067,
2.5.4.20=91bc8821cb9ac3123416c0
36d7268a0c2793018a5d85f106e408
f439056b1e, st=Maharashtra
Date: 2020.06.04 21:25:00 +05'30'

Vipul Popat

(Director)

Din No.:05102659

SUREMI TRADING PRIVATE LIMITED

CASH FLOW STATEMENT FOR THE YEAR ENDED 31st MARCH, 2020

(Amount in Rs.)

Particulars	For the Year Ended 31.03.20		For the Year Ended 31.03.19	
	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)
A. Cash flow from Operating Activities				
Profit before tax		66,259,073		29,709,964
Adjustments for:				
Depreciation	-		2,155,114	
Provision for diminution in value of investments	-		6,200,000	
Interest Expense	1,001,657		938,465	
Dividend income	(102,868,282)		(51,786,469)	
Interest income	(13,295)		(2,109,900)	
Share in Profit of Partnership firm	(36,218)		(158,159)	
Rent Income	(241,000)		(942,376)	
Profit on Sale of Investments	(292,523)		(279,845)	
Income in respect of units of investments fund	-		(1,903,502)	
		(102,449,661)		(47,886,673)
Operating profit / (loss) before working capital changes		(36,190,588)		(18,176,709)
Changes in Trade Receivables	29,192,789		29,438,985	
Changes in Short Term Loans & Advances	-		1,885,616	
Changes in Other Current Assets	-		(740,476)	
Changes in Trade Payables	(28,895,826)		(28,906,946)	
Change in Short term Borrowing	3,425,479		(35,767,125)	
Changes in Other Current Liabilities	(6,795,170)		468,630	
		(39,263,316)		(51,798,025)
Taxes paid/(Refund)		-		(94,010)
Net Cash generated / (used) in Operating activities		(39,263,316)		(51,892,035)
B. Cash flow from Investing Activities				
Dividend Income	102,868,282		51,786,469	
Interest Income	13,295		2,109,900	
Share in Profit of Partnership firm	36,218		158,159	
Income in respect of units of investments funds	-		1,903,502	
Profit on Sale of Investments	292,523		-	
Rent Income	241,000		942,376	
Investments (Acquired)/(Advance Granted)	-		(72,118,749)	
Fixed Assets transferred/sold	-		142,740	
Loans (given)	-		(2,305,000)	
Net Cash generated / (used) in Investing activities		103,451,318		(17,380,603)
C. Cash flow from Financing activities				
Receipt/(Repayment/transfer) of Long term Borrowings	-		61,200,000	
Interest Paid	(1,001,657)		(938,465)	
Issue of Preference Share	-		9,840,000	
Buyback of Preference Share	-		(21,362,000)	
Net Cash generated / (used) in Financing activities		(1,001,657)		48,739,535
Net Increase in cash and cash equivalents (A+B+C)		63,186,345		(20,533,103)
Cash and cash equivalents at the beginning of the year		5,225,913		25,759,016
Cash and cash equivalents at the end of the year		68,412,258		5,225,913
Cash and cash equivalents comprise of :				
Cash on Hand		8,640		2,242
Bank Balances in Current Accounts		50,403,618		5,223,671
Fixed Deposits with Original Maturity Period more than 3 months but less than 12 months		18,000,000		-
		68,412,258		5,225,913

In terms of our report of even date attached

For M. A. Parikh & Co.
Chartered Accountants

**AASTHA
AJIT SHAH**

Digitally signed by AASTHA AJIT SHAH
DN: cn=ajit, o=Personal,
postalCode=400028, st=Maharashtra,
2.5.4.20=ad8d1f1c038072a73e8eb0b5f5d
81982be5994226646094c22c0b3a586822
3c00,
serialNumber=882055cb115b7659db3c
8c4fa3046e731da352f41abe177bc5714
9f0507eb, cn=AASTHA AJIT SHAH
Date: 2020.06.05 16:45:17 +05'30'

Partner
Name : Aastha Shah
Membership No. 116700
UDIN: 20116700AAAASX2370

Place : Mumbai
Date : 04/06/2020

For and on behalf of Board of Directors

**Rajendra
Ramakan
t Likhite**

Digitally signed by Rajendra Ramakan
Likhite
DN: cn=R, o=Personal,
serialNumber=80005, cn=Maharashtra,
2.5.4.20=22487138914888bc04c3b7b
622182210a746842c04888a94c3b7b
9137896a,
serialNumber=14814e4991fa154b3d
19f530894ac388c0a8372c15b1224
e464842a, cn=Rajendra Ramakan
Likhite
Date: 2020.06.04 21:31:07 +05'30'

**Rajendra Likhite
(Director)
Din No.:00047169**

**VIPUL
BHAGWAN
DAS POPAT**

Digitally signed by VIPUL
BHAGWAN DAS POPAT
DN: cn=V, o=Personal, cn=VIPUL
BHAGWAN DAS POPAT,
serialNumber=108103887c27428a0
17048a8a8f53232147670142420
523012549048c06c,
serialNumber=890005,
2.5.4.20=97a8b271c8c2123416
520a130a8e07212183a0282108
e488105505, cn=Maharashtra
Date: 2020.06.04 21:21:49 +05'30'

