

# MAHASHREE TRADING LTD

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REGD. OFFICE : UNIT-B/21, GRD FLOOR, RAJ INDUSTRIAL COMPLEX, RAJ INDUSTRIAL  
COMPLEX PREMISES CO.OP SOC. LTD., MILITARY ROAD, MAROL, ANDHERI (EAST),  
MUMBAI= 400059.

CIN : L51900MH1984PLC034918 , PAN NO.: AADCM9123A

5<sup>th</sup> September, 2020

BSE Limited  
Market-Operation Dept.,  
1<sup>st</sup> Floor, New Trading Ring,  
Rotunda Bldg., P.J. Towers,  
Dalal Street, Fort,  
Mumbai – 400023.

Sub. : Annual Report for the year ended 31<sup>st</sup> March, 2020.

Dear Sirs,

Pursuant to Regulation 34 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we enclosed herewith copy of Annual Report for the year ended 31<sup>st</sup> March, 2020.

Please take the same on record.

Thanking you,

Yours faithfully,  
For Mahashree Trading Limited



Director

# 36th Annual Report

**Mahashree Trading Limited**

**F.Y 2019-20**

## **Notice**

NOTICE is hereby given that the 36<sup>th</sup> Annual General Meeting of the Members of Mahashree Trading Limited will be held at the Registered Office of the Company at Unit B/21, Grd Floor, Raj Industrial Complex, Raj Industrial Complex Premises Co.Op. Soc Ltd. Military Road, Marol, Andheri (East), Mumbai – 400059 on Monday the 28<sup>th</sup> September, 2020 at 4.00 p.m. to transact the following business.

### **ORDINARY BUSINESS:**

1. To receive, consider and adopt the financial statement of the Company for the year ended 31<sup>st</sup> March, 2020, including the Audited Balance Sheet as at 31<sup>st</sup> March, 2020, the Statement of Profit & Loss for the year ended on that date and report of the Board of Directors and Auditors thereon.
2. To appoint a Director in place of Shri Rajesh Malpani (DIN: 00772914) who retires by rotation and, being eligible, offers himself for reappointment.

### **NOTES:**

1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF AND A PROXY NEED NOT BE A MEMBER OF THE COMPANY. A person can act as a proxy on behalf of members not exceeding fifty and holding in the aggregate not more than 10% of the total share capital of the Company carrying voting rights. A member holding more than 10% of the total share capital of the Company carrying voting rights may appoint a single person as proxy and such person shall not act as a proxy for any other person or shareholder.
2. Proxies, in order to be effective, must be received at the registered office of the Company, duly completed and signed, not less than forty-eight hours before the commencement of the meeting. A proxy form is sent herewith. Proxies submitted on behalf of the Companies, Societies etc., must be supported by appropriate resolution / authority, as applicable.
3. Register of Members and the Share transfer books of the Company will remain closed from Tuesday, 22<sup>nd</sup> September, 2020 to Monday, 28<sup>th</sup> September, 2020 (both days inclusive) for the purpose of Annual General Meeting.
4. To prevent fraudulent transactions, members are advised to exercise due diligence and notify the Company of any change in address as soon as possible. The Securities and Exchange Board of India (SEBI) has made it mandatory for all companies to use the bank account details furnished by the Shareholders for depositing of dividends.

5. Details under Regulation 36 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, "Listing Regulations" in respect of the Directors seeking appointment/re-appointment at the Annual General Meeting, forms part of the notice. The Directors have furnished the requisite declarations for their appointment / re-appointment.
6. Electronic copy of the Annual Report will be sent to the members whose email IDs are registered with the Company.

## **VOTING THROUGH ELECTRONIC MEANS**

In compliance with provisions of Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014, as amended from time to time and Regulation 44 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Company is pleased to provide Members facility to exercise their votes through 'remote e-voting (e-voting from a place other than venue of the AGM) and Ballot Form for all the resolutions detailed in the Notice of the 36<sup>th</sup> Annual General Meeting scheduled to be held on 28<sup>th</sup> September, 2020 at 4.00 p.m. The Company has engaged the services of CDSL, as the authorized agency to provide the e-voting as per instructions below:

In order to enable to its members, who do not have access to remote e-voting facility to send their assent or dissent in writing in respect of the resolutions as set out in this Notice, a Ballot Form is sent herewith. Instructions for Ballot form are given at the back of said form.

The voting right of Shareholders shall be in proportion to their share in the paid up equity capital of the Company as on 21<sup>st</sup> September, 2020 (cut-off date)

The facility for voting through ballot paper (Poll) shall be made available at the AGM and the Members attending the meeting who have not cast their vote by remote e-voting or by Ballot Form shall be able to exercise their right at the meeting through Ballot paper.

The Members who have casted their vote by remote e-voting or by Ballot Form prior to the AGM may also attend the AGM but shall not be entitled to cast their vote again.

Kindly note that members can opt for only one form of voting i.e. either by Ballot Forms or through remote E-Voting. If members are opting for remote e-voting then they should not vote by Ballot Forms and vice-versa.

However, in case of Members casting their vote both by Ballot Form and remote e-voting, then voting done through remote e-voting shall prevail and voting done by Physical Ballot shall be treated as invalid.

The Company has appointed A.J. Saboo Associates Chartered Accountants as the Scrutinizer for conducting the remote e-voting and the voting process at the AGM (including voting through Ballot form) in fair and transparent manner.

In case a Member desirous of obtaining a duplicate Ballot Forms, he may send an e-mail to babulal\_sharma@supreme.co.in. A member desiring to exercise vote by Ballot Form shall complete the Ballot Form with assent (for) or dissent (against) and send it to Shri A.J. Saboo, Scrutinizer C/o. Unit B/21, Grd Floor, Raj Industrial Complex, Raj Industrial Complex Premises Co.Op. Soc Ltd. Military Road, Marol, Andheri (East), Mumbai – 400059, so as to reach him on or before 27<sup>th</sup> September, 2020, by 5.00 p.m. Any Ballot form received after the said date shall be treated as if the reply from the members has not been received.

The Chairman shall, at the AGM, at the end of discussion on the resolutions on which voting is to be held, allow voting with the assistance of Scrutinizer, by use of “Ballot Paper” for all those Members, who are present at the AGM, but have not cast their votes by availing remote e-voting facility.

The Scrutinizer shall after the conclusion of voting at AGM, will first count the votes cast at the meeting and thereafter unblock the votes cast through remote e-voting, in the presence of at least two witnesses not in the employment of the Company and shall make, not later than forty eight hours of the conclusion of the AGM, a consolidated Scrutinizer’s Report of total votes cast in favour or against, if any, to the Chairman or a person authorized by him in writing, who shall countersign the same and declare the result of the voting forthwith.

The result declared along with the report of the Scrutinizer shall be placed on the website of the Company and CDSL, immediately after the declaration of result by the Chairman or a person authorized by him in writing. The result shall also be immediately forwarded to the Stock Exchange.

**The instructions for shareholders voting electronically are as under:**

- (i) The voting period begins on Friday, the 25<sup>th</sup> September, 2020 at 09.00 am. and ends on Sunday, the 27<sup>th</sup> September, 2020, at 05.00 pm. During this period shareholders’ of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date 21<sup>st</sup> September, 2020 may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.
- (ii) Shareholders who have already voted prior to the meeting date would not be entitled to vote at the meeting venue.
- (iii) The shareholders should log on to the e-voting website [www.evotingindia.com](http://www.evotingindia.com).
- (iv) Click on Shareholders / Members
- (v) Now Enter your User ID
  - a. For CDSL: 16 digits beneficiary ID,
  - b. For NSDL: 8 Character DP ID followed by 8 Digits Client ID,
  - c. Members holding shares in Physical Form should enter Folio Number registered with the Company.

OR

Alternatively, if you are registered for CDSL's **EASI/EASIEST** e-services, you can log-in at <https://www.cdslindia.com> from [Login - MyEasi](#) using your login credentials. Once you successfully log-in to CDSL's **EASI/EASIEST** e-services, click on **e-Voting** option and proceed directly to cast your vote electronically.

- (vi) Next enter the Image Verification as displayed and Click on Login.
- (vii) If you are holding shares in demat form and had logged on to [www.evotingindia.com](http://www.evotingindia.com) and voted on an earlier voting of any company, then your existing password is to be used.
- (viii) If you are a first time user follow the steps given below:

<b>For Members holding shares in Demat Form and Physical Form</b>	
PAN	Enter your 10 digit alpha-numeric PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders)  <ul style="list-style-type: none"><li>• Members who have not updated their PAN with the Company/Depository Participant are requested to use the sequence number sent by Company/RTA or contact Company/RTA.</li></ul>
Dividend Bank Details  <b>OR</b> Date of Birth (DOB)	Enter the Dividend Bank Details or Date of Birth (in dd/mm/yyyy format) as recorded in your demat account or in the company records in order to login.  <ul style="list-style-type: none"><li>• If both the details are not recorded with the depository or company please enter the member id / folio number in the Dividend Bank details field as mentioned in instruction (v).</li></ul>

- (ix) After entering these details appropriately, click on "SUBMIT" tab.
- (x) Members holding shares in physical form will then directly reach the Company selection screen. However, members holding shares in demat form will now reach 'Password Creation' menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the demat holders for voting for resolutions of any other company on which they are eligible to vote, provided that company opts for e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.

- (xi) For Members holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.
- (xii) Click on the EVSN for the relevant Mahashree Trading Ltd on which you choose to vote.
- (xiii) On the voting page, you will see “RESOLUTION DESCRIPTION” and against the same the option “YES/NO” for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.
- (xiv) Click on the “RESOLUTIONS FILE LINK” if you wish to view the entire Resolution details.
- (xv) After selecting the resolution you have decided to vote on, click on “SUBMIT”. A confirmation box will be displayed. If you wish to confirm your vote, click on “OK”, else to change your vote, click on “CANCEL” and accordingly modify your vote.
- (xvi) Once you “CONFIRM” your vote on the resolution, you will not be allowed to modify your vote.
- (xvii) You can also take a print of the votes cast by clicking on “Click here to print” option on the Voting page.
- (xviii) If a demat account holder has forgotten the changed login password then Enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.
- (xix) **Shareholders can also cast their vote using CDSL’s mobile app m-Voting available for android based mobiles. The m-Voting app can be downloaded from Google Play Store. Apple and Windows phone users can download the app from the App Store and the Windows Phone Store respectively. Please follow the instructions as prompted by the mobile app while voting on your mobile.**
- (xx) **Note for Non – Individual Shareholders and Custodians**
- Non-Individual shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodian are required to log on to [www.evotingindia.com](http://www.evotingindia.com) and register themselves as Corporates.
  - A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com).

- After receiving the login details a Compliance User should be created using the admin login and password. The Compliance User would be able to link the account(s) for which they wish to vote on.
- The list of accounts linked in the login should be mailed to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com) and on approval of the accounts they would be able to cast their vote.
- A scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.
- Alternatively Non Individual shareholders are required to send the relevant Board Resolution/ Authority letter etc. together with attested specimen signature of the duly authorized signatory who are authorized to vote, to the Scrutinizer and to the Company at the email address viz; [babulal\\_sharma@supreme.co.in](mailto:babulal_sharma@supreme.co.in) , if they have voted from individual tab & not uploaded same in the CDSL e-voting system for the scrutinizer to verify the same.

If you have any queries or issues regarding attending AGM & e-Voting from the e-Voting System, you may refer the Frequently Asked Questions (“FAQs”) and e-voting manual available at [www.evotingindia.com](http://www.evotingindia.com), under help section or write an email to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com) or contact Mr. Nitin Kunder (022- 23058738) or Mr. Rakesh Dalvi (022-23058542) or Mr. Mehboob Lakhani (022-23058543).

All grievances connected with the facility for voting by electronic means may be addressed to Mr. Rakesh Dalvi, Manager, (CDSL, ) Central Depository Services (India) Limited, A Wing, 25th Floor, Marathon Futurex, Mafatlal Mill Compounds, N M Joshi Marg, Lower Parel (East), Mumbai - 400013 or send an email to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com) or call on 022- 23058738 / 022-23058542/43.

The Notice of AGM is placed on the website of CDSL viz. [www.cdslindia.com](http://www.cdslindia.com).

By order of the Board

**Rajesh Malpani**  
Director

**Registered Office**

Unit B/21, Grd Floor,  
Raj Industrial Complex,  
Raj Industrial Complex Premises Co.Op. Soc Ltd.  
Military Road, Marol, Andheri (East),  
Mumbai – 400059  
Date: 03/07/2020



## Boards' Report

Your Directors have pleasure in presenting the 36<sup>th</sup> Annual Report of the Company together with the Audited Statement of Accounts for the year ended 31<sup>st</sup> March, 2020.

### FINANCIAL STATEMENTS & RESULTS:

#### Financial Results

(Rs. in lacs)

Particular	For the financial year ended 31 <sup>st</sup> March, 2020	For the financial year ended 31 <sup>st</sup> March, 2019
Income	39.64	407.98
Profit/loss before tax	(744.45)	(2572.09)
Less :- Provision for Income Tax	34.82	358.65
Profit After Tax	(779.27)	(2930.74)

#### **DIVIDEND:**

During the Year under review no dividend has been declared by the Board of Directors of the Company.

