

**INDO COUNT RETAIL VENTURES PVT LTD
BALANCE SHEET AS AT 31ST MARCH, 2020**

Particulars	Note No.	Amount in Rs. As at 31.03.2020	Amount in Rs. As at 31.03.2019
ASSETS			
(1) Non-Current Assets			
(a) Property, Plant and Equipment	5	5,31,810	1,72,717
(b) Deferred Tax Assets (Net)	6	-	1,36,08,566
(2) Current assets			
(a) Inventories	7	3,09,31,489	1,96,22,747
(b) Financial Assets			
(i) Trade Receivables	8	85,43,853	2,06,25,298
(ii) Cash and Cash Equivalents	9	40,16,852	2,08,83,935
(c) Other Current Assets	10	41,76,892	25,38,511
TOTAL ASSETS		4,82,00,895	7,74,51,774
EQUITY AND LIABILITIES			
EQUITY			
(a) Equity Share Capital	11	1,00,000	1,00,000
(b) Other Equity		(8,19,44,930)	(3,56,51,273)
LIABILITIES			
(1) Non-Current Liabilities			
(a) Provisions	12	1,58,502	4,05,393
(2) Current Liabilities			
(a) Financial Liabilities			
Trade Payables due to			
- Micro & Small Enterprises	13	-	-
- Other than Micro & Small Enterprises	14	12,84,13,277	10,72,73,785
(b) Other Current Liabilities	15	14,74,046	53,23,869
TOTAL EQUITY AND LIABILITIES		4,82,00,895	7,74,51,774
CONTINGENT LAIBILITIES AND COMMITMENTS	24		
SIGNIFICANT ACCOUNTING POLICIES	3		

The accompanying notes from an integral part of Financial Statements

As per our report of even date attached

For Suresh Kumar Mittal & Co.

Chartered Accountants

Firm Regd. No.: 500063N

Sd/-

Partner

Membership No.: 521915

Place: Mumbai

Date:

For and on behalf of Board of Directors

Sd/-

Anil Kumar Jain

Director

DIN 00086106

Sd/-

K. Muralidharan

Director

DIN 00647078

INDO COUNT RETAIL VENTURES PVT LTD
STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH, 2020

	Note No.	Amount in Rs. For the year ended 31.03.2020	Amount in Rs. For the year ended 31.03.2019
CONTINUING OPERATIONS			
I INCOME			
Revenue from Operations	16	3,80,77,834	9,79,19,898
Other Income	17	1,35,166	-
TOTAL INCOME		3,82,13,000	9,79,19,898
II EXPENSES			
Purchase of Stock-in-Trade		4,22,06,955	8,17,87,923
Changes in Inventories of Stock-in-Trade	18	(1,13,08,742)	(37,41,840)
Employee Benefit Expense	19	2,65,22,795	2,57,45,635
Finance Cost	20	43,366	14,537
Depreciation and Amortisation Expense	21	76,963	9,965
Other Expenses	22	1,37,36,572	1,29,69,972
TOTAL EXPENSES		7,12,77,910	11,67,86,192
III Profit / (Loss) before Tax (I-II)		(3,30,64,910)	(1,88,66,294)
IV Tax Expense			
a) Current Tax		-	-
b) Deferred Tax		1,36,08,566	(54,42,671)
V Profit / (Loss) for the year (III-IV)		(4,66,73,476)	(1,34,23,623)
VI Other Comprehensive Income			
A. Item that will not be reclassified to profit and loss			
(i) Remeasurement of the Net Defined Benefit Liability / Asset		3,79,822	3,35,415
(ii) Income Tax relating to item that will not be reclassified to Profit and Loss		-	(93,312)
VII Total Comprehensive Income for the year (V+VI)		(4,62,93,654)	(1,31,81,520)
VIII Earnings per Equity Share			
a) Basic	26	(4,667.35)	(1,342.36)
b) Diluted		(4,667.35)	(1,342.36)

SIGNIFICANT ACCOUNTING POLICIES 3

The accompanying notes from an integral part of Financial Statements

As per our report of even date attached

For Suresh Kumar Mittal & Co.

Chartered Accountants

Firm Regd. No.: 500063N

For and on behalf of Board of Directors

Sd/-

Partner

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Place: Mumbai

Date:

Sd/-

Anil Kumar Jain

Director

DIN 00086106

Sd/-

K. Muralidharan

Director

DIN 00647078

INDO COUNT RETAIL VENTURES PVT LTD
CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2020

Amount in Rs.