**Vipul Popat
(Director)
Din No.:05102659**

Place : Mumbai
Date : 04/06/2020

SUREMI TRADING PRIVATE LIMITED

NOTES FORMING PART OF FINANCIAL STATEMENTS

Note	Particulars
1	BACKGROUND
1.1	The Company is engaged in the business of trading in fabrics.
1.2	The Company's Board of Directors in their meeting held on January 30, 2020, has approved scheme of amalgamation of Suremi Trading Private Limited ('Suremi' or 'the Transferor Company 1) along with Sushripada Investments Private Limited ('Sushripada' or 'the Transferor Company 2') with NOCIL Limited ('NOCIL' or 'the Transferee Company') and their respective shareholders ('the Scheme'). The companies are in process of obtaining requisite approval from Securities and Exchange Board of India and thereafter the Scheme shall be filed with the National Company Law Tribunal (NCLT) whereby the amalgamation shall be effective from October 1, 2020. The rationale for the Amalgamation is set-out in Para No.II of the Scheme which inter-alia includes to ensure a streamlined group structure by reducing the number of legal entities and reducing the multiplicity of legal and regulatory compliances required at present.
2	Significant accounting policies
2.1	<u>Basis of preparation of Financial Statements</u> The financial statements of the Company have been prepared in accordance with the Generally Accepted Accounting Principles in India ('Indian GAAP') to comply with the Accounting Standards notified under Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014 and the relevant provisions of the Companies Act, 2013 ("the Act"). The financial statements have been prepared on accrual basis under the historical cost convention. The accounting policies adopted in the preparation of financial statements are consistent with those followed in the previous year. All the assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle of 12 months.
2.2	<u>Use of Estimates</u> The preparation of Financial Statements in conformity with the Indian GAAP requires estimates and assumptions to be made that affect the reported amounts of assets and liabilities on the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Differences between the actual results and estimates are recognized in the period in which the results are known / materialized.
2.3	<u>Investments:</u> Long Term Investments other than investment in immovable properties are carried at cost. Provision is made to recognize decline, other than temporary in the carrying amount of long term investments. Long term investments in immovable properties is stated at cost less accumulated depreciation. Depreciation is provided for on written down value basis, at the rates and basis specified in Schedule II to the Act. Current Investments are carried at lower of cost and fair value.
2.4	<u>Property, Plant and Equipment (Fixed Assets) and Depreciation:</u> Fixed Assets are stated at cost of acquisition less accumulated depreciation. Depreciation on fixed assets is provided for on the Written Down Value Method based on useful lives prescribed in Schedule II to the Act.
2.5	<u>Revenue Recognition:</u> Revenue in respect of trading goods is recognised when no significant uncertainties as to its measurability or collectability exists. Interest Income is recognized on a time proportionate basis. Dividend income is recognised when right to receive dividend is established by the Balance Sheet Date. Share of profit/(loss) from partnership firm is recognised upon intimation thereof by the respective firm.
2.6	<u>Employee Benefits</u> Employee benefits payable wholly within twelve months of rendering the services are classified as short term employee benefits and are recognized in the period in which the employee renders the related service. The Company is liable towards contribution towards provident fund.
2.7	<u>Taxes on Income:</u> Tax expenses comprising both current tax and deferred tax are recognised at the enacted/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 differences between taxable income and accounting income for the reporting period that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax asset is recognized and carried forward only to the extent that there is a reasonable certainty that the asset will be realized in future.
2.8	<u>Earnings per Share:</u> The basic and diluted earnings per share is computed by dividing the net profit attributable to the equity shareholders for the year by the weighted average number of equity shares outstanding during the reporting year. In case of computing the diluted earnings per share, the net profit attributable to the equity shareholders for the year and the weighted average number of equity shares outstanding during the reporting year are adjusted for the effects of all dilutive potential equity shares.
2.9	<u>Cash Flow Statement:</u> Cash flows from operating activities are reported by using the indirect method, whereby the net profit or loss is adjusted for the effects of transactions of non-cash nature, any deferrals or accruals of past or future operating cash receipts or payments and items of income or expense associated with investing or financing cash flows. Cash flows from investing and
2.10	<u>Provisions and Contingencies:</u> Provisions involving substantial degree of estimation in measurement are recognised when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources. Contingent liabilities are not recognised but are disclosed in the notes. Contingent Assets are neither recognised nor disclosed in the financial statements.
2.11	Accounting policies not specifically referred to otherwise are consistent with the generally accepted accounting principles followed by the Company.

SUREMI TRADING PRIVATE LIMITED
NOTES FORMING PART OF AUDITED FINANCIAL STATEMENTS

(Amount in Rs.)

3 SHARE CAPITAL

Particulars	No. of Shares	As at 31st March, 2020	No. of Shares	As at 31st March, 2019
Authorised				
Equity Shares of Rs. 10/- each	1,000,000	10,000,000	30,000	300,000
0.1% Redeemable Cumulative Preference Shares of Rs. 100/- each	-	-	214,000	21,400,000
6% Cumulative Redeemable Non Convertible Preference Shares of Rs.1/- each fully paid up	187,200	187,200	-	-
Preference Shares of Rs. 100/- each	187,200	18,720,000	200,000	20,000,000
0.02% Non Convertible Redeemable Preference Shares of Rs.100/- each	-	-	4,400,000	440,000,000
0.01% Non Cumulative Compulsory Convertible Preference Shares of Rs.10/- each	2,000,000	20,000,000	1,000,000	10,000,000
	3,374,400	48,907,200	5,844,000	491,700,000
Issued, Subscribed & Paid Up				
Equity Shares of Rs. 10/- each fully paid-up	53,179	531,789	13,120	131,200
6% Cumulative Redeemable Convertible Preference Shares of Rs.100/- each fully paid up	-	-	187,200	18,720,000
0.02% Non Convertible Redeemable Preference Shares (NCRPS) of Rs.100/- each fully paid-up	-	-	3,850,000	385,000,000
0.01 % Compulsory Convertible Redeemable Preference Shares of Rs.10/- each	984,000	9,840,000	984,000	9,840,000
Total	1,037,179	10,371,789	5,034,320	413,691,200