#### **TRANSFER TO RESERVES:**

During the year under review Board of Directors has not recommended transfer of any amount of profit to reserves.

#### **MANAGEMENT DISCUSSION AND ANALYSIS:**

The business activities of the Company and all the financial matters has been mentioned and discussed in the Director's Report. There are no other financial matter that requires to be discussed.

#### **DEPOSITS**

The Company has not accepted or renewed any amount falling within the purview of provisions of Section 73 of the Companies Act 2013 ("the Act") read with the Companies (Acceptance of Deposit) Rules, 2014 during the year under review. Hence, the requirement for furnishing of details of deposits which are not in compliance with the Chapter V of the Act is not applicable.

#### **DIRECTOR'S RESPONSIBILITY STATEMENT:**

In terms of Section 134(5) of the Companies Act, 2013, in relation to the audited financial statements of the Company for the year ended 31<sup>st</sup> March, 2020, the Board of Directors hereby confirms that:

- in the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- such accounting policies have been selected and applied consistently and the Directors made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at 31<sup>st</sup>

- March, 2020 and of the profit/loss of the Company for that year;
- c. proper and sufficient care was taken for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
  - d. the annual accounts of the Company have been prepared on a going concern basis;
  - e. internal financial controls have been laid down to be followed by the Company and that such internal financial controls are adequate and were operating effectively;
  - f. proper systems have been devised to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively;

## **CORPORATE GOVERNANCE**

We have to state that pursuant to Regulation 15(2) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. Regulation 27(2) is not applicable to the Company, since the paid up share capital of the Company is Rs 40 lacs (Less than Rs 10 crores). The Net Worth of the Company is Rs 4.45 Crores (Less than 25 crores) as on 31<sup>st</sup> March, 2020. Hence Regulation 27(2) is not applicable to the Company, even though Company has taken a requisite steps to comply with the Corporate governance.

### **FOREIGN EXCHANGE EARNINGS AND OUTGO:**

#### **(A) Conservation of Energy and Technology Absorption**

Since the Company does not own any manufacturing facility, the particulars relating to conservation of energy and technology absorption stipulated in the Companies (Accounts) Rules, 2014 are not applicable.

#### **(B) Research and Development**

The Company at present has no Research and Development Facilities.

#### **(C) Foreign Exchange Earnings and Outgo:**

1. Foreign Exchange Earnings – Rs. Nil
2. Foreign Exchange Outgo – Rs. Nil

## **PARICULARS OF EMPLOYEES AND RELATED DISCLOSURE**

None of the employees of the company were in receipt of remuneration exceeding the limits prescribed under Rule 5 (2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

## **DIRECTORS & KEY MANAGERIAL PERSONNEL**

The Company has received declarations from all the Independent Directors of the Company confirming that they meet with the criteria of the independence as prescribed both under section 149(6) of the Companies Act, 2013 and under Regulation 16 (1)(b) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

In accordance with the provisions of the Companies Act, 2013, none of the Independent Directors are liable to retire by rotation.

Shri Rajesh Malpani (DIN: 00772914), Executive Director of the Company retires by rotation at the forthcoming Annual General Meeting in accordance with provisions of the Companies Act, 2013 and the Articles of Association of the Company and being eligible, offers himself for re-appointment.

## **KEY MANAGERIAL PERSONNEL**

Shri Rajesh Malpani, Executive Director and CFO and Shri Atul Agrahari, Company Secretary were appointed as Key Managerial Personnel of your Company in accordance with the provisions of Section 203 of the Companies Act, 2013.

## **DISCLOSURES RELATED TO BOARD, COMMITTEES AND POLICIES**

### **BOARD MEETINGS:**

The Board of Directors met 6 times during the financial year ended 31<sup>st</sup> March, 2020 in accordance with the provisions of the Companies Act, 2013 and rules made there under. The details thereof are given in the Corporate Governance Report

## **AUDITORS AND REPORTS**

The Statutory Auditors M/s G.M. Kapadia & Co., Chartered Accountants (FRN: 31051E) was appointed in 33<sup>rd</sup> Annual General Meeting to hold office from the conclusion of 33<sup>rd</sup> Annual General Meeting for a term of consecutive five years till conclusion of 38<sup>th</sup> Annual General Meeting (subject to ratification of the appointment by the members at every Annual General Meeting).

The requirement of seeking ratification of the members for continuance of their appointment has been withdrawn consequent upon the changes made by the Companies (Amendment) Act, 2017 with effect from May 07, 2018.

The Statutory Auditors have given a confirmation to the effect that they are eligible to continue with their appointment and that they have not been disqualified in any manner from continuing as Statutory Auditors.

## **AUDITORS' REPORT**

Note on financial statement referred to in the Auditor's Report are self-explanatory and do not call for any further comments. The Auditor's Report does not contain any qualification, reservation or adverse remark.

## **SECRETARIAL AUDIT REPORT FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 2020:**

Pursuant to the provisions of Section 204 of the Companies Act, 2013 and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, The Board has appointed M/s V. Laxman & Co., Company Secretaries (C.P No. 744), to conduct Secretarial Audit for the financial year 2019-20. Secretarial Audit Report issued by M/s V. Laxman & Co., Company Secretaries in Form MR-3 for the financial year 2019-20 forms part to this report **Annexure I**.

Secretarial Auditors report has following observation:

*The financial statement of the Company for the financial year 2018-2019, has not been signed by the Company Secretary of the Company.*

### **BOARD PERFORMANCE EVALUATION**

(i) The Company has devised criteria for performance evaluation of Independent Directors, Board/Committees, and other individual Directors which includes criteria for performance evaluation of Non Executive Directors. Performance evaluation has been carried out as per the Nomination & Remuneration Policy.

At the meeting of the Board all the relevant factors that are material for evaluating the performance of individual Directors, the Board/ Committees were discussed in detail.

A separate exercise was carried out to evaluate the performance of individual Directors including the Chairman of the Board, who were evaluated on parameters such as level of engagement and contribution, qualifications, knowledge, skills and experience in the respective fields, honesty, integrity, ethical behavior and leadership, Independence of judgment, safeguarding the interest of the Company, attending the meetings regularly, understanding the business, regulatory, competitive and social environment, understanding strategic issues and challenges, bringing outside information and perspective to Board for deliberations, ability to identify the cost benefits and implications of Board decisions etc.

The performance evaluation of the Independent Directors was also carried by the entire Board. The Directors expressed their satisfaction with the evaluation process.

(ii) The Board has framed a Nomination & Remuneration policy and Policy on fixation of criteria for selection & appointment of Directors & Senior Management Personnel and shall be available on the Company's website on <http://www.mahashreetrading.co.in>

### **AUDIT COMMITTEE**

The details pertaining to composition of the Audit Committee and terms of reference are included in the Corporate Governance Report, which forms the part of this Report.

### **REPORTING OF FRAUDS**

There was no instance of fraud during the year under review, which required the Statutory Auditors to report to the Audit Committee and/or Board under Section 143(12) of the Act and Rules framed thereunder.

## **MATERIAL CHANGES AND COMMITMENT AFFECTING FINANCIAL POSITION OF THE COMPANY**

There are no material changes or commitments occurring after 31<sup>st</sup> March, 2020, which may affect the financial position of the Company or may require disclosure

## **INTERNAL FINANCIAL CONTROL**

The company has in place Internal Financial Control system, commensurate with size & complexity of its operations to ensure proper recording of financial and operational information & compliance of various internal controls & other regulatory & statutory compliances

## **PARTICULAR OF CONTRACTS OR ARRANGEMENT WITH RELATED PARTIES**

During the year under review, the Company has not entered into any contract or arrangement with related parties pursuant to Section 188 of the Act 2013. Hence, enclosing of AOC-2 is not required.

## **PARTICULARS OF LOANS, GUARANTEES, INVESTMENTS AND SECURITIES:**

The Company has not given any loans, directly or indirectly or guarantee or provided any securities or made any investments covered under section 186 of the Companies Act, 2013.

## **VIGIL MECHANISM POLICY FOR THE DIRECTORS AND EMPLOYEES**

A "Vigil Mechanism Policy" for Directors and employees of the Company is constituted, to provide a mechanism which ensures adequate safeguards to employees and Directors from any victimization on rising of concerns of any violations of legal or regulatory requirements, incorrect or misrepresentation of any, financial statements and reports, etc

## **CORPORATE SOCIAL RESPONSIBILITY POLICY:**

Board of Directors has approved the CSR Policy in compliance with the provisions of the Companies Act, 2013. Details of prescribed CSR expenditure are given in the **Annexure – II**

## **DISCLOSURE AS PER THE SEXUAL HARASSMENT OF WOMAN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013**

The Company has zero tolerance towards sexual harassment at the workplace and has a policy on prevention, prohibition and redressal of sexual harassment at workplace in line with the provisions of the Sexual Harassment of Women at Workplace (Prevention,

Prohibition and Redressal) Act, 2013 and the Rules thereunder. As required under law, an Internal Complaints Committee has been constituted for reporting and conducting inquiry into the complaints made by the victim on the harassments at the work place. During the year under review, there were no cases filed pursuant to the Sexual Harassment of Woman at Workplace (Prevention, Prohibition and Redressal) Act, 2013.

#### **OTHER DISCLOSURES**

Other disclosures as per provisions of Section 134 of the Act read with Companies (Accounts) Rules, 2014 are furnished as under:

#### **EXTRACT OF ANNUAL RETURN:**

The details forming part of the extract of the Annual Return in form MGT-9 is annexed herewith as **Annexure - III**

#### **GENERAL**

Your Directors state that no disclosure or reporting is required in respect of the following items as there were no transactions on these items during the year under review:

1. Details relating to deposits covered under Chapter V of the Act.
2. Issue of equity shares with differential rights as to dividend, voting or otherwise.
3. Issue of shares (sweat equity shares) to employees of the Company under ESOS.

#### **ACKNOWLEDGEMENT**

The Board of Directors wishes to express its gratitude and record its sincere appreciation for the commitment and dedicated efforts put in by all the employees. Your Directors take this opportunity to express their grateful appreciation for the encouragement, co-operation and support received by the Company from the local authorities, bankers, customers, suppliers and business associates. The directors are thankful to the esteemed shareholders for their continued support and the confidence reposed in the Company and its management.

For and on behalf of the Board of Directors.

Rajesh Malpani  
*Director*  
Place: Mumbai  
Date: 03/07/2020

**Form No. MR-3**

**SECRETARIAL AUDIT REPORT**

FOR THE FINANCIAL YEAR ENDED 31<sup>st</sup> MARCH, 2020

*[Pursuant to section 204(1) of the Companies Act, 2013 and rule No.9 of the Companies (Appointment and Remuneration Managerial Personnel) Rules, 2014]*

To,  
The Members  
**MAHASHREE TRADING LIMITED**  
Unit-B/21, Grd Floor,  
Raj Industrial Complex,  
Raj Industrial Complex Premises Co. Op Soc Ltd,  
Military Road, Marol,  
Andheri(East),  
Mumbai- 400059

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

Based on our verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, we hereby report that in our opinion, the company has, during the audit period covering the financial year ended on 31<sup>st</sup> March, 2020 complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

We have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on 31<sup>st</sup> March, 2020 according to the provisions of:

- (i) The Companies Act, 2013 ("the Act") and the rules made thereunder;
- (ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder;
- (iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;

- (iv) Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings;
- (v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):-
  - (a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
  - (b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 1992;
  - (c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009 [*Not applicable to the Company during the audit period*];
  - (d) The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999 [*Not applicable to the Company during the audit period*];
  - (e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008 [*Not applicable to the Company during the audit period*];
  - (f) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;
  - (g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009 [*Not applicable to the Company during the audit period*]; and
  - (h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998 [*Not applicable to the Company during the audit period*];
  - (i) The Securities and Exchange Board of India (Listing Obligation and Disclosure Requirements) Regulations, 2015;
- (vi) For Other laws applicable to the Company, we have relied on the representation made by the Company and its officers for systems and mechanism formed by the Company for compliances under other Acts, Laws and Regulations applicable to the Company.

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

- (i) Secretarial Standards issued by The Institute of Company Secretaries of India.
- (ii) The Listing Agreements entered into by the Company with BSE Limited.



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

*(i) The financial statement of the Company for the financial year 2018-2019, has not been signed by the Company Secretary of the Company.*

**We further report that**

The Board of Directors of the Company is duly constituted with proper balance of Non-Executive Directors and Independent Directors. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.

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

All decisions at Board Meetings and Committee Meetings are carried out unanimously as recorded in the minutes of the meetings of the Board of Directors or Committees of the Board, as the case may be.