Particulars	For the year ended	For the year ended
A. CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit / (Loss) before Extraordinary Item and Tax	(3,30,64,910)	(1,88,66,294)
Adjustments for:-		
Finance Cost	43,366	14,537
Depreciation and Amortisation	76,963	9,965
Other Comprehensive Income	3,79,822	3,35,415
Operating Profit / (Loss) before Working Capital changes	(3,25,64,759)	(1,85,06,377)
Changes in Working Capital :		
Adjustment for (Increase) / Decrease in Operating Assets:		
Inventories	(1,13,08,742)	(37,41,840)
Trade Receivables	1,20,81,444	85,16,043
Other Current Assets	(16,38,381)	(2,59,788)
	(8,65,678)	45,14,415
Adjustment for Increase / (Decrease) in Operating Liabilities:		
Non-Current Provisions	(2,46,891)	3,55,954
Trade Payable	2,11,39,492	2,81,57,663
Other Current Liabilities	(38,49,825)	42,84,680
	1,70,42,775	3,27,98,297
Net Income Tax (paid) / refunds	-	-
Net Cash Flow from / (used in) Operating Activities (A)	(1,63,87,661)	1,88,06,335
B. CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Fixes Assets	(4,36,056)	(1,51,200)
Net Cash Flow from / (used in) Investing Activities (B)	(4,36,056)	(1,51,200)
C. CASH FLOW FROM FINANCING ACTIVITIES		
Finance Cost	(43,366)	(14,537)
Net Cash Flow from / (used in) Financing Activities (C)	(43,366)	(14,537)
Net Increase / (Decrease) in Cash and Cash Equivalents (A+B+C)	(1,68,67,083)	1,86,40,598
Cash and Cash Equivalents at the beginning of the year	2,08,83,935	22,43,337
Cash and Cash Equivalents at the end of the year	40,16,852	2,08,83,935
Reconciliation of Cash and Cash Equivalents with the Balance Sheet :		
Cash and Cash Equivalents as per Balance sheet	40,16,852	2,08,83,935
Cash and Cash Equivalents at the end of the year comprises of:		
(a) Cash in Hand	2,612	3,461
(b) In Current Accounts	40,14,240	2,08,80,474
Notes: Figures in bracket represents Cash Outflow		

The accompanying notes from an integral part of Financial Statements

As per our report of even date attached

For Suresh Kumar Mittal & Co.

Chartered Accountants

Firm Regd. No.: 500063N

For and on behalf of Board of Directors

Sd/-

Partner

Membership No.: 521915

Place: Mumbai

Date:

Sd/-

Anil Kumar Jain

Director

DIN 00086106

Sd/-

K. Muralidharan

Director

DIN 00647078

INDO COUNT RETAIL VENTURES PVT LTD
STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31ST MARCH, 2020

A. Equity Share Capital

Particulars	Notes	Amount in Rs.
As at 31.03.2018		1,00,000
Changes in Equity Share Capital	11(a)	-
As at 31.03.2019		1,00,000
Changes in Equity Share Capital	11(a)	-
As at 31.03.2020		1,00,000

B. Other Equity

Amount in Rs.

Particulars	Reserve & Surplus		
	Retained Earnings	Preliminary Expenses	Total
Balance as at 31.03.2018	(2,23,12,297)	(1,57,456)	(2,24,69,753)
Amortisation of 1/5th portion	(52,484)	52,484	-
Total Comprehensive Income for the year	(1,31,81,522)	-	(1,31,81,522)
Balance as at 31.03.2019	(3,55,46,303)	(1,04,972)	(3,56,51,275)
Amortisation of 1/5th portion	(52,484)	52,484	-
Total Comprehensive Income for the year	(4,62,93,654)	-	(4,62,93,654)
Balance as at 31.03.2020	(8,18,92,442)	(52,488)	(8,19,44,930)

The accompanying notes from an integral part of Financial Statements

As per our report of even date attached

For and on behalf of Board of Directors

For Suresh Kumar Mittal & Co.

Chartered Accountants

Firm Regd. No.: 500063N

Sd/-

Partner

Membership No.: 521915

Place: Mumbai

Date:

Sd/-

Anil Kumar Jain

Director

DIN 00086106

Sd/-

K. Muralidharan

Director

DIN 00647078

INDO COUNT RETAIL VENTURES PVT LTD
NOTES TO THE FINANCIAL STATEMENTS

5. PROPERTY, PLANT AND EQUIPMENT

Amount in Rs.

Particulars	Office Equipments	Total
Gross Carrying Amount		
As at 01.04.2019	1,86,217	1,86,217
Additions	4,36,056	4,36,056
Disposals / Transfers	-	-
As at 31.03.2020	6,22,273	6,22,273
Accumulated Depreciation		
As at 01.04.2019	13,500	13,500
Depreciation charged for the year	76,963	76,963
Disposals / Transfers	-	-
As at 31.03.2020	90,463	90,463
Net Carrying Amount		
As at 31.03.2019	1,72,717	1,72,717
As at 31.03.2020	5,31,810	5,31,810

6. INCOME TAX

The major components of Income Tax expense for the period ended 31 March, 2020 and 31 March, 2019 are:

Statement of Profit and Loss:**Profit and Loss section**

Particulars	Amount in Rs.	
	As at 31.03.2020	As at 31.03.2019
Current Income Tax:		
Current Income Tax charge	-	-
Deferred Tax:		
Relating to origination and reversal of temporary differences	1,36,08,566	(54,42,671)
Income Tax expense reported in the Statement of Profit and Loss	1,36,08,566	(54,42,671)

Other Comprehensive Income (OCI) section

Deferred Tax related to items recognised in OCI during the year:

Particulars	Amount in Rs.	
	As at 31.03.2020	As at 31.03.2019
Net loss/(gain) on remeasurements of defined benefit plans	-	93,312
Income tax charged to OCI	-	93,312