3.1 Reconciliation of the numbers of shares:

Particulars	Number	As at 31st March, 2020	Number	As at 31st March, 2019
Equity Shares:-				
As at the beginning of the year	13,120	131,200	13,120	131,200
Add : Issued during the year (Refer Note No 32)				
1) On merger of Krishnadeep Engineers Pvt Ltd	34,432	344,320	-	-
2) On merger of Shamir Texchem Pvt Ltd	5,627	56,270	-	-
As at the end of the year	53,179	531,790	13,120	131,200
b) 0.1% Redeemable Cumulative Preference Shares				
As at the beginning of the year	-	-	213,620	21,362,000
Less: Bought back	-	-	213,620	21,362,000
Outstanding at the end of the year	-	-	-	-
c) 6% Cumulative Redeemable Convertible Preference Shares :				
As at the beginning of the year	187,200	18,720,000	187,200	18,720,000
Less:- Reduction in value as per the Scheme (Refer Note No.32)	-	18,532,800	-	-
Less: Redeemed during the year	187,200	187,200	-	-
Outstanding at the end of the year	-	-	187,200	18,720,000
d) 0.02% Non Convertible Redeemable Preference Shares:-				
As at the beginning of the year	3,850,000	385,000,000	3,850,000	385,000,000
Less:- Cancelled as per the Scheme (Refer Note No.32)	3,850,000	385,000,000	-	-
Outstanding at the end of the year	-	-	3,850,000	385,000,000
e) 0.01% Compulsory Convertible Redeemable Preference Shares				
As at the beginning of the year	984,000	9,840,000	-	-
Add:-Issued during the year	-	-	984,000	9,840,000
Outstanding at the end of the year	984,000	9,840,000	984,000	9,840,000

3.2 Rights attached to Equity Shares and Preference Shares:

- a) The Company has a single class of equity share having a par value of Rs. 10/- each. Each holder of equity share is entitled for one vote per share. Accordingly, all equity shares rank equally with regards to dividends and share in the Company's residual assets. The equity shareholders are entitled to receive dividend as declared from time to time.
- b) 6% Cumulative Redeemable Convertible Preference Shares shall be redeemed at par on or before 15th May, 2028 or at any time by giving 3 months notice to preference shareholder, in accordance with the provisions of Section 55 of the Act. Right to vote is restricted to resolutions placed before the Company which directly affect their rights.

SUREMI TRADING PRIVATE LIMITED
NOTES FORMING PART OF AUDITED FINANCIAL STATEMENTS

(Amount in Rs.)

- c) 0.02% NCRPS aggregating to 33,00,000 shall be redeemed at par on or before 2nd February, 2037 and 0.02% NCRPS aggregating to 5,50,000 shall be redeemed at par on or before 3rd August, 2037 in accordance with the provisions of Section 55 of the Act. Right to vote is restricted to resolutions placed before the Company which directly affect their rights.
- d) 0.01% Non Cumulative Compulsory Convertible Redeemable Preference Shares (CCPS) are issued for a period of 10 years after which they shall be compulsorily convertible into equity shares of the Company. The holders of CCPS shall have an option to convert whole or part of CCPS held by them into equity shares of the Company at any time after date of allotment within period of 10 years by giving 14 days conversion notice at a conversion price of Rs. 10 per share. i.e. every one CCPS shall be convertible into one equity share of Rs. 10 each. In case of the CCPS holder failing to exercise the option within a period of 10 years then upon expiry of 10 years, such CCPS shall be converted into equity shares of the Company, at a conversion price of Rs. 10 per share i.e. every one CCPS shall be convertible into one equity share of Rs. 10 each.

3.3 Details of shares held by shareholders holding more than 5% of the aggregate shares in the Company:

Name of Shareholder	As at 31st March, 2020		As at 31st March, 2019	
	No. of shares held	% of Holding	No. of shares held	% of Holding
Gurukripa Trust	34,223	64.35%	-	-
Hrishikesh A. Mafattal	18,860	35.47%	13,030	99.31%
Total	53,083	99.82%	13,030	99.31%
0.01% Non-Cumulative Compulsory Convertible Preference Shares				
Gurukripa Trust	977,250	99%	-	-
Hrishikesh A. Mafattal	-	-	977,250	99%

3.4 Details of aggregate number of 0.1% Cumulative Non Convertible Redeemable Preference Shares bought back for a period of five years immediately preceding the date of the balance sheet:

Particulars	As at 31st March, 2020	As at 31st March, 2019
Number of 0.1% Cumulative Non Convertible Redeemable Preference Shares bought back	213,620	213,620