**We further report that** there are adequate systems and processes in the Company commensurate with the size and operations of the Company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

**We further report that** during the audit period, there is nothing to report during the year under review.

For and on behalf of  
**V. Laxman & Co.,**  
Company Secretaries

Place : Mumbai

Date : 29.06.2020  
UDIN NO. F001513B000392521

(V. Laxman)  
FCS No. 1513  
C P No. : 744

*This Report is to be read with our letter of even date which is attached as Annexure 'A' and forms an integral part of this Report.*

To,  
The Members  
**MAHASHREE TRADING LIMITED**  
Unit-B/21, Grd Floor,  
Raj Industrial Complex,  
Raj Industrial Complex Premises Co. Op Soc Ltd,  
Military Road, Marol,  
Andheri(East),  
Mumbai- 400059

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

1. Maintenance of secretarial records is the responsibility of the management of the Company. Our responsibility is to express an opinion on these secretarial records based on our audit.
2. We have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the Secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. We believe that the processes and practices we followed proved a reasonable basis for our opinion.
3. We have not verified the correctness and appropriateness of financial records and Books of Account of the Company.
4. Where ever required, we have obtained the Management representation about the compliance of laws, rules and regulations and happening of events etc.
5. The compliance of the provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of management. Our examination was limited to the verification of procedures on test basis.
6. The Secretarial Audit report is neither an assurance as to the future viability of the Company nor of the efficacy or effectiveness with which the management has conducted the affairs of the Company

For and on behalf of  
**V. Laxman & Co.,**  
Company Secretaries

Place : Mumbai

Date : 29.06.2020  
UDIN NO. F001513B000392521

(V. Laxman)  
FCS No. 1513  
C P No. : 744

**Annexure to Board Report**

**CORPORATE SOCIAL RESPONSIBILITY REPORT**

**1. Brief outline of the Company's CSR Policy:**

The Board of Directors at its meeting held on 16<sup>th</sup> April, 2019, approved the CSR policy of your company pursuant to the provisions of section 135 of the Companies Act, 2013 read with Companies (Corporate Social Responsibility Policy) Rules, 2014.

**2. The Composition of CSR Committee is as under:**

<b>Name of member</b>	<b>Position</b>
Smt. Ruchika Malpani	Chairman
Shri Rajesh Malpani	Member
Shri Jugal Kishore Bihani	Member

**3. Average Net Profit of the Company for last 3 financial years:**

Rs. 414.95 Lakhs

**4. Prescribed expenditure:**

Rs. 8.30 Lakhs

**5. Manner in which amount spent in financial year:**

During the year under review, company has spent a sum of Rs 7.25 crores. These includes donations to several registered for Educational purpose to schools & colleges. These Trusts are providing education, vocational training at a very low cost and grants for medical help & education.

**6. Responsibility statement of the CSR committee;**

The Company believes that no business can be done in isolation from society. Society permits business to exist and grow and it is on the basis of these social standards that business functioning is to be ultimately judged. We hereby state that implementation and monitoring of the CSR policy is the responsibility of the Company.

For and on behalf of the Board of Directors

Director

Place: Mumbai

Date 3<sup>rd</sup> July, 2020

**FORM NO. MGT-9**  
**EXTRACT OF ANNUAL RETURN**

As on the financial year ended on 31<sup>st</sup> March, 2020

[Pursuant to section 92(3) of the Companies Act, 2013 and rule 12(1) of the Companies (Management and Administration) Rules, 2014]

**I. REGISTRATION AND OTHER DETAILS:**

I	CIN:-	L51900MH1984PLC034918
II	Registration Date	27/12/1984
III	Name of the Company	Mahashree Trading Ltd.
IV	Category / Sub-Category of the Company	Commercial and Industrial
V	Address of the Registered Office and contacts details	B/21 , Grd Floor, Raj Industrial Complex, Raj Industrial Complex Premises Co-op Soc. Ltd., Military Road, Marol, Andheri (East), Mumbai= 400059
VI	Whether listed Company	Yes
VII	Name, Address and Contact details of Registrar and Transfer Agent,	Bigshare Services Private Limited 1st Floor, Bharat Tin Works Building, Opp. Vasant Oasis, Makwana Road Marol, Andheri East, Mumbai- 400059 Maharashtra

**II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY**

All the business activities contributing 10% or more of the total turnover of the company shall be stated:-

Sl. No.	Name and Description of main products /services	NIC Code of the Product /service	%to total turnover of the company
	Other financial service activities	649	100

**III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES-**

*[No. of Companies for which information is being filled]-*

Sr.No.	NAME AND ADDRESS OF THE COMPANY	CIN / GLN	HOLDING / SUBSIDIARY / ASSOCIATE	% of shares held	Applicable Section
	N.A.	N.A.	N.A.	N.A.	N.A.

**IV. SHAREHOLDING PATTERN (Equity Share Capital Breakup as percentage of total Equity)**

**(i) Category – wise Share Holding- Annexure- A**

**(ii) Shareholding of Promoters- Annexure- B**

**(iii) Change in Promoters' Shareholding (please specify, if there is no change)- Annexure-C**

**(iv) Shareholding Pattern of Top ten Shareholders (other than Directors, Promoters and Holders of GDR and ADRs):- Annexure- D**

**(v) Shareholding of Directors and Key Managerial Personnel;- Annexure- E**

**V. INDEBTENESS****(Rs in Lacs)**

	Secured Loans	Unsecured Loans	Total Indebtedness
<b>Indebtedness at the beginning of the financial year</b>  i) Principal Amount ii) Interest due but not paid iii) Interest accrued but not due			
<b>Total (i+ii+iii)</b>	NIL	NIL	NIL
<b>Change in Indebtedness during the financial year</b>  <ul style="list-style-type: none"><li>• Addition</li><li>• Reduction</li></ul>			
<b>Net Change</b>	NIL	NIL	NIL
<b>Indebtedness at the end of the financial year</b>  i) Principal Amount ii) Interest due but not paid iii) Interest accrued but not due			
<b>Total (i+ii+iii)</b>	NIL	NIL	NIL

## VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

### A. Remuneration to Managing Director, Whole- time Directors and/ or Manger

Sl. no.	Particulars of Remuneration	Name of MD / WTD / Manager				Total Amount
1.	Gross salary (a) Salary as per provisions contained in section17(1) of the Income-tax Act, 1961  (b) Value of perquisites u/s17(2) Income-tax Act, 1961  (C) Profits in lieu of salary under section 17(3) Income-tax Act					
2.	Stock Option	NA	NA	NA		NA
3.	Sweat Equity	NA	NA	NA		NA
4.	Commission - As % of profit - others, specify...					
5.	Others, please specify					
	Total (A)					
	Ceiling as per the Act					

### A. Remuneration to other directors:

Sl. no.	Particulars of Remuneration	Name of Directors				Total Amount

	<b>1. Independent Directors</b> <ul style="list-style-type: none"> <li>• Fee for attending board committee meetings</li> <li>• Commission</li> <li>• Others, please specify</li> </ul>							
	Total(1)							
	<b>2. Other Non-Executive</b>							
	<ul style="list-style-type: none"> <li>• Fee for attending board Committee meetings</li> <li>• Commission</li> <li>• Others, please specify</li> </ul>							
	Total(2)							
	Total(B)=(1+2)							
	Total Managerial Remuneration					NA		
	Overall Ceiling as per the Act					NA		



- *REMUNERATION TO KEY MANAGERIAL PERSONNEL OTHER THAN MD / MANAGER / WTD*

Sl. no.	Particulars of Remuneration	Key Managerial Personnel			
		CEO	Company Secretary	CFO	Total
1.	Gross salary (a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961  (b) Value of perquisites u/s 17(2) Income-tax Act, 1961  (c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961		1,73,650.00		
2.	Stock Option		NIL	NIL	NIL
3.	Sweat Equity		NIL	NIL	NIL
4.	Commission -as % of profit -others, specify...		NA	NA	NA
5.	Others, please specify		-	-	-
	Total	N.A.	1,73,650.00	N.A.	

**XII. PENALTIES/PUNISHMENT/COMPOUNDING OF OFFENCES:**

Type	Section of the Companies Act	Brief Description	Details of Penalty/Punishment/Compounding fees imposed	Authority [RD/NCLT /COURT	Appeal made, if any (give Details)
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**A. COMPANY**

Penalty					
Punishment		<b>NIL</b>			
Compounding					

**B. DIRECTORS**

Penalty					
Punishment		<b>NIL</b>			
Compounding					

**C. OTHER OFFICERS IN DEFAULT**

Penalty					
Punishment		<b>NIL</b>			
Compounding					

For and on behalf of the Board of Directors

Director

Place: Mumbai  
Date 3<sup>rd</sup> July, 2020

(i) Category-wise Share Holding									Annexure-'A'
Category of Shareholder		No. of Shares held at the beginning of the year: 01/04/2019				No. of Shares held at the end of the year : 31/03/2020			
		Demat	Physical	Total Shares	Total %	Demat	Physical	Total Shares	Total %
<b>A.</b>	<b>Promoters</b>								
<b>(1)</b>	<b>Indian</b>								
(a)	INDIVIDUAL / HUF	0	38900	38900	9.73	38900	0	38900	9.73
(b)	CENTRAL / STATE GOVERNMENT(S)	0	0	0	0	0	0	0	0
(c)	BODIES CORPORATE	0	0	0	0	0	0	0	0
(d)	FINANCIAL INSTITUTIONS / BANKS	0	0	0	0	0	0	0	0
(e)	ANY OTHERS (Specify)	0	0	0	0	0	0	0	0
	<b>SUB TOTAL (A)(1) :</b>	<b>0</b>	<b>38900</b>	<b>38900</b>	<b>9.73</b>	<b>38900</b>	<b>0</b>	<b>38900</b>	<b>9.73</b>
<b>(2)</b>	<b>Foreign</b>								
(a)	NRI-INDIVIDUAL	0	0	0	0.00	0	0	0	0.00
(b)	Other- Individuals	0	0	0	0.00	0	0	0	0.00
(c)	BODIES CORPORATE	0	0	0	0.00	0	0	0	0.00
(d)	Banks/FI	0	0	0	0.00	0	0	0	0.00
(e)	ANY OTHERS (Specify)	0	0	0	0.00	0	0	0	0.00
	<b>SUB TOTAL (A)(2) :</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0.00</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0.00</b>
	<b>Total holding for promoters</b>								
	<b>(A)=(A)(1) + (A)(2)</b>	<b>0</b>	<b>38900</b>	<b>38900</b>	<b>9.73</b>	<b>38900</b>	<b>0</b>	<b>38900</b>	<b>9.73</b>
<b>B.</b>	<b>Public Shareholding</b>								
<b>1</b>	<b>Institutions</b>								
(a)	GROUP COMPANIES	0	0	0	0	0	0	0	0
(i)	FOREIGN FINANCIAL INSTITUTIONS / BANKS	0	0	0	0	0	0	0	0
(b)	MUTUAL FUNDS	0	0	0	0	0	0	0	0
(c)	FINANCIAL INSTITUTIONS / BANKS	0	0	0	0	0	0	0	0
(d)	CENTRAL / STATE GOVERNMENT(S)	0	0	0	0	0	0	0	0
(e)	VENTURE CAPITAL FUNDS	0	0	0	0	0	0	0	0
(f)	INSURANCE COMPANIES	0	0	0	0	0	0	0	0
(g)	FIIS	0	0	0	0	0	0	0	0
(h)	FOREIGN VENTURE CAPITAL INVESTORS	0	0	0	0	0	0	0	0
(i)	QUALIFIED FOREIGN INVESTOR	0	0	0	0	0	0	0	0
(j)	ANY OTHERS (Specify)	0	0	0	0	0	0	0	0
	<b>SUB TOTAL (B)(1) :</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>2</b>	<b>Non-Institutions</b>								
(a)	BODIES CORPORATE	0	0	0	0.00	0	0	0	0.00
(b)	INDIVIDUAL								
(i)	Individual shareholders holding nominal share capital up to Rs 1 lakh	0	1000	1000	0.25	1000	0	1000	0.00
(ii)	Individual shareholders holding nominal share capital in excess of Rs 1 lakh	0	360100	360100	90.02	360100	0	360100	-0.01
(c)	QUALIFIED FOREIGN INVESTOR	0	0	0	0	0	0	0	0
(d)	ANY OTHERS (Specify)	0	0	0	0	0	0	0	0
	<b>SUB TOTAL (B)(2) :</b>	<b>0</b>	<b>361100</b>	<b>361100</b>	<b>90.27</b>	<b>361100</b>	<b>0</b>	<b>361100</b>	<b>-0.01</b>
	<b>Total Public Shareholding</b>								
	<b>(B)=(B)(1) + (B)(2)</b>	<b>0</b>	<b>361100</b>	<b>361100</b>	<b>90.27</b>	<b>361100</b>	<b>0</b>	<b>361100</b>	<b>-0.01</b>
<b>C.</b>	<b>SHARES HELD BY CUSTODIANS FOR GDRs &amp; ADRs</b>	0	0	0	0.00	0	0	0	0.00
	<b>Grand Total (A) + (B) + (C)</b>	<b>0</b>	<b>400000</b>	<b>400000</b>	<b>100.00</b>	<b>400000</b>	<b>0</b>	<b>400000</b>	<b>9.72</b>