DEFERRED TAX

Particulars	Amount in Rs		Amount in Rs	
	Balance Sheet	Profit & Loss	Balance Sheet	Profit & Loss
	31.03.2020	31.03.2020	31.03.2019	31.03.2019
Deferred Tax relates to the following:				
Unused Tax losses / depreciation	-	1,36,08,566	1,36,08,566	(53,49,359)
	-	1,36,08,566	1,36,08,566	(53,49,359)
Deferred Tax expenses / (income)				
- Recognised in Profit and Loss	-	1,36,08,566	-	(54,42,671)
- Recognised in OCI	-	-	-	93,312
Deferred Tax Assets/ (Liabilities)	-	-	1,36,08,566	-
	-	1,36,08,566	1,36,08,566	(53,49,359)

Net Deferred Tax Assets / (Liabilities)

Reflected in the Balance Sheet as follows:

Particulars	Amount in Rs.	
	As at 31.03.2020	As at 31.03.2019
Deferred Tax Assets	-	1,36,08,566
Deferred Tax Liabilities	-	-
Deferred Tax Liabilities (net)	-	1,36,08,566

Reconciliation of Deferred Tax Liabilities (net)

Particulars	Amount in Rs.	
	As at 31.03.2020	As at 31.03.2019
Opening Balance as of 1 April	1,36,08,566	82,59,206
Tax income / (expense) during the year recognised in Profit and Loss	(1,36,08,566)	54,42,671
Tax income / (expense) during the year recognised in OCI	-	(93,312)
Closing Balance as at 31 March	-	1,36,08,565

Note : Deferred Tax Asset has been derecognised because of uncertainty of its realisation.

7. INVENTORIES

Particulars	Amount in Rs.	
	As at 31.03.2020	As at 31.03.2019
Stock-in-Trade	3,09,31,489	1,96,22,747
TOTAL	3,09,31,489	1,96,22,747

8. CURRENT TRADE RECEIVABLES

Particulars	Amount in Rs.	
	As at 31.03.2020	As at 31.03.2019
Receivables exceeding Six Months	41,47,710	42,79,126
Receivables - Others	43,96,143	1,63,46,172
Receivables which have significant increase in Credit Risk	-	-
Receivables - Credit Impaired	-	-
TOTAL	85,43,853	2,06,25,298
Current Portion	85,43,853	2,06,25,298
Non-Current Portion	-	-
Break-up of Security Details		
Secured, Considered Good	-	-
Unsecured, Considered Good	85,43,853	2,06,25,298
TOTAL	85,43,853	2,06,25,298

9. CASH AND CASH EQUIVALENTS

Particulars	Amount in Rs.	
	As at 31.03.2020	As at 31.03.2019
Cash in Hand	2,612	3,461
Balances with Banks		
- In Current Accounts	40,14,240	2,08,80,474
TOTAL	40,16,852	2,08,83,935

10. OTHER CURRENT ASSETS
(Unsecured-considered good)

Particulars	Amount in Rs.	
	As at 31.03.2020	As at 31.03.2019
Balances with VAT Authorities	19,38,711	19,38,711
Balances with GST Authorities	20,49,998	5,32,067
Other	39,683	-
Advance to Staff	-	40,000
Advance to Supplier	1,48,500	27,733
TOTAL	41,76,892	25,38,511

11. SHARE CAPITAL

Particulars	Amount in Rs.	
	As at 31.03.2020	As at 31.03.2019
Authorised		
Equity Shares		
50,00,000 Shares of Rs. 10 each	5,00,00,000	5,00,00,000
Preference Shares		
20,00,000 Shares of Rs. 10 each	2,00,00,000	2,00,00,000
	7,00,00,000	7,00,00,000
Issued, Subscribed and Paid-Up		
10,000 Equity Shares of Rs. 10 each	1,00,000	1,00,000
TOTAL	1,00,000	1,00,000

Notes:

(a) Reconciliation of the number of the shares outstanding at the beginning and at the end of the year:

Particulars	As at 31.03.2020		As at 31.03.2019	
	No. of Shares	Amount in Rs.	No. of Shares	Amount in Rs.
Authorised				
Equity Shares of Rs. 10 each				
Balance at the beginning of the year	50,00,000	5,00,00,000	50,00,000	5,00,00,000
Balance at the end of the year	50,00,000	5,00,00,000	50,00,000	5,00,00,000
Preference Shares of Rs 10 each				
Balance at the beginning of the year	20,00,000	2,00,00,000	20,00,000	2,00,00,000
Balance at the end of the year	20,00,000	2,00,00,000	20,00,000	2,00,00,000
TOTAL	70,00,000	7,00,00,000	70,00,000	7,00,00,000
Issued, Subscribed and paid-up				
Equity Shares of Rs. 10 each				
Balance at the beginning of the year	10,000	1,00,000	10,000	1,00,000
Balance at the end of the year	10,000	1,00,000	10,000	1,00,000

The Company has not issued any Equity Shares during the current and in the previous year.

(b) Terms / rights attached to equity shares

(i) The Company has only one class of Equity Shares having a par value of Rs. 10 per share. Each holder of Equity Shares is entitled to one vote per share and pro-rata dividend on the shares held.

(ii) In the event of liquidation of the Company, the holders of Equity Shares will be entitled to receive remaining assets of the Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of Equity Shares held by the shareholders.