4 RESERVES & SURPLUS (Refer Note No.32)

Particulars	As at 31st March, 2020		As at 31st March, 2019	
Securities Premium Account:				
As per Last Balance Sheet	191,000,001		191,000,001	
Add:- On account of merger of Arvi Associates Pvt Ltd	78,837,500		-	
	269,837,501		191,000,001	
Less: Adjusted against deficit on account of demerger	269,837,501	-	-	191,000,001
Statutory Reserve:				
As per Last Balance Sheet		394,000		394,000
General Reserve:				
As per Last Balance Sheet		45,000		45,000
Capital Reserve:				
As per Last Balance Sheet	17,019,105		17,019,105	
Add:- On account of merger of Shamir Texchem Pvt Ltd	133,930,000		-	
Add:- On account of merger of Arvi Associates Pvt Ltd	160,351,554		-	
	311,300,659		17,019,105	
Less : Deficit on account of merger of Krishnadeep Engineers Pvt Ltd	672,249		-	
	310,628,410		17,019,105	
Less: Adjusted against deficit on account of demerger	310,628,410	-	-	17,019,105
Profit on Amalgamation:				
As per Last Balance Sheet	114,858,465		114,858,465	
Add:- On account of merger of Shamir Texchem Pvt Ltd	256,043,729		-	
	370,902,194		114,858,465	
Less : Deficit on account of merger of Arvi Associates Pvt Ltd	278,488,750		-	
	92,413,444		-	114,858,465
Less : Deficit on account of merger of Krishnadeep Engineers Pvt Ltd		-	-	
Capital Redemption Reserve				
As per Last Balance Sheet	-		-	
Add: Created during the year	187,200	187,200	-	
Surplus as per Statement of Profit and Loss:				
Opening Balance	259,831,232		239,576,758	
Add : On account of merger (Arvi Associates Pvt Ltd and Krishnadeep Engineers Pvt Ltd)	446,059,165		-	
	4,251,599		-	
Less : On account of merger (Shamir Texchem Pvt Ltd)	701,638,798		239,576,758	
Less: Adjusted against deficit on account of demerger	299,969,966		9,840,000	
	401,668,832		229,736,758	
Less: Transferred to Capital Redemption Reserve	187,200		-	
	401,481,632		229,736,758	
Add:- Profit for the year	66,333,121	467,814,753	30,094,474	259,831,232
Total		468,440,953		583,147,802

SUREMI TRADING PRIVATE LIMITED
NOTES FORMING PART OF AUDITED FINANCIAL STATEMENTS

(Amount in Rs.)

5 LONG TERM BORROWINGS

Particulars	As at 31st March, 2020	As at 31st March, 2019
Secured:		
Term Loan from Bajaj Finance Limited (Refer Note No.5.1)	-	50,000,000
Unsecured:-		
Related Parties (Refer Note No.5.2)	-	136,350,000
Total	-	186,350,000

5.1 Nature of Security and Terms of Repayment:

- a First and exclusive pledge over unencumbered free listed equity shares of 9,20,000 equity shares of NOCIL Limited
- b PDCs and undated security cheque(s) together with cheque deposit letter for interest payments and principal repayments.
- c Demand Promissory Note for principal loan amount.
- d Loan is repayable entirely on 07.03.2021. However, the Company has prepaid the loan as on 31.03.2020
- e Interest is charged at 10.50 % p.a.

5.2 Above loans were repayable on demand and interest free.

6 SHORT TERM BORROWINGS

Particulars	As at 31st March, 2020	As at 31st March, 2019
Secured:-		
Bank Overdraft	-	999,506
Total	-	999,506

6.1 Interest was charged at 8 % p.a. Secured against Fixed Deposit with HDFC Bank Ltd

7 TRADE PAYABLES

Particulars	As at 31st March, 2020	As at 31st March, 2019
- Total outstanding dues of micro enterprises and small enterprises [Refer Note 7.1]	-	-
- Total outstanding dues of creditors other than micro enterprises and small enterprises [Refer Note 7.1]	117,000	43,315,616
Total	117,000	43,315,616

Particulars	As at 31st March, 2020	As at 31st March, 2019
Principal amount remaining unpaid to any suppliers as at 31st March, 2020	-	-
Interest due thereon remaining unpaid to any suppliers as at 31st March, 2020	-	-
The amount of interest paid by the Company in terms of section 16 of the MSMED Act, 2006.	-	-
The amount of the payment made to the supplier beyond the appointed day during each accounting year in terms of section 16 of the MSMED Act, 2006.	-	-
The amount of interest due and payable for the period of delay in making payments.	-	-
The amount of interest accrued and remaining unpaid as at 31st March, 2020	-	-
The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprises, for the purpose of disallowance as a deductible expenditure under section 23 of the MSMED Act, 2006.	-	-
Total	-	-

Dues to Micro and Small Enterprises have been determined to the extent such parties have been identified on the basis of information collected by the Management. This has been relied upon by the auditors.

8 OTHER CURRENT LIABILITIES

Particulars	As at 31st March, 2020	As at 31st March, 2019
Interest accrued and due on borrowings	-	32,389,005
Interest accrued and but not due	-	530,754
Statutory Dues	85,050	149,018
Employee Dues	35,983	208,354
Stamp Duty payable on account of Merger and Demerger (Refer Note No.32)	26,760,928	-
Rent Deposit	-	400,000
Total	26,881,961	33,677,131

SUREMI TRADING PRIVATE LIMITED

NOTES FORMING PART OF FINANCIAL STATEMENTS

9 PROPERTY, PLANT AND EQUIPMENTS

(Amount in Rs.)