**(iii) Changes in Promoters Shareholding (please specify if there is no change)****Annexure- 'C'**

Sl.No		Share holding at the beginning of the year		Share holding at the end of the year	
		Number of Shares	% of total shares of the company	Number of Shares	% of total shares of the company
	At the beginning of the year	38900	9.73	38900	9.73
	Date wise increase /decrease in Promoters shareholding during the year specifying reasons for increase/decrease (allotment / transfer /bonus /sweat equity etc):	-	-	-	-
	At the end of the year	38900	9.73	38900	9.73

## Shareholding Pattern of Top Ten Shareholders ( Other than Directors, Promoters and Holders of GDRs and ADRs):

Sr.No	NAME	Shareholding					Cumulative Shareholding during the year	
		No. of Shares at the beginning(01.04.2019)/End of the year(31.03.2020)	% of Total Shares of the Company	Date	Increase/Decrease in shareholding	Reason	Number of Shares	Percentage of total shares of the company
1	GIRISH BAGARIA	99,300	24.83	01.04.2019	0	Nil movement during the year	99,300	24.83
		99,300	24.83	31.03.2020				
2	KUNDAN MAL R MALPANI	35,500	8.88	01.04.2019	0	Nil movement during the year	35,500	8.88
		35,500	8.88	31.03.2020				
3	SUBASH MALPANI	25,500	6.38	01.04.2019	0	Nil movement during the year	25,500	6.38
		25,500	6.38	31.03.2020				
4	BANJRANGLAL TAPARIA	22,600	5.65	01.04.2019	0	Nil movement during the year	22,600	5.65
		22,600	5.65	31.03.2020				
5	SHIVRATAN TAPARIA	22,600	5.65	01.04.2019	0	Nil movement during the year	22,600	5.65
		22,600	5.65	31.03.2020				
6	MAHAVEER PRASAD TAPARIA	22,550	5.64	01.04.2019	0	Nil movement during the year	22,550	5.64
		22,550	5.64	31.03.2020				

Sr.No	NAME	Shareholding				Cumulative Shareholding during the year		
		No. of Shares at the beginning(01.04.2019)/End of the year(31.03.2020)	% of Total Shares of the Company	Date	Increase/Decrease in shareholding	Reason	Number of Shares	Percentage of total shares of the company
7	INDRA DEVI BIHANI	22,100	5.53	01.04.2019	0	Nil movement during the year	22,100	5.53
		22,100	5.53	31.03.2020				
8	KAMLESH DEVI TAPARIA	10,700	2.68	01.04.2019	0	Nil movement during the year	10,700	2.68
		10,700	2.68	31.03.2020				
9	KUSUM DEVI TAPARIA	10,700	2.68	01.04.2019	0	Nil movement during the year	10,700	2.68
		10,700	2.68	31.03.2020				
10	VIVEK KUMAR TAPARIA	10,700	2.68	01.04.2019	0	Nil movement during the year	10,700	2.68
		10,700	2.68	31.03.2020				

**Annexure- 'E'****(V) Shareholding of Directors and Key Managerial Personnel:**

Sl. No.	For Each of the Directors and KMP	Shareholding at the beginning of the year (01.04.2019)		Cumulative Shareholding during the year(31.03.2020)	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1)	<b>Shri Rajesh Malpani</b>				
	At the beginning of the year	38900	9.73	38900	9.73
	Date wise Increase/ Decrease in Share holding during the year specifying the reasons for increase /decrease (e.g. allotment / transfer/ bonus/ sweat equity etc):	-	-	-	-
	At the End of the year	38900	9.73	38900	9.73
2)	<b>Shri Jugal Kishore Bihani, Director</b>				
	At the beginning of the year	77850	19.46	77850	19.46
	Date wise Increase/ Decrease in Share holding during the year specifying the reasons for increase /decrease (e.g. allotment / transfer/ bonus/ sweat equity etc):	-	-	-	-
	At the End of the year	77850	19.46	77850	19.46
3)	<b>Smt Pushpadevi Jaju</b>				
	At the beginning of the year	NIL	NIL	NIL	NIL
	Date wise Increase/ Decrease in Share holding during the year specifying the reasons for increase /decrease (e.g. allotment / transfer/ bonus/ sweat equity etc):	-	-	-	-
	At the End of the year	NIL	NIL	NIL	NIL
4)	<b>Smt Ruchika Ramesh Malpani</b>				
	At the beginning of the year	NIL	NIL	NIL	NIL
	Date wise Increase/ Decrease in Share holding during the year specifying the reasons for increase /decrease (e.g. allotment / transfer/ bonus/ sweat equity etc):	-	-	-	-
	At the End of the year	NIL	NIL	NIL	NIL



5)	<b>Shri Atul Arya Agrahati</b>	No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year	NIL	NIL	NIL	NIL
	Date wise Increase/ Decrease in Share holding during the year specifying the reasons for increase /decrease (e.g. allotment / transfer/ bonus/ sweat equity etc):	-	-	-	-
	At the End of the year	NIL	NIL	NIL	NIL

## CORPORATE GOVERNANCE

### **PHILOSOPHY OF COMPANY ON CORPORATE GOVERNANCE**

Good Governance ensures adoption of best business practices, and accountability of the person's in-charge of the company's operations. Your Directors are committed to good Governance practices and the company has been sharing all important information about the operations of the company through Directors report, Financial Results and Annual Reports.

### **BOARD OF DIRECTORS:**

As at 31<sup>st</sup> March, 2020 the Board comprised of 3 Directors.

*Composition and Categories of Board of Directors:*

Name of the Directors	Category	No. of outside Directorship		No. of Committees Chairmanship / Membership held including Mahashree	
		Public	Private	Chairpers on	Members
Shri Rajesh Jagdish Malpani	Executive Director	-	5	-	-
Shri Jugal Kishore Bihani	Non- Executive Director	-	-	-	2
Smt Ruchika Ramesh Malpani	Non- Executive Independent Director	-	-	2	-

Committee positions only of the Audit Committee and Stakeholders Relationship Committee in Public Limited Companies have been considered.

### ***Attendance of Directors at the Board Meeting held during 2019-2020 and the last Annual General Meeting held on 12<sup>th</sup> July, 2019.***

*During the Financial Year 2019-2020 the Board met on six occasions i.e. 16<sup>th</sup> April, 2019, 29<sup>th</sup> May, 2019, 6<sup>th</sup> June, 2019, 13<sup>th</sup> August, 2019, 13<sup>th</sup> November, 2019 and 13<sup>th</sup> February, 2020. The gap between any two meetings is not more than 120 days.*

Name of the Director	Category	Meetings held during the tenure of the Directors	Meetings Attended	Attendance at the last AGM
Shri Rajesh Jagdish Malpani	Executive Director	6	6	Yes
Shri Jugal Kishore Bihani	Non- Executive Director	6	6	Yes
Smt Ruchika Ramesh Malpani	Non- Executive Independent Director	6	6	Yes

#### **DETAILS OF DIRECTORSHIP IN OTHER LISTED ENTITIES AND CATEGORY OF DIRECTORSHIP**

Name of the Directors	Name of other Listed Entities	Category of Directorship
Shri Rajesh Jagdish Malpani	NIL	NIL
Shri Jugal Kishore Bihani	NIL	NIL
Smt Ruchika Ramesh Malpani	NIL	NIL

#### **RELATIONSHIP BETWEEN DIRECTORS**

None of the Directors are related with each other.

#### **EQUITY HAREHODING OF THE NON-EXECUTIVE DIRECTORS IN THE COMPANY AS ON 31<sup>ST</sup> MARCH, 2020**

Sr.No	Name of the Non-Executive Director	No. of Shares
1	Shri Jugal Kishore Bihani	77850
2	Smt Ruchika Ramesh Malpani	Nil

#### **THE DETAILS OF FAMILIARISATION PROGRAMMES IMPARTED TO INDEPENDENT DIRECTORS**

##### **Brief Terms of reference:**

An Appropriate induction programme for new Directors and ongoing familiarization with respect to the Business / working of the Company for all Directors is a major contributor for meaningful Board Level deliberations and sound business decisions.

The Company has adopted a structured programme for orientation of Independent Directors at the time of their joining so as to familiarize them with the Company's operations, business, industry and environment in which it functions and the regulatory environment applicable to it. The Company updates the Board Members on a continuing basis on any significant changes therein and provides them an insight to their expected roles and the responsibilities so as to be in a position to take well-informed and timely decisions and contribute significantly to the Company.

The details of familiarization programmes held for the Independent Directors is provided on the Company's website.

### **SKILLS, EXPERTISE AND COMPETENCIES OF THE BOARD OF DIRETORS**

The Board Members are from diversified areas having the required knowledge. Competency, skills. The broad policies are framed by the Board of Directors. All strategic decisions are taken by the Board after due deliberation between the Board Members. Core Skills, expertise and Competencies of the Board of Directors comprise Strategic policy formulation and advising , Regulatory framework knowledge, financial performance, advising on Risk mitigation and Compliance requirements, Strategic Leadership, execution of policies framed by the Board, identifying the growth areas for expanding the business in India and outside India and advising on Business Risks & environment.

<b>Sr.No</b>	<b>Name of the Non-Executive Director</b>	<b>Details of Skills, Expertise and Competencies</b>
<b>1</b>	Shri Rajesh Jagdish Malpani	Strategic policy formulation and advising , Regulatory framework knowledge, financial performance, advising on Risk mitigation and Compliance requirements, Strategic Leadership, execution of policies framed by the Board, identifying the growth areas for expanding the business in India and outside India and advising on Business Risks & environment.
<b>2</b>	Shri Jugal Kishore Bihani	Regulatory framework knowledge, financial performance, advising on Risk mitigation and Compliance requirements, Strategic policy formulation and advising.
<b>3</b>	Smt Ruchika Ramesh Malpani	Advising on Risk mitigation and Compliance requirements, Strategic policy formulation and advising.

### **CONFIRMATION OF BOARD REGARDING INDEPENDING DIRECTOR**

Board of Director(s) confirms that the Independent Directors fulfil the conditions specified in the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended from time to time and are Independent of the Management.

## **INDEPENDENT DIRECTORS MEETING**

In Compliance with the Companies Act, 2013 and Regulation 25 of SEBI (Listing Obligations and Disclosure Requirements), Regulations, 2015, the Independent Directors Meeting of the Company was held on 13<sup>th</sup> February, 2020. Independent Directors Meeting considered the performance of Non-Independent Directors and Board as whole, reviewed the performance of Chairman of the Company, taking into account the views of Executive Directors and Non-Executive Directors and assessed the quality, quantity and timeliness of flow of information between the Company Management and the Board

### **Attendance of Independent Directors in Independent Directors Meeting.**

<b>Directors</b>	<b>Meetings held during Year</b>	<b>Meetings Attended</b>
Shri Jugal Kishore Bihani	1	1
Smt Ruchika Ramesh Malpani	1	1

### **AUDIT COMMITTEE:**

The Company has an independent Audit Committee. The Composition, procedure, Role/ Function of the committee complies with the requirements of the Companies Act, 2013 as well as those of SEBI( Listing Obligations and Disclosures Requirements) Regulations, 2015.

The brief terms of reference of the Audit Committee includes the following:

- Overseeing the Companies financial report process and the disclosure of its financial information's.
- To review quarterly, half yearly and Annual Financial results before submission to the Board.
- To review the statement of significant related party transaction submitted by management.
- To review the adequacy of internal control system with the management, external & internal auditors.
- Discussion with external auditors about the nature and scope of audit including their observation.
- To investigate into any matter referred to by the Board.

Composition and Attendance of Members at the Meetings of the Audit Committee held during 2019-20

<b>Members</b>	<b>Category</b>	<b>Meetings held during the tenure of the Directors</b>	<b>Meetings attended</b>
Smt Ruchika Ramesh Malpani	Chairman-Non-Executive Independent Director	4	4
Shri Jugal Kishore Bihani	Member	4	4

## NOMINATION AND REMUNERATION COMMITTEE

Brief Terms of reference:

- To formulate a criteria for determining qualifications, positive attributes and independence of a Director.
- Formulate criteria for evaluation of Independent Directors and the Board.
- Identify persons who are qualified to become Directors and who may be appointed in Senior Management in accordance with the criteria laid down in this policy.
- To carry out evaluation of every Director's performance.
- To recommend to the Board the appointment and removal of Directors and Senior Management
- To recommend to the Board policy relating to remuneration for Directors, Key Managerial Personnel and Senior Management.
- Ensure that level and composition of remuneration is reasonable and sufficient, relationship of remuneration to performance is clear and meets appropriate performance benchmarks.
- To devise a policy on Board diversity.
- To carry out any other function as is mandated by the Board from time to time and / or enforced by any statutory notification, amendment or modification, as may be applicable.
- To perform such other functions as may be necessary or appropriate for the performance of its duties.