(c) Details of shareholders holding more than 5% shares in the Company:

Name of the Shareholder	No. of Shares		No. of Shares	
	As at 31.03.2020	Percentage	As at 31.03.2019	Percentage
Indo Count Industries Limited (Holding company)	10,000	100.00%	8,250	82.50%
Mr. Asim Dalal	-	0.00%	1,750	17.50%

- Pursuant to the acquisition of remaining 17.50% shareholding in the company by ICIL, the Company became the Wholly Owned Subsidiary of Indo Count Industries Limited (ICIL) with effect from 9th March 2020.
- The Company entered into a Business Transfer Agreement with ICIL (Holding Company) on 30th March, 2020, whereby the domestic home textile trading business of the company was transferred by the company to ICIL as a going concern on 'slump sale' basis w.e.f 1st April 2020. The Company will however continue to carry on its trading business. The assets and liabilities transferred pursuant to the arrangement will be dealt with by the Company in its books in FY 2020-21.

12. NON-CURRENT PROVISIONS

Particulars	Amount in Rs.	
	As at 31.03.2020	As at 31.03.2019
Provision for Employees Benefits	1,58,502	4,05,393
TOTAL	1,58,502	4,05,393

13. TRADE PAYABLES DUE TO MICRO & SMALL ENTERPRISES

Particulars	Amount in Rs.	
	As at 31.03.2020	As at 31.03.2019
Payables	-	-
TOTAL	-	-

Note:

The Company has no dues to suppliers registered under Micro, Small and Medium Enterprises Development Act, 2006 (MSMED Act). The disclosures pursuant to the said MSMED Act are as follows:

Particulars	Amount in Rs.	
	As at 31.03.2020	As at 31.03.2019
a) The principal amount remaining unpaid to any supplier at the end of the year	-	-
b) Interest accrued and due to suppliers under the Act, on the above	-	-
c) Payment made to suppliers (other than interest) beyond the appointed day, during the year	-	-
d) Interest paid to suppliers under the Act	-	-
e) Interest due and payable to suppliers under the Act, for payments already made	-	-
f) Interest accrued and remaining unpaid at the end of the year under the	-	-
g) The amount of further interest remaining due and payable even in the succeeding years for the purpose of disallowances under Section 23 of the	-	-

Disclosure of payable to vendors as defined under the MSMED Act is based on the information available with the Company regarding the status of registration of such vendors under the said Act, as per the intimation received from them on requests made by the Company. As per the agreed terms of Purchase Order, there are no delays in payment made to such suppliers during the year or for any earlier years and accordingly there is no interest paid or outstanding in this regard in respect of payment made during the year or on balance brought forward from previous year.

14. TRADE PAYABLES DUE TO OTHER THAN MICRO AND SMALL ENTERPRISES

Particulars	Amount in Rs.	
	As at 31.03.2020	As at 31.03.2019
Payable to Holding Company	12,79,64,433	10,70,10,446
Payable to Others	4,48,844	2,63,339
TOTAL	12,84,13,277	10,72,73,785

15. OTHER CURRENT LIABILITIES

Particulars	Amount in Rs.	
	As at 31.03.2020	As at 31.03.2019
Advance from Customers	4,68,096	35,94,126
Other Payables *	10,05,950	17,29,743
TOTAL	14,74,046	53,23,869

* There are no amounts due and outstanding to be credited to Investor Education & Protection Fund.

16. REVENUE FROM OPERATIONS

Particulars	Amount in Rs.	
	For the year	For the year
	01.04.2019 to 31.03.2020	01.04.2018 to 31.03.2019
1) Sale of Products		
- Stock-in-Trade	3,80,77,834	9,79,19,898
Revenue from Operations	3,80,77,834	9,79,19,898

**Disaggregation of Revenue
Revenue based on Geography**

Particulars	Rs. in lakhs	
	For the year	For the year
	01.04.2019 to 31.03.2020	01.04.2018 to 31.03.2019
Domestic	3,80,77,834	9,79,19,898
Export	-	-
REVENUE FROM OPERATIONS	3,80,77,834	9,79,19,898

Reconciliation of Revenue from Operations with Contract Price

Particulars	Rs. in lakhs	
	For the year	For the year
	01.04.2019 to 31.03.2020	01.04.2018 to 31.03.2019
Contract Price	5,07,14,377	9,79,19,898
Less:		
Sales Returns	1,20,96,204	-
Rebates & Discounts	5,40,339	-
Embedded Interest	-	-
Others	-	-
REVENUE FROM OPERATIONS	3,80,77,834	9,79,19,898

17. OTHER INCOME

Particulars	Amount in Rs.	
	For the year	For the year
	01.04.2019 to 31.03.2020	01.04.2018 to 31.03.2019
Liabilities no longer required written back	1,35,166	-
TOTAL	1,35,166	-

18. CHANGES IN INVENTORIES OF FINISHED GOODS

Particulars		Amount in Rs.	
		For the year	For the year
		01.04.2019 to 31.03.2020	01.04.2018 to 31.03.2019
Less : Opening Stock			
Stock-in-Trade		1,96,22,747	1,58,80,907
SUB-TOTAL	A	1,96,22,747	1,58,80,907
Less: Closing Stock			
Stock-in-Trade		3,09,31,489	1,96,22,747
SUB-TOTAL	B	3,09,31,489	1,96,22,747
(INCREASE) / DECREASE IN STOCK	A-B	(1,13,08,742)	(37,41,840)