Particulars	Gross Block				Depreciation/Amortisation					Net Block		
	As at 1st April, 2019	Additions	Adjustment on account of merger	Transferred to resulting company	As at 31st March, 2020	As at 1st April, 2019	Adjustment on account of merger	For the year	Transferred to resulting company	As at 31st March, 2020	As at 31st March, 2020	As at 31st March, 2019
Tangible Assets												
Furniture and fixtures	-	-	340,211	340,211	-	-	220,031	-	220,031	-	-	-
Computers & Printers	453,262	-	-	453,262	-	417,689	-	5,617	423,306	-	-	35,573
Office Equipments	1,155,981	14,900	-	1,170,881	-	1,015,265	-	16,030	1,031,295	-	-	140,716
Motor Car	4,245,075	-	-	4,245,075	-	1,634,219	-	203,843	1,838,062	-	-	2,610,856
TOTAL	5,854,318	14,900	340,211	6,209,429	-	3,067,173	220,031	225,490	3,512,694	-	-	2,787,145
Previous Year	5,721,411	-			5,721,411	1,798,805		1,278,201		3,077,006	2,644,405	-

Particulars	Amount
Depreciation on Tangible Fixed Asset	225,490
Depreciation on Investment in Immovable Property	208,552
Total	434,042

SUREMI TRADING PRIVATE LIMITED

NOTES FORMING PART OF FINANCIAL STATEMENTS

(Amount in Rs.)

10 NON CURRENT INVESTMENTS (NON-TRADE)

Particulars	As at 31st March, 2020	As at 31st March, 2019
Quoted (Fully paid-up equity shares) (At cost)		
NIL (Previous Year 30,93,047) Equity Shares of Rs. 10/- each of Mafatlal Industries Limited	-	411,539,412
2,12,72,170 (Previous Year 2,03,69,204) Equity Shares of Rs.10/- each fully paid up of NOCIL Ltd.	436,803,761	396,460,679
NIL (Previous Year 1,099) Equity Shares of Rs.1/- each of Asian Paints Limited	-	709,932
NIL (Previous Year 1,202) Equity Shares of Rs.2/- each of Astral Poly Technik Limited	-	318,997
NIL (Previous Year 295) Equity Shares of Rs.2/- each of Bajaj finance Limited	-	16,964
NIL (Previous Year 707) Equity Shares of RS.5/- each of Bajaj Finserv Limited	-	588,643
NIL (Previous Year 680) Equity Shares of Rs.2/- each of Divi's Laboratories Limited	-	791,205
NIL (Previous Year 2,220) Equity Shares of Rs.5/- each of Havells India Limited	-	610,773
NIL (Previous Year 1,826) Equity shares of Rs. 10/- each of Dabur India Ltd	-	798,767
NIL (Previous Year 537) Equity Shares of Rs. 10/- each of Britannia Industries Limited	-	692,831
NIL (Previous Year 55) Equity Shares of Rs.1/- each of Eicher Motors Limited	-	923,247
NIL (Previous Year 4,054) Equity Shares of Re. 1/- each of Motherson Sumi Systems Limited	-	224,783
NIL (Previous Year 1,537) Equity Shares of Re. 1/- each of P.I. Industries Limited	-	360,260
NIL (Previous Year 68) Equity Shares of Rs.10/-each of Page Industries Limited	-	411,081
NIL (Previous Year 1,217) Equity Shares of Rs.1/- each of Pidilite Industries Limited	-	587,429
NIL (Previous Year 34) Equity Shares of Rs.10/- each of Shree Cement Limited	-	314,258
NIL (Previous Year 980) Equity Shares of Rs. 2/-each of Dalmia Bharat Ltd.	-	1,382,761
NIL (Previous Year 2,462) Equity Shares of Rs.2/- each of Minda Indu.Ltd.	-	977,825
NIL (Previous Year 1,127) Equity Shares of Rs.10/- each of Kotak Mahindra Bank Ltd.	-	509,728
NIL (Previous Year 1,043) Equity Shares of Rs.10/- each of Indusind Bank Ltd.	-	1,017,782
NIL (Previous Year 1,141) Equity shares of Rs. 10/- each of Cholamandal Investments & Finance Co.Ltd.	-	1,136,944
NIL (Previous Year 22) Equity shares of Rs. 10/- each of MRF Limited	-	1,181,442
Total of Quoted Investments	436,803,761	821,555,742

SUREMI TRADING PRIVATE LIMITED

NOTES FORMING PART OF FINANCIAL STATEMENTS

(Amount in Rs.)