### Composition

Members	Category	Meetings held	Meetings attended
Smt Ruchika Ramesh Malpani	Chairman-Non-Executive Independent Director	2	2
Shri Jugal Kishore Bihani	Member	2	2

### **STAKESHOLDERS RELATIONSHIP COMMITTEE:**

Company has constituted Shareholders / Investors' Grievances Committee of the Board of Directors to look into the specific complaints received from the shareholders of the Company. The Corporate Social Responsibility Committee of the Board consists of the following Directors as Members.

Members	Category
Smt Ruchika Ramesh Malpani	Chairman-Non-Executive Independent Director
Shri Rajesh Kumar Malpani	Member
Shri Jugal Kishore Bihani	Member

### **CORPORATE SOCIAL RESPONSIBILITY COMMITTEE**

The Corporate Social Responsibility Committee is constituted pursuant to section 135 of the Companies Act 2013. The Corporate Social Responsibility Committee of the Board consists of the following Directors as Members.

Members	Category
Smt Ruchika Ramesh Malpani	Chairman-Non-Executive Independent Director
Shri Rajesh Kumar Malpani	Member
Shri Jugal Kishore Bihani	Member

### **PERFORMANCE EVALUATION CRITERIA FOR INDEPENDENT DIRECTORS:**

- How well prepared and well informed the Independent Directors for the Board Meeting  
Is the attendance of Independent Directors at meetings satisfactory?
- Does Independent Director demonstrate a willingness to devote time and efforts learning about the Company and its Business?
- What has been the quality and value of their contributions at Board Meeting?
- What has been their contribution to development of strategy and to risk management?
- How effectively have they followed up matters about which they have expressed concern?
- How good are their relationship with other Board members, the company secretary, and senior management?

- Are they up-to-date with the latest developments in areas such as corporate governance framework and financial reporting and in the industry and market conditions?
- How well do they communicate with other Board members, senior management and others?
- Do the Independent Directors willing to participate in events outside Board meeting such as site visits?
- Does their performance and behaviour promote mutual trust and respect within the Board?

## **NOMINATION AND REMUNERATION POLICY**

In accordance with Section 178 of the Act, the Committee has framed a Nomination and Remuneration Policy and uploaded on the Company's website i.e. <http://www.mahashreetrading.co.in/policies.html>

## **COMPLIANCE OFFICER:**

Shri Atul Agrahari is a Company Secretary and Compliance Officer of the Company.

## **SHAREHOLDERS COMPLAINTS**

During the year, the company has not received any complaints / correspondence from Shareholders.

## **GENERAL BODY MEETINGS.**

*Location and time of last Three AGM's held:*

Year	Location	Date	Time
2017-33 <sup>rd</sup> AGM	C-11/12, Ankur Co-op Housing Society, Kadam Wadi Marg Lane, Marol Pipe Line, Andheri Kurla Road, Andheri (East), Mumbai- 400 059.	12/07/2017	4.00 P.M
2018-34 <sup>th</sup> AGM	C-11/12, Ankur Co-op Housing Society, Kadam Wadi Marg Lane, Marol Pipe Line, Andheri Kurla Road, Andheri (East), Mumbai- 400 059.	12/07/2018	4.00 P.M.
2019-35 <sup>th</sup> AGM	C-11/12, Ankur Co-op Housing Society, Kadam Wadi Marg Lane, Marol Pipe Line, Andheri Kurla Road, Andheri (East), Mumbai- 400 059.	12/07/2019	4.00 P.M



## CODE FOR PREVENTION OF INSIDER TRADING PRACTICES

In compliance with the SEBI Regulations on prevention of Insider trading, the Company has adopted a code of conduct for its Directors and designated employees.

## DISCLOSURE REGARDING APPOINTMENT / RE-APPOINTMENT OF DIRECTORS

Particulars of Directors, seeking re-appointment is given here in below

Name of the Directors	Date of Birth	Date of appointment	Directorship of other companies	No of share held in the Company
Shri Rajesh Malpani	10.11.1962	26.02.1988	<ol style="list-style-type: none"><li>1. Adhunik Plastic and Industries Pvt Ltd</li><li>2. Nucleus Energy Private Limited</li><li>3. Comet Power Private Limited</li><li>4. Summervilla Trading and Agencies Pvt Ltd</li><li>5. Brave Queen Victor Properties and Infrastructures Private Limited</li></ol>	38900

### DISCLOSURES:

#### Materially Significant Related Party Transactions:

There are no materially significant related party transactions of the Company which have potential conflict with the interest of the Company at large.

#### Mandatory and Non-mandatory requirements:

Pursuant to Regulation 15 of SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015, the provisions of Regulation 17, 18, 19, 20, 21, 22, 23, 24, 25, 26, 27, and clause (b) to (i) of sub-regulation (2) of regulation 46 and Para C, D and E of Schedule V shall not apply to the Company, since the paid up share capital of the Company is Rs 40 lacs (Less than Rs 10 crores). The Net Worth of the Company is Rs 4.45 Crores (Less than 25 crores) as on 31<sup>st</sup> March, 2020. even though Company has taken a requisite steps to comply with the provisions of Corporate governance

#### Vigil Mechanism Policy

The Company believes in conducting its affairs in a fair and transparent manner by adopting the highest standards of professionalism, honesty, integrity and ethical behavior. The Company has

adopted a Vigil Mechanism policy in order to provide a secure environment and to encourage employees of the Company to report unethical, unlawful or improper practice, acts or activities. The reportable matter may be disclosed to the Audit Committee. Employees may also report to the Chairman of the Audit Committee. During the year under review, no employee was denied access to the Audit Committee.

### **Material Subsidiary**

The Policy for determination of Material Subsidiary is available on company's website: [www.mahashreetrading.co.in](http://www.mahashreetrading.co.in)

### **Compliance Certificate from Practicing Company Secretary**

Compliance Certificate from the V. Laxman and Company, Practising Company Secretary, confirming that None of the Directors on the Board of the Company have been debarred or disqualified from being appointed or continuing as Directors of Companies by the Board/Ministry of Corporate Affairs or any such authority is attached as annexure to this Corporate Governance Report.

### **Statutory Audit fees**

Statutory Audit fees of Rs 281135/- plus taxes has been paid by the Company to M/s GM Kapadia & Co for agreed services between the Company.

### **Acceptance of recommendations of committees**

During the Financial Year Board of Director has accepted all recommendations of committees, which are mandatory by law

### **COMMUNICATION TO SHAREHOLDERS:**

*The Quarterly results of the company are published in widely circulated newspapers such as Free Press Journal & Navashakti (Marathi).*

### **OFFICIAL NEWS RELEASES:-**

Official News releases and media releases are sent to the Stock Exchange.

### **GENERAL SHAREHOLDER INFORMATION.**

(i)	<b>AGM ( Date ,Time and Venue)</b>	:	On Monday the 28 <sup>th</sup> September, 2020 at 4.00 p.m. at Unit-B/21, Grd Floor, Raj Industrial Complex, Raj Industrial Complex Premises Co. Op Soc Ltd, Military Road, Marol, Andheri(East), Mumbai- 400059
(ii)	Financial Year	:	1 <sup>st</sup> April 2019 to 31 <sup>st</sup> March 2020

(iii)	Key Financial Reporting Dates F.Y. 2020-2021		
	Unaudited Results for the First Quarter ended June 30, 2020		On or before 15th August, 2020
	Unaudited Results for the Second Quarter ended September 30, 2020		On or before 15th November, 2020
	Unaudited Results for the Third Quarter ended December 31, 2020		On or before 15 <sup>th</sup> February, 2021
	Audited Results for the F.Y. 2020-2021		On or before 31st May, 2021
(iii)	Date of Book Closure	:	From 22 <sup>nd</sup> September, 2020 to 28 <sup>th</sup> September, 2020 (Both days inclusive)
(iv)	Registered Office	:	B/21 , Grd Floor, Raj Industrial Complex, Raj Industrial Complex Premises Co-op Soc. Ltd., Military Road, Marol, Andheri (East), Mumbai= 400059
(v)	Listing on Stock Exchanges	:	BSE Ltd.
(vi)	Listing Fees	:	Annual Listing Fees for the year 2020- 2021.
(vii)	Stock Codes	:	BSE : 512337
(viii)	Address for Correspondence Investor Correspondence and Shareholder Assistant Department	:	B/21 , Grd Floor, Raj Industrial Complex, Raj Industrial Complex Premises Co-op Soc. Ltd., Military Road, Marol, Andheri (East), Mumbai= 400059

### Registrar & Transfer Agent (For Physical & Demat Shares)

#### M/s. Bigshare Services Pvt. Ltd.

Bharat Tin Works Building 1st Floor, Opp. Vasant Oasis, Next to Keys Hotel, Makwana Road  
Andheri – East, Mumbai – 400059. Tel 022- 62638200 Fax No- 022 -62638299 Weblink to raise  
queries: <http://www.bigshareonline.com/Contact.aspx>

### Share Transfer System

Share Transfer are registered and returned within a period of 15 days from the date of receipt, if  
the documents are clear in all respects.

### DISTRIBUTION OF SHAREHOLDING (AS ON 31<sup>ST</sup> MARCH, 2020)

No. of Equity Shares held	No. of Shareholders	Percentage of Shareholders	No. of Shares	Percentages of Shareholdings
Upto 500	0	0	0	0
501 – 1000	1	7.69	1000	0.25
1001 – 2000	0	0	0	0

2001 – 3000	0	0	0	0
3001 – 4000	0	0	0	0
4001 – 5000	0	0	0	0
5001 – 10000	0	0	0	0
Over 10001	12	92.31	399000	99.75
<i>Total</i>	13	100.00	400000	100.00

**CATEGORIES OF SHAREHOLDERS (AS ON 31<sup>ST</sup> MARCH, 2020)**

Category	No. of Shareholders	Voting Strength (Percentage)	Number of Shares held
Promoters	1	9.73	38900
Individuals	12	90.27	361100
<b>Total</b>	<b>13</b>	<b>100.00</b>	<b>400000</b>

**Dematerialization of Shares**

All Shares of the Company are in Demat mode

**Outstanding GDRS/ADRS/Warrants or any Convertible Instruments, Conversion Date and likely impact on Equity**

The Company has not issued any GDRs/ADRs/Warrants or any convertible instruments in past and hence as on 31st March, 2020, the Company does not have any outstanding GDRs/ADRs/Warrants or any convertible instruments

**Address for Correspondence Investor Correspondence**

**For shares held in Physical form:**

M/s. Bigshare Services Pvt. Ltd. Bharat Tin Works Building 1st Floor, Opp. Vasant Oasis Next to Keys Hotel Makwana Road Andheri – East Mumbai – 400059 Tel No. : 62638200 Fax No. : 62638299 Weblink to raise queries: <http://www.bigshareonline.com/Contact.aspx>

**For Shares held in Demat form**

Investor's concerned Depository Participant's and / or M/s Bigshare Services Pvt Ltd.

**Shareholders Assistance Investors Service Departmen**

Mahashree Trading Limited  
Unit-B/21, Grd Floor,  
Raj Industrial Complex,  
Raj Industrial Complex Premises Co. Op Soc Ltd,  
Military Road, Marol,  
Andheri(East),  
Mumbai- 400059  
Website [www.mahashreetrading.co.in](http://www.mahashreetrading.co.in)

## **CEO / CFO CERTIFICATION :**

Shri Rajesh Malpani certified to the Board that :

- (a) They have reviewed financial statements for the year and that to the best of their knowledge and belief:
  - (i) these statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
  - (ii) these statements together present a true and fair view of the company's affairs and are in compliance with existing accounting standards, applicable laws and regulations.
- (b) There are, to the best of their knowledge and belief, no transactions entered into by the company during the year which are fraudulent, illegal or violative of the company's code of conduct.
- (c) They accept responsibility for establishing and maintaining internal controls for financial reporting and that they have evaluated the effectiveness of the internal control systems of the company, pertaining to financial reporting and they have disclosed to the auditors and the Audit Committee, deficiencies in the design or operation of internal controls, if any, of which they are aware and the steps they have taken or propose to take to rectify these deficiencies.
- (d) They have indicated to the Auditors and the Audit Committee
  - (1) significant changes in internal control over financial reporting during the year;
  - (2) significant changes in accounting policies during the year and that the same have been disclosed in the notes to the financial statements; and
  - (3) instances of significant fraud of which they have become aware and the involvement therein, if any, of the management or an employee having a significant role in the company's internal control system over financial reporting.

The above Certificate was placed before the Board Meeting held on 3<sup>rd</sup> July, 2020

## **CODE OF CONDUCT**

The Board has adopted the Code of Conduct for members of the Board and Senior Management personnel of the Company. The Code lays down, in details, the standards of business conduct, ethics and governance. The compliance of the same has been affirmed and a declaration signed by the Managing Director to this effect is given below. Code of Conduct has also been posted on the Company's Website. [www.supreme.co.in](http://www.supreme.co.in)

**Declaration**

As provided under SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, all Board members and Senior Management Personnel have affirmed compliance with The Supreme Industries Limited Code of Conduct for the year ended 31st March, 2020.

For Mahashree Trading Ltd.