19. EMPLOYEE BENEFITS EXPENSE

Particulars	Amount in Rs.	
	For the year	For the year
	01.04.2019 to 31.03.2020	01.04.2018 to 31.03.2019
Salaries & Wages	2,02,99,075	1,87,05,536
Director's Remuneration	50,10,000	59,40,000
Contribution to Provident & Other Funds	6,63,889	5,61,344
Gratuity	3,29,961	3,66,424
Staff Welfare Expenses	2,19,870	1,72,331
TOTAL	2,65,22,795	2,57,45,635

20. FINANCE COST

Particulars	Amount in Rs.	
	For the year	For the year
	01.04.2019 to 31.03.2020	01.04.2018 to 31.03.2019
Interest Expense		
-Others	30,186	2,881
Bank Charges	13,180	11,656
TOTAL	43,366	14,537

22. DEPRECIATION & AMORTISATION EXPENSE

Particulars	Amount in Rs.	
	For the year	For the year
	01.04.2019 to 31.03.2020	01.04.2018 to 31.03.2019
Depreciation	76,963	9,965
TOTAL	76,963	9,965

23. OTHER EXPENSES

Particulars	Amount in Rs.	
	For the year	For the year
	01.04.2019 to 31.03.2020	01.04.2018 to 31.03.2019
Power & Fuel	1,34,784	1,63,550
Rent	14,38,271	16,25,923
Rates, Taxes & Fees	92,910	1,800
Insurance	11,385	9,437
Freight Outward	11,98,853	21,08,087
Miscellaneous expenses (a)	1,08,60,369	90,61,175
TOTAL	1,37,36,572	1,29,69,972

(a) Includes payment to Statutory Auditors

Particulars	Amount in Rs.	
	For the year	For the year
	01.04.2019 to 31.03.2020	01.04.2018 to 31.03.2019
As Statutory Audit Fees	10,000	10,000
As Tax Audit Fees	5,000	5,000
TOTAL	15,000	15,000

24. CONTINGENT LIABILITIES AND COMMITMENTS (to the extent not provided for)

- A. Contingent Liabilities: NIL
B. Commitments: NIL

25. RELATED PARTY DISCLOSURE

Related party disclosures as required by IND-AS 24 "Related Party Disclosures" are given below:-

i) Key Management Personnel

- Shri Asim Bhupendra Dalal - Managing Director (Resigned w.e.f. 31.01.2020)

ii) Holding Company

- Indo Count Industries Limited

Particulars	Amount in Rs.		
	Holding Company	Key Management Personnel	Total
Transactions during the year:			
- Remuneration Paid	- (-)	50,10,000 (59,40,000)	50,10,000 (59,40,000)
- Purchase of Goods	3,89,79,540 (7,53,75,826)	- (-)	3,89,79,540 (7,53,75,826)
- Reimbursement of Expenses	3,768 (-)	- (-)	3,768 (-)
Balance Outstanding at the year end:			
- Creditors	12,79,64,433 (10,70,10,446)	- (-)	12,79,64,433 (10,70,10,446)

a) Previous year figures are given in brackets.

b) Related parties enlisted above are those having transactions with the Company.

26. EARNING PER SHARE

Particulars	UOM	For the year 01.04.2019 to 31.03.2020	For the year 01.04.2018 to 31.03.2019
Face Value of Equity Share	Rs	10	10
Weighted Average number of Equity Shares outstanding	Nos.	10,000	10,000
Profit / (Loss) for the year (continuing operations)	Rs.in lakhs	(4,66,73,476)	(1,34,23,623)
EARNING PER SHARE (BASIC AND DILUTED)	Rs.	(4,667.35)	(1,342.36)

27. DISCLOSURES AS REQUIRED BY INDIAN ACCOUNTING STANDARD (IND-AS) 19 "EMPLOYEE BENEFITS"**(a) Defined Contribution Plans:**

Amount of Rs. 6,63,889 (previous year Rs. 5,61,344) is recognised as an expense and included in Employee Benefits Expense paid under the following defined contribution plans (Refer Note 19, supra):

Particulars	For the year 01.04.2019 to 31.03.2020	For the year 01.04.2018 to 31.03.2019
Benefits (Contribution to):		
Provident fund	6,62,593	5,59,976
Labour welfare scheme	1,296	1,368
Total	6,63,889	5,61,344

(b) Defined Benefit Plans:**Gratuity**

The Company provides for gratuity, a defined benefit retirement plan covering eligible employees. The Gratuity Plan provides a lump sum payment to vested employees at retirement, death, incapacitation or termination of employment, of an amount equivalent to 15 days' salary for each completed year of service. Vesting occurs upon completion of five continuous years of service in accordance with Indian Law.

The Company makes annual contributions to the Life Insurance Corporation of India, which is funded defined benefit plan for qualifying employees.

Leave Encashment Benefit

The Company provides for leave encashment, a defined benefit retirement plan covering eligible employees. The Leave Encashment Plan provides a lump sum payment to vested employees at retirement, death, incapacitation or termination of employment, of an amount equivalent to 15 days' salary for each completed year of service, subject to maximum of 90 days till retirement.

The Company makes annual contributions to the Life Insurance Corporation of India, which is funded defined benefit plan for qualifying employees.