10 NON CURRENT INVESTMENTS (NON-TRADE)

Particulars	As at 31st March, 2020	As at 31st March, 2019
Unquoted (fully paid-up shares) (at cost)		
<u>A) Equity Shares:-</u>		
<u>Subsidiaries:</u>		
NIL (Previous Year 700) Equity Shares of Rs. 100/- each of Krishnadeep Engineers Private Limited.	-	102,841,375
NIL (Previous Year 1,29,500) Equity Shares of Rs. 10/- each of Arvi Associates Private Limited.	-	159,413,750
NIL (Previous Year 16,460) Equity Shares of Rs. 100/- each of Gayatri Pestichem Manufacturing Private Limited.	-	5,865,165
<u>Associate:</u>		
NIL (Previous Year 60,000) Equity Shares of Rs.10/- each of Superb Sulz Private Limited	-	600,000
<u>Others:</u>		
NIL (Previous Year 1,10,474) Equity Shares of Rs. 10/- each of Cebon Apparel Private Limited.	-	509,671
NIL (Previous Year 50,000) Equity Shares of Rs. 10/- each of EyeIndia.com Private Limited.	-	500,000
NIL (Previous Year 36,00,000) Equity Shares of Rs. 10/- each of Silvia Apparels Limited.	-	100,000
NIL (Previous Year 4,40,000) Equity Shares of Rs. 10/- each of Mafatlal V.K Intex Limited	-	66,000
NIL (Previous Year 6,20,000) Equity Shares of Rs.10/- each of Mafatlal Global Apparel Limited	-	6,200,000
	-	276,095,961
Less: Provision for diminution in value of investments	-	6,700,000
Sub-total	-	269,395,961
<u>B) Preference Shares</u>		
NIL (Previous Year 12,69,060) 0.1% Redeemable Cumulative Preference Shares of Rs. 100/- each of Arvi Associates Private Limited.	-	7,776,000
Sub-total	-	7,776,000
<u>Units:-</u>		
Units of India Value Fund - Scheme B of Rs. 1,000/- each	-	628,489
Units of India Value Fund - V of Rs. 1,000/- each	-	11,098,053
Units of Frontline Alternative Equity Scheme	-	15,000,000
Units of Pandara Trust Scheme No.1	-	7,862,316
Sub-total	-	34,588,858
<u>Immovable Properties :-</u>		
<u>Residential Flat at Goregaon, Mumbai:</u>		
Original Cost	-	18,682,295
Less: Accumulated Depreciation	-	2,640,866
Sub-total	-	16,041,429
<u>(1/4 Share) at Puna Bungalow</u>		
At Carrying Amount	-	1,143,780
Less: Depreciation for the year	-	55,702
Sub-total	-	1,088,078
Total of Unquoted Investments	-	328,890,326
Total	436,803,761	1,150,446,068

Particulars	As at 31st March, 2020	As at 31st March, 2019
Aggregate Amount of Quoted Investments		
Cost	436,803,761	821,555,742
Market Value	1,399,708,786	3,345,827,085
Aggregate Amount of Unquoted Investments	-	328,890,326

SUREMI TRADING PRIVATE LIMITED

NOTES FORMING PART OF AUDITED FINANCIAL STATEMENTS

11 LONG TERM LOANS AND ADVANCES

Particulars	As at 31st March, 2020	As at 31st March, 2019
(Unsecured and Considered Good)		
Loan to:		
Related Parties (Refer Note No.29)	-	22,635,000
Employees	-	610,000
Others	-	9,275,000
Deposits	-	5,064,531
Total	-	37,584,531

12 OTHER NON CURRENT ASSETS

Particulars	As at 31st March, 2020	As at 31st March, 2019
(Unsecured and Considered Good)		
MAT Credit Entitlement	-	1,231,931
Total	-	1,231,931

13 CURRENT INVESTMENTS

Particulars	As at 31st March, 2020	As at 31st March, 2019
Unquoted (at lower of cost or fair value)		
Mutual Funds:		
NIL(Previous Year 510) Units of DHFL Pramerica Ultra short term fund Regular Plan Daily Dividend	-	5,116
NIL(Previous Year 74) Units of DHFL Pramerica Ultra short term fund Daily Dividend	-	930
Total	-	6,046

14 TRADE RECEIVABLES

Particulars	As at 31st March, 2020	As at 31st March, 2019
(Unsecured and Considered Good)		
Debts outstanding for a period exceeding six months from the date they are due for payment	-	-
Other Debts	-	46,403,809
Total	-	46,403,809

15 CASH AND CASH EQUIVALENTS

Particulars	As at 31st March, 2020	As at 31st March, 2019
<u>Cash And Cash Equivalents</u>		
Cash on Hand	8,640	2,242
<u>Bank Balances in:</u>		
Current Accounts with Scheduled Banks	50,403,618	5,223,671
Fixed Deposits Accounts with Original Maturity Period less than 3 months	18,000,000	-
Total	68,412,258	5,225,913

16 SHORT TERM LOANS & ADVANCES

Particulars	As at 31st March, 2020	As at 31st March, 2019
(Unsecured and Considered Good)		
Balance in Current Account of Partnership Firm in which Company is a Partner	-	470,562
Trade Advances	-	5,735,008
Prepaid Expenses	-	31,275
Taxes Paid (Net of Provision made thereagainst)	-	5,822,639
Other Receivables	-	3,020,197
Total	-	15,079,681

SUREMI TRADING PRIVATE LIMITED

NOTES FORMING PART OF AUDITED FINANCIAL STATEMENTS

17 OTHER CURRENT ASSETS

Particulars	As at 31st March, 2020	As at 31st March, 2019
<u>(Unsecured and Considered Good)</u>		
Interest accrued and due on Loans	-	1,490,898
Interest accrued on Fixed Deposits	1,973	36,986
Interest accrued on India Value Fund	-	111,006
Other Receivable	471,313	-
Goods and Service Tax Receivable	122,398	65,271
Total	595,684	1,704,161

18 REVENUE FROM OPERATIONS

Particulars	Year ended 31st March, 2020	Year ended 31st March, 2019
Sale of Fabrics	5,125,778	67,562,612
Total	5,125,778	67,562,612