Mumbai: 3<sup>rd</sup> July, 2020

Rajesh Malpani  
Director

**Certificate**

Based on our verification of books, papers, forms and returns filed and other records maintained by Mahashree Trading Limited ("The Company"), and also the information provided by its officers, agents and authorized representatives during the conduct of secretarial audit of the Company, we hereby certify that none of the Directors on the Board of the Company have been debarred or disqualified from being appointed or continuing as Directors of companies by the Securities Exchange Board of India, Ministry of Corporate Affairs or any such authority as on 31st March, 2020.

For and on behalf of  
V. Laxman & Co.,  
Company Secretaries

(V. Laxman)  
FCS No. 1513  
C P No. : 744

Date: 5<sup>th</sup> September, 2020

Place: Mumbai

## Chartered Accountant Certificate on Corporate Governance

To the Members of  
**Mahashree Trading Limited**

1. This certificate contains details of compliance of conditions of corporate governance by **MAHASHREE TRADING LIMITED** ('the Company') for the year ended 31st March 2020 as stipulated in Regulations 17-27, clause (b) to (i) of Regulation 46 (2) and paragraphs C, D and E of Schedule V of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('Listing Regulations') and pursuant to the Listing Agreement of the Company with Stock exchanges.

**Since Paid-up Share capital of Mahashree Trading Limited as on 31<sup>st</sup> March, 2019 is 40 lacs which is less than Ten Crores and Net Worth is Rs 12.15 crores which is Less than Twenty Five Crores the above mentioned Regulations and Schedule are not applicable to the Company for the FY 2019-2020 and Company has submitted the letter to BSE Limited on quarterly basis regarding non applicability of Corporate Governance Report under Regulation 27(2) of Listing Regulations.**

**Further, the Paid-up Share capital of Mahashree Trading Limited as on 31<sup>st</sup> March, 2020 is 40 lacs which is less than Ten Crores and Net Worth is Rs 4.45 crores which Less than Twenty Five Cores.**

### **Management's Responsibility for compliance with the conditions of Listing Regulations:**

2. The compliance of conditions of corporate governance is the responsibility of the management. This responsibility includes the designing, implementing and maintaining operating effectiveness of internal control to ensure compliance with the conditions of corporate governance as stipulated in the Listing Regulations.

### **Auditor's Responsibility**

3. Pursuant to the requirements of the Listing Regulations, our responsibility is to express a reasonable assurance in the form of an opinion as to whether the Company has complied with the conditions of corporate governance as stated in paragraph 2 above. Our responsibility is limited to examining the procedures and implementation thereof, adopted by the Company for ensuring the compliance with the conditions of corporate governance. It is neither an audit nor an expression of opinion on the financial statements of the Company.
4. We have examined the relevant records of the Company in accordance with the applicable Generally Accepted Auditing Standards in India, the Guidance Note on Certification of Corporate Governance issued by the Institute of Chartered Accountants of India ('ICAI'), and Guidance Note on Reports or Certificates for Special Purposes issued by the ICAI which requires that we comply with the ethical requirements of the Code of Ethics issued by the ICAI.

### **Opinion**

5. Based on the procedures performed by us and to the best of our information and according to explanations given to us, in our opinion, **we certify that compliance of Regulations 17-27, clause (b) to (i) of Regulation 46 (2) and paragraphs C, D and E of Schedule V of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('Listing Regulations) are not applicable to the Company during the Financial Year 2019-2020.**

**Restriction on Use**

6. The certificate is addressed to and provided to the Members of the Company solely for the purpose to enable the Company to comply with requirement of aforesaid Regulations and should not be used by any other person or for any other purpose. Accordingly, we do not accept or assume any liability or any duty of care for any other purpose or to any other person to whom this certificate is shown or into whose hands it may come without our prior consent in writing.

For **A.J. Saboo Associates**  
FRN. – 113030W  
Chartered Accountants

**Anil J. Saboo**  
**Proprietor**  
Membership No. 46613  
UDIN: 20046613AAAABA1697

Place: Mumbai  
Date: 3<sup>rd</sup> July, 2020



## **INDEPENDENT AUDITOR'S REPORT**

**To the Member of MAHASHREE TRADING LIMITED**

### **Report on the Audit of Standalone Financial Statements**

#### **Opinion**

We have audited the accompanying Standalone Financial Statements of **Mahashree Trading Limited** ("the Company") which comprises the Balance Sheet as at March 31, 2020, the Statement of Profit and Loss (including other comprehensive income), Statement of Cash Flow and Statement of Changes in Equity for the year then ended and summary of significant accounting policies and other explanatory information (hereinafter referred to as 'the Standalone Financial Statements').

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Standalone Financial Statements give the information required by the Companies Act, 2013 (the Act) in the manner so required and give a true and fair view in conformity with the Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, ('Ind AS') and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2020 and its loss (including other comprehensive income), changes in equity and its cash flow for the year ended on that date.

#### **Basis for opinion**

We conducted our audit of the Standalone Financial Statement 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 *Auditors' Responsibilities for the Audit of the Standalone 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 Standalone Financial Statements under the provisions of the Act and the Rules framed 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 audit opinion on the Standalone Financial Statement.

## **Key Audit Matters**

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the Standalone Financial Statements of the current period. These matters were addressed in the context of our audit of the Standalone Financial Statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. We have determined that there are no key audit matters to communicate in our report.

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

The Company's management and Board of Directors are responsible for the preparation of the other information. The other information comprises the information included in Annual Report, but does not include the Standalone Financial Statements and our auditors' report thereon. The Annual Report is expected to be made available to us after the date of this report.

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

In connection with our audit of the Standalone Financial Statements, our responsibility is to read the other information identified above and, in doing so, consider whether the other information is materially inconsistent with the Standalone Financial Statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

When we read the Annual Report, if we conclude that there is a material misstatement therein, we are required to communicate the matter to Those Charged with Governance and take appropriate actions in accordance with Standards on Auditing.

## **Responsibilities of Management for the Standalone Financial Statements**

The Company's management and Board of Directors are responsible for the matters stated in section 134(5) of the Act with respect to the preparation of the Standalone Financial Statements that give a true and fair view of the financial position, financial performance including other comprehensive income, changes in equity, cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Ind AS and relevant provisions of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgements 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 Standalone Financial Statements

that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

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

### **Auditor's responsibilities for the audit of the Standalone Financial Statements**

Our objectives are to obtain reasonable assurance about whether the standalone 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 the 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 Standalone Financial Statements.

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

- a. Identify and assess the risks of material misstatement of the standalone financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- b. Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system with reference to financial statements in place and the operating effectiveness of such controls.
- c. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

- d. 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 Bank'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 standalone financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Bank to cease to continue as a going concern.
  
- e. Evaluate the overall presentation, structure and content of the standalone financial statements, including the disclosures, and whether the standalone financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the Standalone Financial Statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the Standalone Financial Statements may be influenced. We consider quantitative materiality and quantitative 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 Standalone 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.

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

## **Other Matter**

We draw attention to note no. 4.11 of the Statement relating to the cancellation of the NBFC Registration certificate (CoR) by Reserve Bank of India as confirmed by Department of Financial Services, Ministry of Finance (MoF), Government of India. The Board has also formulated action plan to discontinue NBFC activities and to explore new business opportunities. However, on account of outbreak of Covid 19 and subsequent lockdown announced by the Central and State Governments, the management has not taken final decision in respect of new line of activities and has not completed the formalities relating to cancellation of registration with the Bank. Pending the same, the management has prepared this financial statements on the assumption of a going concern.

Our conclusion is not modified in respect of the above matter.

## **Report on other legal and regulatory requirements**

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of section 143(11) of the Act, we give in the Annexure I a statement on the matters specified in paragraph 3 and 4 of the Order, to the extent applicable.
2. As required by Section 143 (3) of the Act, we report that:
  - (a) We have sought and obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purposes of our audit;
  - (b) In our opinion proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
  - (c) The Balance Sheet, the Statement of Profit and Loss (including other comprehensive income), the Statement of Changes in Equity and the Statement of Cash Flow dealt with by this Report are in agreement with the books of account;
  - (d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with the rules made thereunder and the relevant provisions of the Act;
  - (e) On the basis of the written representations received from the directors as on March 31, 2020 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2020 from being appointed as a director in terms of Section 164 (2) of the Act;
  - (f) With respect to the adequacy of the Internal Financial Controls over Financial Reporting of the Company and the operating effectiveness of such controls, refer to our separate report in Annexure II;

- (g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended:

In our opinion and to the best of our information and according to the explanations given to us, during the year the Company has not provided managerial remuneration to directors. Accordingly, the provision of Section 197 has been complied; and

- (h) 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 as amended by the Companies (Audit and Auditors) Rules, 2017, 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 litigations which would impact its financial position- Refer Note No 4.05 to the financial statements.
  - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
  - iii. There were no amounts, which were required to be transferred to the Investor Education and Protection Fund by the Company.

**For G. M. Kapadia & Co.**  
**Chartered Accountants**  
**Firm's Registration Number : 104767W**

Place: Mumbai  
Dated : July 03, 2020

**Ashwin Damania**  
**Partner**  
**Membership No: 038976**  
UDIN No.: 20038976AAAAAE3257

**Annexure I referred to in paragraph 1 under "Report on Other Legal and Regulatory Requirements" of our report of even date, to the members of the Company on the Standalone Financial Statements for the year ended March 31, 2020**

- (i) The Company does not have any Property, plant and equipment and hence reporting under sub-clause (a) to (c) of clause 3(i) of the Order is not applicable to the Company.
- (ii) The Company does not have any inventory and hence reporting under sub-clause (a) regarding physical verification of stock, sub-clause (b) regarding material discrepancies on physical verification of stocks, of clause 3(ii) of the Order is not applicable to the Company.
- (iii) The Company has not granted any loan to the body corporate covered in the register maintained under section 189 of the Act.
- (iv) In our opinion and according to the information and explanation given to us, the Company has complied with the provisions of Section 185 and 186 of the Act, in respect of investments made and loans, guarantees and securities granted.
- (v) The Company has not accepted any deposits from the public, within the meaning of sections 73 to 76 of the Act and the rules framed there under are not applicable to the Company. We are informed by the Management that no order has been passed by the Company Law Board or National Company Law Tribunal or Reserve Bank of India or any court or any other Tribunal in this regard.
- (vi) The provisions of section 148(1) of the Act, relating to maintenance of cost records are not applicable to the Company.
- (vii) In respect of statutory dues:
  - a) According to the information and explanations given to us and according to the records of the Company examined by us, in our opinion, the Company is generally regular in depositing with the appropriate authorities undisputed statutory dues such as provident fund, employees' state insurance, sales tax, income tax, professional tax, goods and services tax, cess and other applicable statutory dues with appropriate authorities except Profession Tax of Rs. 39,175.
  - b) Based on the records produced before us and books of accounts maintained by the Company, there are no disputed dues of income tax, sales tax, service tax, duty of customs, duty of excise or value added tax, goods and service tax on account of any dispute.

- (viii) According to the information and explanations given to us, the Company has not defaulted in repayment of loans or borrowing to financial institutions, banks, government or dues to debenture holders.
- (ix) The Company has not raised money by way of initial public offer or further public offer (including debt instruments). According to the information and explanations given to us and on the basis of the records examined by us, the Company has prima facie applied the term loan for the purpose for which it was obtained.
- (x) During the course of our examination of the books and records of the Corporation, carried out in accordance with the generally accepted auditing practices in India and according to the information and explanations given to us, no instances of material fraud by the Company or on the Company by its officers and employees have been noticed or reported during the year
- (xi) During the year, the provisions of section 197 of the Act, the Company has not provided managerial remuneration to directors. Accordingly, paragraph 3(xi) of the Order regarding payment of managerial remuneration in compliance of this section is not applicable.
- (xii) The Company is not a chit fund or a nidhi company. Hence, the question of reporting under clause 3(xii) of the Order does not arise.
- (xiii) In our opinion, all transactions with related parties are in compliance with Section 177 and 188 of the Act, and the details have been disclosed in the financial statements as required by the applicable accounting standards.
- (xiv) Based on our audit procedures performed for the purpose of reporting the true and fair view of the financial statements and according to information and explanations given by the management, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year. Accordingly, para 3(xiv) of the Order are not applicable to the Company.
- (xv) The Company has not entered into any non-cash transactions with directors or persons connected with him covered under the provisions of section 192 of the Act. We have been informed that no such transaction have been entered into with person connected with directors. Accordingly, para 3(xv) of the Order is not applicable to the Company.
- (xvi) We draw attention to note no. 4.11 of the Statement relating to the cancellation of the NBFC Registration certificate (CoR) by Reserve Bank of India as confirmed by Department of Financial Services, Ministry of Finance (MoF), Government of India. As on the date of the balance sheet, the total non-financial assets is more than total financial assets of the Company in terms of relevant circulars issued by the Bank and accordingly,



the Company is not a NBFC. Accordingly, registration under section 45-IA of the Reserve Bank of India Act, 1934 is not required.