Sr. No.	Particulars	Amount in Rs.			
		GRATUITY		LEAVE ENCASHMENT	
		2019-20 (funded)	2018-19 (funded)	2019-20 (funded)	2018-19 (funded)
I	Change in present value of defined benefit obligation during the year				
1	Present Value of defined benefit obligation at the beginning of the year	8,67,119	7,74,195	6,91,963	4,49,923
2	Interest cost	66,152	59,613	52,870	34,644
3	Current service cost	3,29,961	3,66,424	3,78,667	1,67,287
4	Past service cost	-	-	-	-
5	Liability transfer from other Company	-	-	-	-
6	Liability transferred out/ divestment	-	-	-	-
7	Benefits paid directly by employer	-	-	(2,30,492)	(1,16,082)
8	Benefits paid	-	-	-	-
9	Actuarial changes arising from changes in demographic assumptions	(130)	-	(52)	-
10	Actuarial changes arising from changes in financial assumptions	84,518	-	39,007	-
11	Actuarial changes arising from changes in experience adjustments	(4,65,866)	(3,33,113)	(4,50,655)	1,56,191
12	Present Value of defined benefit obligation at the end of the year	8,81,754	8,67,119	4,81,308	6,91,963
II	Change in fair value of plan assets during the year				
1	Fair value of plan assets at the beginning of the year	8,28,491	7,67,121	3,25,228	4,08,620
2	Interest Income	62,137	61,370	25,043	26,995
3	Contributions paid by the employer	-	-	2,04,646	-
4	Benefits paid from the fund	-	-	(2,30,492)	(1,16,082)
5	Assets transferred out/ divestments	-	-	(1,619)	5,695
6	Return on plan assets excluding interest income	-	-	-	-
7	Fair value of plan assets at the end of the year	8,90,628	8,28,491	3,22,806	3,25,228
III	Net asset / (liability) recognised in the balance sheet				
1	Present Value of defined benefit obligation at the end of the year	8,81,754	8,67,119	4,81,308	6,91,963
2	Fair value of plan assets at the end of the year	8,90,628	8,28,491	3,22,806	3,25,228
3	Amount recognised in the balance sheet	(8,874)	38,628	1,58,502	3,66,735
4	Net (liability) / asset - current	-	-	-	-
5	Net (liability) / asset - non-current	8,874	(38,628)	(1,58,502)	(3,66,735)
IV	Expenses recognised in the statement of profit and loss for the year				
1	Current service cost	3,29,961	3,66,424	3,78,667	1,67,287
2	Interest cost on benefit obligation (net)	2,358	545	27,828	7,731
3	Actuarial changes arising from changes in demographic assumptions	-	-	-	-
4	Actuarial changes arising from changes in financial assumptions	-	-	-	-
5	Actuarial changes arising from changes in experience adjustments	-	-	(4,50,655)	1,56,191
6	Return on Plan Assets excluding amount included in 'Net interest on net Defined Liability / (Asset)' above	-	-	1,619	(5,695)
7	Total expenses included in employee benefits expense	3,32,319	3,66,969	(42,541)	3,25,514
V	Recognised in other comprehensive income for the year				
1	Actuarial changes arising from changes in demographic assumptions	(130)	-	-	-
2	Actuarial changes arising from changes in financial assumptions	84,518	-	-	-
3	Actuarial changes arising from changes in experience adjustments	(4,65,866)	(3,33,113)	-	-
4	Return on plan assets excluding interest income	1,656	(2,302)	-	-
5	Recognised in other comprehensive income	(3,79,822)	(3,35,415)	-	-
VI	Maturity profile of defined benefit obligation				
1	Within the next 12 months (next annual reporting year)	6,281	16,009	14,319	10,658
2	Between 2 and 5 years	2,07,234	2,13,625	2,30,702	1,24,686
3	Between 6 and 10 years	2,63,227	6,89,407	1,47,370	1,84,187
VII	below:				
	Increase / (decrease) on present value of defined benefits obligation at the end of the year				
(i)	Hundred basis point increase in discount rate	(7,95,635)	(7,91,460)	(4,41,563)	(6,55,446)
(ii)	Hundred basis point decrease in discount rate	9,82,002	9,54,581	5,27,709	7,34,068
(i)	Hundred basis point increase in rate of salary Increase	9,80,725	9,54,319	5,27,113	7,33,942
(ii)	Hundred basis point decrease in rate of salary Increase	(7,95,092)	(7,90,331)	(4,41,313)	(6,54,900)

VIII Sensitivity Analysis Method

Sensitivity analysis is determined based on the expected movement in liability if the assumptions were not proved to be true on different count.

IX The major categories of plan assets as a percentage of total

Particulars	Gratuity		Leave Encashment	
	2019-20 (funded)	2018-19 (funded)	2019-20 (funded)	2018-19 (funded)
Insurer Managed Funds	100%	100%	100.00%	100.00%

X Actuarial Assumptions

Sr. No.	Particulars	Gratuity		Leave Encashment	
		2019-20 (funded)	2018-19 (funded)	2019-20 (funded)	2018-19 (funded)
1	Discount Rate	6.72% p.a.	7.70% p.a.	6.72% p.a.	7.70% p.a.
2	Salary Escalation	7.00%	7.00%	7.00%	7.00%
3	Mortality rate during employment	Indian Assured Lives Mortality (2012-14)	Indian Assured Lives Mortality (2006-08)	Indian Assured Lives Mortality (2012-14)	Indian Assured Lives Mortality (2006-08)
4	Mortality post retirement rate	NA	NA	NA	NA
5	Rate Employee Turnover	5.00% p.a.	5.00% p.a.	5.00% p.a.	5.00% p.a.
6	Future Benefit Cost Inflation	NA	NA	NA	NA