19 OTHER INCOME

Particulars	Year ended 31st March, 2020	Year ended 31st March, 2019
<u>Dividend From:</u>		
Long Term Investments	102,868,282	51,786,469
<u>Interest on:-</u>		
Loans	13,295	2,103,221
Fixed Deposits	1,973	6,679
Share of Profit in a Partnership Firm	36,218	158,159
Profit on Sale of Long-term Investments [Net]	292,523	279,845
Cash Discount	30,762	48,480
Rent Income	241,000	942,376
Income in respect of Units of Investment Fund	-	1,903,502
Total	103,484,052	57,228,731

20 Purchases

Particulars	Year ended 31st March, 2020	Year ended 31st March, 2019
Purchase of Fabrics	4,887,186	62,511,474
Total	4,887,186	62,511,474

21 EMPLOYEE BENEFIT EXPENSES

Particulars	Year ended 31st March, 2020	Year ended 31st March, 2019
Salaries, wages and bonus	2,140,597	5,033,445
Staff Welfare Expenses	-	31,803
Total	2,140,597	5,065,248

22 FINANCE COST

Particulars	Year ended 31st March, 2020	Year ended 31st March, 2019
<u>Interest on:</u>		
Secured Loan	978,082	589,726
Overdraft Facility	17,675	53,739
Processing Fees	5,900	295,000
Total	1,001,657	938,465

23 OTHER EXPENSES

Particulars	Year ended 31st March, 2020	Year ended 31st March, 2019
Auditors' Remuneration (Refer Note No. 24)	630,000	444,000
Legal and Professional fees	5,576,167	12,023,253
Commission and Brokerage	-	679,423
Rates & Taxes	26,906,385	480,540
Provision for diminution in value of investments	-	6,200,000
Miscellaneous Expenses	774,723	4,583,862
Total	33,887,275	24,411,078

SUREMI TRADING PRIVATE LIMITED

NOTES FORMING PART OF FINANCIAL STATEMENTS

(Amount in Rs.)

24 Break-up of Auditors' Remuneration:

Particulars	Year ended 31st March, 2020	Year ended 31st March, 2019
-As Auditors	80,000	55,000
-For Company Law matters	50,000	-
-For Taxation Matters	50,000	85,000
- Other Certifications	375,000	149,000
-For Limited Review	-	5,000
-Other Services	75,000	150,000
Total	630,000	444,000

25 The Company has net deferred tax assets as of year-end on account of unabsorbed business loss and depreciation allowance. However, in view of proposed amalgamation of the Company with NOCIL Limited, the Company would not be able to realise the deferred tax assets and hence the same are not recognised.

26 Earnings Per Share:

Earning per share is calculated by dividing the Profit attributable to the equity shareholders by the weighted average number of equity shares outstanding during the year, as under:

(Amount in Rs.)

Particulars	Year ended 31st March, 2020	Year ended 31st March, 2019
Face value per Equity Share	10	10
Net Profit after tax as per Profit and Loss Account	66,333,121	30,094,474
Less:-Dividend to Preference Shareholders (Including tax thereon)	1,184	1,201,184
Net Profit/(Loss) available to equity shareholders for the purpose of calculating Basic Earnings per Share	66,331,937	28,893,290
Net Profit/(Loss) available to equity shareholders for the purpose of calculating Diluted Earnings per Share	66,333,121	-
Weighted Average number of Equity Shares used as denominator for calculating Basic EPS	43,164	13,120
Weighted Average number of Equity Shares used as denominator for calculating Diluted EPS	1,027,164	-
Basic Earnings per Share	1,536.74	2,202.23
Diluted Earnings per Share	64.58	-

27 Segment Information

The Company has only one reportable business segment i.e. trading in fabrics as per the Accounting Standard-17 'Segment Reporting' notified by the Companies (Accounting Standards) Rules, 2006. There are no secondary segments.

28 Components of Deferred Tax Asset are as under:

(Amount in Rs.)

Particulars	Year ended 31st March, 2020	Year ended 31st March, 2019
Depreciation on Fixed Assets	-	711,969
Total	-	711,969

29 Related Party Disclosures

Names of Related Parties and description of relationship where transactions have taken place during the year.

Name of the Related Party	Relationship
Hrishikesh A. Mafatlal	Individual controlling the Company
Rekha H Mafatlal	Relative of individual controlling the Company
Priyavrata H. Mafatlal	
Superb Sulz Private Limited	Associate
Mayesh Enterprises	Firm in which Company is a Partner
Sumil Holdings Private Limited	Company under common control

SUREMI TRADING PRIVATE LIMITED

NOTES FORMING PART OF FINANCIAL STATEMENTS

(Amount in Rs.)