**For G. M. Kapadia & Co.**  
**Chartered Accountants**  
**Firm's Registration Number : 104767W**

Place: Mumbai  
Dated : July 03, 2020

**Ashwin Damania**  
**Partner**  
**Membership No: 038976**  
UDIN No.: 20038976AAAAAE3257

**Annexure II - referred to in paragraph 3(g) under "Report on Other Legal and Regulatory Requirements" of our report of even date**

**Report on the Internal Financial Controls over Financial Reporting under clause (i) of sub-section 3 of section 143 of the Companies Act, 2013 ("the Act")**

**Opinion**

We have audited the internal financial controls over financial reporting of **MAHASHREE TRADING LIMITED** ("the Company") as of March 31, 2020 in conjunction with our audit of the Standalone Financial Statements of the Company for the year ended on that date.

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2020, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India (ICAI).

**Management's Responsibility for Internal Financial Controls**

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India (ICAI). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act.

**Auditors' Responsibility**

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Act, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance

about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness.

Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk.

The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the standalone financial statements, whether due to fraud or error.

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

### **Meaning of Internal Financial Controls Over Financial Reporting**

A Company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of standalone financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of standalone financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the standalone financial statements.

### **Inherent Limitations of Internal Financial Controls Over Financial Reporting**

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

because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

**For G. M. Kapadia & Co.**  
**Chartered Accountants**  
**Firm's Registration Number : 104767W**

Place: Mumbai  
Dated : July 03, 2020

**Ashwin Damania**  
**Partner**  
**Membership No: 038976**  
UDIN No.: 20038976AAAAAE3257

**MAHASHREE TRADING LTD**  
**Balance Sheet as at March 31, 2020**

	Notes	As at March 31,		As at April 01,
		2020	2019	2018
<b>ASSETS</b>				
<b>(1) Non-Current Assets</b>				
(a) Property, Plant and Equipment		-	-	-
(b) Capital Work-in-Progress		-	-	-
(c) Intangible Assets		-	-	-
(d) Financial Assets				
(i) Investment in Subsidiaries, Joint Ventures and Associates		-	-	-
(ii) Other Investments	2.01	11,11,868	1077,52,275	3987,44,216
(iii) Loans		-	-	-
(iv) Other Financial Assets		-	-	-
(e) Other Non-Current Assets	2.02	1,96,578	-	-
<b>Total Non Current Assets</b>		<b>13,08,446</b>	<b>1077,52,275</b>	<b>3987,44,216</b>
<b>(2) Current Assets</b>				
(a) Inventories		-	-	-
(b) Financial Assets				
(i) Investments		-	-	-
(ii) Trade Receivables		-	-	-
(iii) Cash and Bank Balances	2.03	228,30,799	33,58,810	186,06,599
(iv) Bank Balances other than (iii) above		-	-	-
(v) Loans	2.04	205,28,113	127,88,045	82,340
(vi) Other Financial Assets	2.05	15,611	96,575	60,578
(c) Other Current Assets		-	-	-
(d) Assets classified as held for Sale / Disposal		-	-	-
<b>Total Current Assets</b>		<b>433,74,524</b>	<b>162,43,430</b>	<b>187,49,517</b>
<b>Total Assets</b>		<b>446,82,970</b>	<b>1239,95,704</b>	<b>4174,93,733</b>
<b>EQUITY AND LIABILITIES</b>				
<b>Equity</b>				
(a) Equity Share Capital	2.06	40,00,000	40,00,000	40,00,000
(b) Other Equity				
Reserves and Surplus	2.07	405,15,560	1186,59,860	4119,50,773
Other Reserves		-	-	-
<b>Total Equity</b>		<b>445,15,560</b>	<b>1226,59,860</b>	<b>4159,50,773</b>
<b>Liabilities</b>				
<b>(1) Non Current Liabilities</b>				
(a) Financial Liabilities				
(i) Borrowings		-	-	-
(ii) Other Financial Liabilities		-	-	-
(b) Provisions		-	-	-
(c) Deferred Tax Liabilities (Net)		-	-	-
(d) Other Non-Current Liabilities		-	-	-
<b>Total Non Current Liabilities</b>		<b>-</b>	<b>-</b>	<b>-</b>
<b>(2) Current Liabilities</b>				
(a) Financial Liabilities				
(i) Borrowings		-	-	-
(ii) Trade Payables	2.08	64,550	88,800	1,40,579
(iii) Other Financial Liabilities		-	-	-
(b) Other Current Liabilities	2.09	1,02,860	3,59,395	3,21,717
(c) Provisions		-	-	-
(d) Current Tax Liabilities (Net)	2.10	-	8,87,651	10,80,664
<b>Total Current Liabilities</b>		<b>1,67,410</b>	<b>13,35,845</b>	<b>15,42,960</b>
<b>Total Equity and Liabilities</b>		<b>446,82,970</b>	<b>1239,95,705</b>	<b>4174,93,733</b>

Summary of significant accounting policies

1.00

Refer accompanying notes. These notes are an integral part of the financial statements.

As per our report of even date

For G. M. Kapadia & Co.

Chartered Accountants

Firm Registration No 104767W

For and on behalf of the Board of Directors

Ashwin Damania

Partner

Mem No 038976

Place: Mumbai

Date: July 03, 2020

Jugal Kishore Bihani

Director

Din No: 06563357

Place: Mumbai

Date: July 03, 2020

Rajesh Kumar Malpani

Director

Din No: 00772914

Place: Mumbai

Date: July 03, 2020

Atul Agrahari

Company Secretary

Place: Mumbai

Date: July 03, 2020

**MAHASHREE TRADING LTD****Statement of Profit & Loss for the year ended March 31, 2020**

	Notes	Year ended March 31,	
		2020	2019
<b>Revenue</b>			
Revenue from operations		-	-
Other operating income		-	-
		-	-
Other income	3.01	39,64,150	(407,97,758)
<b>Total Revenue</b>		<b>39,64,150</b>	<b>(407,97,758)</b>
<b>Expenses</b>			
Cost of materials consumed		-	-
Purchase of stock-in-trade		-	-
Changes in inventories of finished goods, work-in-progress and stock-in-trade		-	-
Employee benefits expense	3.02	10,08,840	14,79,535
Finance costs	3.03	35,08,815	59,436
Depreciation and amortization expense		-	-
Other expenses	3.04	738,91,926	2148,72,292
<b>Total Expenses</b>		<b>784,09,581</b>	<b>2164,11,263</b>
<b>Profit/(loss) Before exceptional items and Tax</b>		<b>(744,45,432)</b>	<b>(2572,09,022)</b>
Exceptional Items		-	-
<b>Profit/(loss) Before Tax</b>		<b>(744,45,432)</b>	<b>(2572,09,022)</b>
<b>Tax expenses</b>			
Current tax (for the year) (refer note 4.12)		1,42,000	281,50,000
Current tax (relating to prior years)		33,39,868	77,14,891
Deferred tax		-	-
<b>Profit/(loss) for the period</b>		<b>(779,27,300)</b>	<b>(2930,73,913)</b>
<b>Other Comprehensive Income</b>		-	-
<b>Total Comprehensive Income for the period, net of tax</b>		<b>(779,27,300)</b>	<b>(2930,73,913)</b>
Earnings per equity share (Nominal Value of share Rs.10 each)	4.01		
Basic & Diluted		(194.82)	(732.68)
Significant accounting policies	1.00		
Refer accompanying notes. These notes are an integral part of the financial statements.			

As per our report of even date  
For G. M. Kapadia & Co.  
Chartered Accountants  
Firm Registration No 104767W

For and on behalf of the Board of Directors

Ashwin Damania  
Partner  
Mem No 038976  
Place: Mumbai  
Date: July 03, 2020

Jugal Kishore Bihani  
Director  
Din No: 06563357  
Place: Mumbai  
Date: July 03, 2020

Rajesh Kumar Malpani  
Director  
Din No: 00772914  
Place: Mumbai  
Date: July 03, 2020

Atul Agrahari  
Company Secretary  
Place: Mumbai  
Date: July 03, 2020

**MAHASHREE TRADING LTD**  
**Statement of Changes in Equity as on March 31, 2020.**

**A. Statement of Changes in Equity**

	No. of Share	Amount
<b>Balance at April 01, 2018</b>	<b>4,00,000</b>	<b>40,00,000</b>
Changes in equity share capital	-	-
<b>Balance at March 31, 2019</b>	<b>4,00,000</b>	<b>40,00,000</b>
Changes in equity share capital	-	-
<b>Balance at March 31, 2020</b>	<b>4,00,000</b>	<b>40,00,000</b>

**B. Other Equity**

Particulars	Reserves and Surplus			Through Other Comprehensive Income		Total
	Special Reserve (in terms of Sec 45-IC of RBI Act,1935)	Securities Premium	Retained Earnings	Debt instruments	Equity Instruments	
<b>Balance at April 01, 2018</b>	<b>41,13,001</b>	-	<b>4078,37,771</b>	-	-	<b>4119,50,773</b>
Profit or (Loss) for the year	-	-	(2930,73,913)	-	-	(2930,73,913)
Other Comprehensive Income for the year	-	-	-	-	-	-
Interim Dividends Paid	-	-	(1,80,000)	-	-	(1,80,000)
Dividend distribution Tax on above	-	-	(37,000)	-	-	(37,000)
Transfer to Special Reserve/ from Retained Earnings	183,93,650	-	(183,93,650)	-	-	-
<b>Balance at March 31, 2019</b>	<b>225,06,651</b>	-	<b>961,53,209</b>	-	-	<b>1186,59,860</b>
Profit or (Loss) for the year	-	-	(779,27,300)	-	-	(779,27,300)
Other Comprehensive Income for the year	-	-	-	-	-	-
Interim Dividends Paid	-	-	(1,80,000)	-	-	(1,80,000)
Dividend distribution Tax on above	-	-	(37,000)	-	-	(37,000)
Transfer to Special Reserve/ from Retained Earnings	-	-	-	-	-	-
<b>Balance at March 31, 2020</b>	<b>225,06,651</b>	-	<b>180,08,909</b>	-	-	<b>405,15,560</b>

**Note:**

**Retained earnings :** The balance held in this reserve is the accumulated retained profits and is permitted to be distributed to shareholders as part of dividend.

**Special Reserve (in terms of Sec 45-IC of RBI Act,1935):** This Balance represent reserve created in the priod when the company was a NBFC Company.

For G. M. Kapadia & Co.  
Chartered Accountants  
Firm Registration No 104767W

For and on behalf of the Board of Directors

Ashwin Damania  
Partner  
Mem No 038976  
Place: Mumbai  
Date: July 03, 2020

Jugal Kishore Bihani  
Director  
Din No: 06563357  
Place: Mumbai  
Date: July 03, 2020

Rajesh Kumar Malpani  
Director  
Din No: 00772914  
Place: Mumbai  
Date: July 03, 2020

Atul Agrahari  
Company Secretary  
Place: Mumbai  
Date: July 03, 2020

**MAHASHREE TRADING LTD****Cash Flow Statement for the half year ended March 31, 2020**

	<b>Year ended March 31,</b>	
	<b>2020</b>	<b>2019</b>
<b>Cash flow from operating activities</b>		
Profit Before Tax from Continuing Operations	(744,45,432)	(2572,09,022)
Profit Before Tax from Discontinuing Operations		-
<b>Profit Before Tax</b>	<b>(744,45,432)</b>	<b>(2572,09,022)</b>
Non-cash Adjustment to Profit Before Tax:		
Fair Value / Provision for diminution of Non-current investments	4,34,543	1,46,032
Net (gain)/loss on sale of Non-current investments	(3,13,572)	464,59,284
Interest expense	35,07,102	59,436
Interest income	(26,18,481)	(1,38,497)
Dividend income	(14,54,037)	(55,65,553)
Operating profit before working capital changes	<b>(748,89,876)</b>	<b>(2162,48,320)</b>
Movements in working capital:		
Increase/(decrease) in trade payables	(24,250)	(51,779)
Increase/(decrease) in Current Tax Liabilities	(1,19,262)	(77,78,404)
Increase/(decrease) in other current liabilities	(2,56,535)	37,678
Decrease/(increase) in long-term loans and advances	-	-
Decrease/(increase) in short-term loans and advances	(77,40,068)	(127,05,705)
Decrease/(increase) in other current assets	80,964	(35,997)
Decrease/(increase) in other non-current assets	(1,96,578)	-
Cash generated from/(used in) operations	<b>(831,45,605)</b>	<b>(2367,82,528)</b>
Direct taxes paid (net of refunds)	42,50,257	282,79,500
<b>Net cash flow from/(used in) operating activities (A)</b>	<b>(873,95,862)</b>	<b>(2650,62,028)</b>
<b>Cash flow from investing activities</b>		
Proceeds of non-current investments	1065,19,436	3506,40,297
Purchase of non-current investments	-	(1062,53,673)
Purchase of current investments	-	-
Interest received	26,18,481	1,38,497
Dividends received	14,54,037	55,65,553
<b>Net cash flow from/(used in) investing activities (B)</b>	<b>1105,91,953</b>	<b>2500,90,674</b>
<b>Cash flow from financing activities</b>		
Interest paid	(35,07,102)	(59,436)
Dividends paid on equity shares	(1,80,000)	(1,80,000)
Tax on equity dividend paid	(37,000)	(37,000)
<b>Net cash flow from/(used in) in financing activities (C)</b>	<b>(37,24,102)</b>	<b>(2,76,436)</b>
<b>Net increase/(decrease) in cash and cash equivalents (A+B+ C)</b>	<b>194,71,989</b>	<b>(152,47,790)</b>
Cash and cash equivalents at the beginning of the year	33,58,810	186,06,599
<b>Cash and cash equivalents at the end of the year</b>	<b>228,30,799</b>	<b>33,58,810</b>
<b>Components of cash and cash equivalents</b>		
Cash on hand	-	78,212
With banks		
on current account	109,93,737	21,45,554
on deposit account	118,37,063	11,35,044
	<b>228,30,799</b>	<b>33,58,810</b>

As per our report of even date  
For G. M. Kapadia & Co.  
Chartered Accountants  
Firm Registration No 104767W

For and on behalf of the Board of Directors

Ashwin Damania  
Partner  
Mem No 038976  
Place: Mumbai  
Date: July 03, 2020

Jugal Kishore Bihani  
Director  
Din No: 06563357  
Place: Mumbai  
Date: July 03, 2020

Rajesh Kumar Malpani  
Director  
Din No: 00772914  
Place: Mumbai  
Date: July 03, 2020

Atul Agrahari  
Company Secretary  
Place: Mumbai  
Date: July 03, 2020



**1.01 Corporate information**

Mahashree Trading Ltd (the Company) is a limited Company domiciled in India and incorporated under the provisions of the Companies Act, 1956.