Expected contribution to the defined benefit plan for the next annual reporting year

- (i) The actuarial valuation of plan assets and the present value of the defined benefit obligation were carried out at 31 March, 2020. The present value of the defined benefit obligation and the related current service cost and past service cost, were measured using the Projected Unit Credit Method.
- (ii) Discount rate is based on the prevailing market yields of Indian Government Securities as at the Balance Sheet date for the estimated term of the
- (iii) The salary escalation rate is arrived after taking into consideration the seniority, the promotion and other relevant factors, such as, demand and supply in employment market.

28. OTHER INFORMATION

Nil

29. FINANCIAL INSTRUMENTS - ACCOUNTING CLASSIFICATIONS AND FAIR VALUE MEASUREMENTS

The fair values of the financial assets and liabilities are included at the amount at which the instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale.

The following methods and assumptions were used to estimate the fair values:

- Fair value of cash and short-term deposits, trade and other short term receivables, trade payables, other current liabilities, short term loans from banks and other financial institutions approximate their carrying amounts largely due to the short-term maturities of these instruments.
- Financial instruments with fixed and variable interest rates are evaluated by the Company based on parameters such as interest rates and individual credit worthiness of the counterparty. Based on this evaluation, allowances are taken to account for the expected lossess of these receivables.

The Company uses the following hierarchy for determining and disclosing the fair value of financial instruments by valuation technique:

Level 1 : quoted (unadjusted) prices in active markets for identical assets or liabilities.

Level 2 : other techniques for which all inputs which have a significant effect on the recorded fair value are observable, either directly or indirectly.

Level 3 : techniques which use inputs that have a significant effect on the recorded fair value that are not based on observable market data.

Amount in Rs.

Particulars	Carrying amount	Fair Value		
	As at 31.03.2019	Level 1	Level 2	Level 3
Financial Assets at Amortised Cost:				
Trade Receivables	2,06,25,298	-	-	-
Cash and Bank Balances	2,08,83,935	-	-	-
TOTAL	4,15,09,233	-	-	-
Financial Liabilities at Amortised Cost:				
Trade and Other Payables	10,72,73,785	-	-	-
TOTAL	10,72,73,785	-	-	-

Amount in Rs.

Particulars	Carrying amount	Fair Value		
	As at 31.03.2020	Level 1	Level 2	Level 3
Financial Assets at Amortised Cost:				
Trade Receivables	85,43,853	-	-	-
Cash and Bank Balances	40,16,852	-	-	-
TOTAL	1,25,60,705	-	-	-
Financial Liabilities at Amortised Cost:				
Trade and Other Payables	12,84,13,277	-	-	-
TOTAL	12,84,13,277	-	-	-

During the reporting period ending 31 March, 2020 and 31 March, 2019, there were no transfers between Level 1 and Level 2 fair value measurements.

Description of significant unobservable inputs to valuation:

The following table shows the valuation techniques and inputs used for financial instruments:

Particulars	As at 31.03.2020	As at 31.03.2019
Other Financial Liabilities (non-current)	Discounted Cash Flow method using	

30. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES

The Company's financial risk management is an integral part of how to plan and execute its business strategies. The Company's financial risk management policy is set by the Managing Board.

Market risk is the risk of loss of future earnings, fair values or future cash flows that may result from a change in the price of a financial instrument. The value of a financial instrument may change as a result of changes in the interest rates, foreign currency exchange rates, equity prices and other market changes that affect market risk sensitive instruments. Market risk is attributable to all market risk sensitive financial instruments including investments and deposits, foreign currency receivables, payables, loans and borrowings.

The Company manages market risk through a treasury department, which evaluates and exercises independent control over the entire process of market risk management. The treasury department recommends risk management objectives and policies, which are approved by Senior Management and the Audit Committee. The activities of this department includes management of cash resources, implementing hedging strategies for foreign currency exposures, borrowing strategies, and ensuring compliance with market risk limits and policies.

Interest Rate Risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. In order to optimize the Company's position with regards to interest income and interest expense and to manage the interest rate risk, treasury performs a comprehensive corporate interest rate risk management by balancing the proportion of fixed rate and floating rate financial instruments in its total portfolio.

The Company is not exposed to significant interest rate risk as at the respective reporting dates.

Foreign Currency Risk

The Company is not exposed to significant foreign currency risk as at the respective reporting dates.

Credit Risk

Credit risk arises from the possibility that counter party may not be able to settle their obligations as agreed. To manage this, the Company periodically assesses the financial reliability of customers, taking into account the financial condition, current economic trends, and analysis of historical bad debts and ageing of accounts receivables. Individual risk limits are set accordingly.