<u>Name of the Company or Concern / Nature of Transaction</u>	<u>Year ended 31st March, 2020</u>	<u>Year ended 31st March, 2019</u>
Hrishikesh A. Mafatlal		
Opening Balance	134,650,000	121,650,000
Loan taken during the year	-	30,000,000
Loan repaid during the year	-	17,000,000
Transferred on account of demerger	134,650,000	-
Loan outstanding at the end of the year	-	134,650,000
Rekha H. Mafatlal		
Opening Balance	1,700,000	-
Loan taken during the year	-	-
Transferred on account of demerger	1,700,000	-
Loan outstanding at the end of the year	-	1,700,000
Priyavrata H. Mafatlal		
Opening Balance	-	1,750,000
Loan taken during the year	-	-
Loan repaid during the year	-	1,750,000
Loan outstanding at the end of the year	-	-
Superb Sulz Private Limited		
<u>Investment in Equity Shares</u>		
Opening Balance	600,000	-
Transferred on account of demerger	600,000	-
Outstanding at the end of the year	-	600,000
<u>Loan granted and outstanding at the end of the year</u>		
Opening Balance	20,000,000	-
Transferred on account of demerger	20,000,000	-
Outstanding at the end of the year	-	20,000,000
<u>Interest income earned during the year</u>		
Opening Balance	2,033,425	-
Transferred on account of demerger	2,033,425	-
Outstanding at the end of the year	-	2,033,425
<u>Interest receivable at the end of year</u>		
Opening Balance	1,080,000	-
Transferred on account of demerger	1,080,000	-
Outstanding at the end of the year	-	1,080,000
Mayesh Enterprises		
30% share of Profit from Partnership Firm	36,218	158,159
<u>Current Account Balance as of year end</u>		
Opening Balance	470,562	-
Share of profit up to date of demerger	36,218	-
Transferred on account of demerger	506,780	-
Outstanding at the end of the year	-	470,562

30 Disputed income tax demand not provided for Rs. 26,104/- (Previous Year: Rs. 26,104/-)

SUREMI TRADING PRIVATE LIMITED

NOTES FORMING PART OF FINANCIAL STATEMENTS

31 Merger and Demerger

- 31.1 The Composite Scheme of Arrangement (the Scheme) of Merger of Arvi Associates Pvt Ltd, Krishnadeep Engineers Pvt Ltd and Shamir Texchem Pvt Ltd with the Company as at 1st July, 2019 (appointed date - opening business hours) and Demerger of the Company's undertaking into Sumil Holding Private Limited as at 1st July, 2019 (appointed date - closing business hours) was approved by the Hon' National Company Law Tribunal vide Order dated 17th October, 2019 (the Order). Certified true copy of the Scheme and Order is filed with the Registrar of the Companies on 29th November, 2019, on which day the Scheme became effective.
- 31.2 In terms of the Scheme, the accounting of merger has been done based on "Pooling of Interest " method as prescribed in Accounting Standard 14 - Accounting for Amalgamations. Thereafter, effect of transfer of "Demerged Undertaking", as defined in the Scheme, to Sumil Holding Private Limited, is accounted for, which on account of intervening period from 1st July, 2019 (appointed date) to 29th November, 2019 (effective date), resulted into Suremi Trading Private Limited receivable of Rs. 4,97,85,739 from Sumil Holding Private Limited, which stands recovered.
- 31.3 Current year's accounts are prepared after considering impact of aforesaid merger and demerger and as against the accounts for the preceding year are on a standalone basis. Therefore, the figures of the preceding year are not comparable with the corresponding figures of the current year.

32 Covid -19 Impact

The Company has considered the possible effects that may result from the global health pandemic (the pandemic) while assessing the recoverability of its Investments and other assets. For the purpose, the Company has used internal and external sources of information. Further, as stated in Note No.1.2, in view of proposed amalgamation of the Company with NOCIL Ltd, the management does not foresee any material impact on account of the pandemic. The impact of the pandemic may be different from that estimated as at the date of approval of these financial statements and the Company will continue to closely monitor any material changes to future economic conditions.

As per our report of even date attached

For M. A. Parikh & Co.

Chartered Accountants

Firm Registration No : 0107556W

**AASTHA
AJIT SHAH**

Digitally signed by AASTHA AJIT SHAH
DN: c=IN, o=Parikh, postalCode=400028,
st=Maharashtra,
2.5.4.20=ad8d1f1c40ab9297a285bab95981
9232c99926949094c2220a3356232c3
0,
serialNumber=0882055c111507659943c4c
44a304667831da35241a8e178a3714985
0786, cn=AASTHA AJIT SHAH
Date: 2020.06.05 14:52:31 +05'30'

Partner

Name : Aastha Shah

Membership No. 116700

UDIN: 20116700AAAASX2370

Place : Mumbai

Date : 04/06/2020

For and on behalf of the Board of Directors

**Rajendra
Ramakan
t Likhite**

**Rajendra Likhite
(Director)
Din No.:00047169**

**VIPUL
BHAGWA
NDAS
POPAT**

**Vipul Popat
(Director)
Din No.:05102659**

Digitally signed by Rajendra Ramakan
t Likhite
DN: c=IN, o=Parikh, postalCode=400028,
st=Maharashtra,
2.5.4.20=ad8d1f1c40ab9297a285bab95981
9232c99926949094c2220a3356232c3
0,
serialNumber=0882055c111507659943c4c
44a304667831da35241a8e178a3714985
0786, cn=Rajendra Ramakan
t Likhite
Date: 2020.06.05 14:52:31 +05'30'

Digitally signed by VIPUL
BHAGWA NDAS
DN: c=IN, o=Parikh, cn=VIPUL
BHAGWA NDAS, postalCode=400028,
serialNumber=0882055c111507659943c4c
44a304667831da35241a8e178a3714985
0786, cn=VIPUL
BHAGWA NDAS
Date: 2020.06.05 14:52:31 +05'30'

Place: Mumbai

Date : 04/06/2020