The Company considers the probability of default upon initial recognition of asset and whether there has been a significant increase in credit risk on an ongoing basis throughout each reporting period. To assess whether there is a significant increase in credit risk the company compares the risk of a default occurring on the asset as at the reporting date with the risk of default as at the date of initial recognition. It considers reasonable and supportive forward looking information such as:

- Actual or expected significant adverse changes in business,
- Actual or expected significant changes in the operating results of the counterparty,
- Financial or economic conditions that are expected to cause a significant change to the counterparty's ability to meet its obligations,
- Significant increases in credit risk on other financial instruments of the same counterparty,
- Significant changes in the value of the collateral supporting the obligation or in the quality of third party guarantees or credit enhancements.

Financial assets are written off when there is no reasonable expectation of recovery, such as a debtor failing to engage in a repayment plan with the Company. The Company categorises a loan or receivable for write off when a debtor fails to make contractual payments greater than 2 years past due. Where loans or receivables have been written off, the Company continues to engage in enforcement activity to attempt to recover the receivable due. Where recoveries are made, they are recognised in Statement of Profit and Loss.

The Company measures the expected credit loss of trade receivables and loan from individual customer based on historical trend, industrial practices and the business environment in which the entity operates. Loss rates are based on actual credit loss experience and past trends. Based on historical data, loss on collection of receivable is not material, hence no additional provision considered.

Exposure to Credit Risk**Financial Assets for which loss allowance is measured using 12 months Expected Credit Losses (ECL) Amount in Rs.**

Particulars	As at	As at
	31.03.2020	31.03.2019
Cash and Bank Balances	40,16,852	2,08,83,935

Financial Assets for which loss allowance is measured using Life time Expected Credit Losses (ECL) Amount in Rs.

Particulars	As at	As at
	31.03.2020	31.03.2019
Trade Receivables	85,43,853	2,06,25,298

Balance with banks is subject to low credit risks due to good credit ratings assigned to these banks.

The ageing analysis of the receivables (gross of provision) has been considered from the date the invoice falls due.

Particulars	Amount in Rs.
As at 31.03.2020	
Not Due	33,70,698
Up to 3 months	6,73,288
3 to 6 months	2,55,171
More than 6 months	42,44,696
TOTAL	85,43,853
As at 31.03.2019	
Not Due	93,75,420
Up to 3 months	57,67,884
3 to 6 months	12,02,868
More than 6 months	42,79,126
TOTAL	2,06,25,298

During the year the Company has recognised loss allowance of Rs. Nil Under 12 months Expected Credit Loss model.

No significant changes in estimation techniques or assumptions were made during the reporting period.

Liquidity Risk

Liquidity risk is defined as the risk that the Company will not be able to settle or meet its obligations on time or at a reasonable price. The Company's treasury department is responsible for liquidity, funding as well as settlement management. In addition, processes and policies related to such risks are overseen by senior management. Management monitors the Company's net liquidity position through rolling forecasts on the basis of expected cash flows.

Maturity Profile of Financial Liabilities

The table below provides details regarding the remaining contractual maturities of financial liabilities at the reporting date based on contractual undiscounted payments.

Particulars	Amount in Rs.		
	Less than 1 year	1 to 5 years	Total
As at 31.03.2020			
Trade Payables	6,48,92,652	6,35,20,625	12,84,13,277
	6,48,92,652	6,35,20,625	12,84,13,277
As at 31.03.2019			
Trade Payables	10,72,36,497	37,288	10,72,73,785
	10,72,36,497	37,288	10,72,73,785

Capital Management

For the purposes of the Company's capital management, capital includes issued capital and all other equity reserves. The primary objective of the Company's Capital Management is to maximise shareholder value. The Company manages its capital structure and makes adjustments in the light of changes in economic environment and the requirements of the financial covenants.

The Company monitors capital using Gearing Ratio, which is total debt divided by total capital plus debt:

Particulars	Amount in Rs.	
	As at 31.03.2020	As at 31.03.2019
Total Debt	-	-
Equity	(8,18,44,930)	(3,55,51,273)
Capital and Debt	(8,18,44,930)	(3,55,51,273)
GEARING RATIO	0%	0%

31. DETAILS OF LOANS GIVEN, INVESTMENTS MADE AND GUARANTEE GIVEN COVERED UNDER SECTION 186(4) OF THE COMPANIES ACT, :

There are no loans given, investment made and guarantee given, covered under section 186(4) of the Companies Act, 2013.

32. IMPACT OF COVID PANDEMIC AND RELATED LOCKDOWN MEASURES

The World Health Organization announced a global health emergency due to a new strain of coronavirus ("COVID-19") and classified this outbreak as a pandemic in March 2020 following which Government of India announced a countrywide lockdown from March 24, 2020.

The markets for non-essential goods/ products remained closed from 23rd March, 2020 and are yet to be opened up fully. The immediate impact of this development is vanishing demand for our products, stock pile up at some of the distribution points and delayed collections.

Outlook:

With economic conditions remaining hazy and unemployment ruling high, it is unlikely that the purchasing power in the consumers would return soon. Revival of demand and business pick up for company's products are expected to take a longer time than envisaged.

The company has no short term or long term borrowings. However, thin operational margins are expected to exert adverse pressure on company's liquidity.

As per our report of even date attached

For Suresh Kumar Mittal & Co.

Chartered Accountants

Firm Regd. No.: 500063N

Sd/-

Partner

Membership No.: 521915

Place: Mumbai

Date:

For and on behalf of Board of Directors

Sd/-

Anil Kumar Jain

Director

DIN 00086106

Sd/-

K. Muralidharan

Director

DIN 00647078