**1.02 Basis of preparation**

The Financial Statements are prepared in accordance with Indian Accounting Standards (Ind AS) notified under Section 133 of the Companies Act, 2013 ("Act") read with Companies (Indian Accounting Standards) Rules, 2015; and other relevant provisions of the Act and Rules thereunder.

The Financial Statements are prepared under historical cost convention basis, except for certain assets and liabilities measured at fair value.

The Company has adopted Ind AS and the adoption was carried out in accordance with Ind AS 101 (First time adoption of Indian Accounting Standards). The transition was carried out from Accounting Standard as prescribed under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014, (previous GAAP). The Company's Presentation currency and Functional currency is Indian Rupees (Rs).

All assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle and other criteria set out in the Schedule III to the Companies Act, 2013, notified by MCA vide its notification no. 447(E) dated February 28, 2011. Based on the nature of products and the time between the acquisition of assets for processing and their realisation in cash and cash equivalents, the Company has ascertained its operating cycle as 12 months for the purpose of current – non current classification of assets and liabilities.

**Summary of significant accounting policies****1.03 Use of estimates**

The preparation of financial statements in conformity with Indian Accounting Standards (Amendments) Rules, 2016 requires the management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities and the disclosure of contingent liabilities, as at the date of financial statements and reported amounts of revenue and expenses during the reporting period. Such estimates are on reasonable and prudent basis taking into account all available information; actual results could differ from estimates. Differences on account of revision of estimates, actual outcome and existing estimates are recognised prospectively once results are known/materialised in accordance with the requirements of the respective Indian accounting standard (Ind As), as may be applicable. The Company presents the Balance Sheet, the Statement of Profit and Loss and the Statement of Changes in Equity in the order of liquidity.

**1.04 Impairment of Non-Financial Assets**

Non-financial assets other than inventories, deferred tax assets and non-current assets classified as held for sale are reviewed at each Balance Sheet date to determine whether there is any indication of impairment.

An impairment loss is recognised whenever the carrying amount of assets of cash generating unit (CGU) exceeds their recoverable amount.

**1.05 Revenue recognition**

The Company follows the mercantile system of accounting and recognises income and expenditure on accrual basis except in case of uncertainties about ultimate realization of revenue.

**Interest**

Interest income is recognised taking into account the amount outstanding and the applicable effective interest rate.

**Dividend**

Dividend income is recognised when the Company's right to receive dividend is established by the reporting date.

**1.06 Financial Instruments****a) Initial Recognition and measurement:**

The Company recognises financial assets and financial liabilities when it becomes a party to the contractual provisions of the instrument. All financial assets and liabilities are measured at fair value on initial recognition. Transaction costs in relation to financial assets and financial liabilities, other than those carried at fair value through profit or loss (FVTPL), are added to the fair value on initial recognition. Transaction costs in relation to financial assets and financial liabilities which are carried at fair value through profit or loss (FVTPL), are charged to the statement of profit and loss.

**b) Classification and subsequent measurement of financial assets**

Subsequent measurement is determined with reference to the classification of the respective financial assets. The Company classifies financial assets (other than equity instruments) as under;

- (a) subsequently measured at amortised cost;
- (b) fair value through other comprehensive income; or
- (c) fair value through profit or loss

on the basis of its business model for managing the financial assets and the contractual cash flow characteristics of the financial asset.

**Amortised Cost:**

A 'debt instrument' is measured at the amortised cost if both the following conditions are met:

The asset is held within a business model whose objective is

- To hold assets for collecting contractual cash flows, and
- Contractual terms of the asset give rise on specified dates to cash flows that are solely payments of principal and interest (SPPI) on the principal amount outstanding.

After initial recognition, such financial assets are subsequently measured at amortised cost using the Effective Interest Rate (EIR) method and such amortization is recognised in the Statement of Profit and Loss.

**Debt instruments at Fair value through profit and loss (FVTPL):**

Fair value through profit and loss is a residual category for measurement of debt instruments.

After initial measurement, any fair value changes including any interest income, impairment loss and other net gains and losses are recognised in the Statement of Profit and Loss.

**Equity instruments:**

All equity investments in scope of Ind-AS 109 are measured at fair value. All Equity instruments are classified as at FVTPL. The Company makes such election on an instrument-by-instrument basis. The classification is made on initial recognition and is irrevocable.

Equity instruments included within the FVTPL category are measured at fair value with all fair value changes being recognized in the Statement of Profit and Loss.

**c) Classification and subsequent measurement of financial liabilities**

For the purpose of subsequent measurement, financial liabilities are classified as follows:

Amortised cost - Financial liabilities are classified as financial liabilities at amortised cost by default. Interest expense calculated using EIR method is recognised in the statement of profit and loss.

Fair value through profit or loss (FVTPL) - Financial liabilities are classified as FVTPL if it is held for trading, or is designated as such on initial recognition. Changes in fair value and interest expense on these liabilities are recognised in the statement of profit and loss.

**d) Derecognition of financial asset and financial liability**

The Company derecognises a financial asset when the contractual rights to the cash flows from the financial asset expire, or it transfers the rights to receive the contractual cash flows including risks and rewards of ownership.

A financial liability is derecognised when the obligation under the liability is discharged or expires.

**e) Impairment of Financial assets**

Financial assets that are carried at amortised cost and fair value through other comprehensive income (FVOCI) are assessed for possible impairments basis expected credit losses taking into account the past history of recovery, risk of default of the counterparty, existing market conditions etc. The impairment methodology applied depends on whether there has been a significant increase in credit risk since initial recognition.

For Trade receivables, the Company provides for expected credit losses based on a simplified approach as per Ind AS 109 – Financial Instruments. Under this approach, expected credit losses are computed basis the probability of defaults over the lifetime of the asset.

**f) Fair Value measurement**

Fair value of financial assets and liabilities is normally determined by references to the transaction price or market price. If the fair value is not reliably determinable, the company determines the fair value using valuation techniques that are appropriate in the circumstances and for which sufficient data are available, maximising the use of relevant observable inputs and minimising the use of unobservable inputs.

**1.07 Income Taxes**

a) Provision for current tax is made on the basis of taxable profits computed for the current accounting period (reporting period) in accordance with the provisions of Income Tax Act, 1961.

b) Deferred tax is calculated at the rates and laws that have been enacted or substantively enacted as of the Balance Sheet date and is recognized on timing differences that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax assets are recognized on carry forward of unabsorbed depreciation and tax losses only if there is virtual certainty that sufficient future taxable income will be available against which such deferred tax asset can be realized. Other deferred tax assets are recognised only to the extent there is a reasonable certainty of realization in future. The effect on deferred tax assets and liabilities of change in tax rates is recognized in the profit & loss account in the period of enactment of the change.

c) The carrying amount of deferred tax assets are reviewed at each reporting date. The Company writes-down the carrying amount of deferred tax asset to the extent that it is no longer reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available against which deferred tax asset can be realized. Any such write-down is reversed to the extent that it becomes reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available

d) Deferred tax assets and deferred tax liabilities are offset, if a legally enforceable right exists to set-off current tax assets against current tax liabilities and the deferred tax assets and deferred taxes relate to the same taxable entity and the same taxation authority.

**1.08 Earnings Per Share**

a) Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period. Partly paid equity shares are treated as a fraction of an equity share to the extent that they are entitled to participate in dividends relative to a fully paid equity share during the reporting period. The weighted average number of equity shares outstanding during the period is adjusted for events such as bonus issue, bonus element in a rights issue, share split, and reverse share split (consolidation of shares) that have changed the number of equity shares outstanding, without a corresponding change in resources.

b) For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares.

**1.09 Provisions**

a) A provision is recognized when the Company has a present obligation as a result of past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. Provisions are not discounted to their present value and are determined based on the best estimate required to settle the obligation at the reporting date. These estimates are reviewed at each reporting date and adjusted to reflect the current best estimates.

b) Where the Company expects some or all of a provision to be reimbursed, for example under an insurance contract, the reimbursement is recognized as a separate asset but only when the reimbursement is virtually certain. The expense relating to any provision is presented in the statement of profit and loss net of any reimbursement.

**1.10 Contingent liabilities & Contingent Assets**

Contingent liabilities are disclosed separately by way of note to financial statements after careful evaluation by the management of the facts and legal aspects of the matter involved in the case of

- i. a probable obligation arising from the past event, when it is not probable that an outflow of resources will be required to settle the obligation.
- ii. a possible obligation, unless the probability of out flow of resources is remote.

b) Contingent Assets are neither recognised nor disclosed

**1.11 Cash and cash equivalents**

Cash and cash equivalents for the purposes of cash flow statement comprise cash at bank, cash in hand, demand deposits with banks and other short-term investments with an original maturity of three months or less.

**MAHASHREE TRADING LTD**  
**Notes to the Financial Statements**

2.01 Other investments	As at March 31,		As at April 01,
	2020	2019	2018
<b>Investment in equity instruments carried at fair value through Profit and Loss Account</b>			
<b>Quoted</b>			
<b>Investment in equity instruments</b>			
1,000 Equity shares (March 31, 2019: 1,000; April 01, 2018: 3,34,460) of Rs. 2 each fully paid up in The Supreme Industries Ltd	8,68,600	11,13,850	3982,41,522
200 Equity shares (March 31, 2019: 200; April 01, 2018 : 200) of Rs. 10 each fully paid up in Supreme Petrochem Ltd	25,940	44,810	64,180
2,138 Equity shares (March 31, 2019: 2,138; April 01, 2018 : 2,138) of Rs. 10 each fully paid up in MOIL Ltd	2,17,328	3,39,942	4,18,514
<b>Investment in Mutual Fund</b>			
Nil Unit (March 31, 2019: 10,59,982.171; April 01, 2018 : Nil) of Rs. 10 each Aditya Birla Sunlife Liquid Fund	-	1062,53,673	-
<b>Unquoted</b>			
<b>Investment in equity instruments</b>			
2,000 Equity shares (March 31, 2019: 2,000; April 01, 2018: 2,000) of Rs. 10 each fully paid up in Summervilla Trading & Agencies Pvt Ltd	20,000	20,000	20,000
Less : Provision for impairment	(20,000)	(20,000)	-
	<b>11,11,868</b>	<b>1077,52,275</b>	<b>3987,44,216</b>
<b>Disclosure towards Cost / Market Value</b>			
a Aggregate amount of Quoted Investments (Market Value)	10,91,868	1077,32,275	3987,24,216
b Aggregate amount of Quoted Investments (Cost)	4,41,376	1066,46,290	125,76,067
c Aggregate amount of Unquoted Investments (Cost)	20,000	20,000	20,000
d Aggregate amount of impairment	20,000	20,000	-
<b>2.02 Other Non-Current Assets</b>			
	As at March 31,		As at April 01,
	2020	2019	2018
Advance Tax (net of Provisions)	1,96,578	-	-
Prepaid expenses	-	-	-
Balances with statutory/ government authorities	-	-	-
<b>Total</b>	<b>1,96,578</b>	<b>-</b>	<b>-</b>
<b>2.03 Cash and Bank Balances</b>			
	As at March 31,		As at April 01,
	2020	2019	2018
<b>Cash and Cash Equivalents</b>			
Cash on Hand	-	78,212	12
Cheques Awaiting Deposit	-	-	-
<b>Balances with Scheduled Banks:</b>			
- on Current Accounts	109,93,737	21,45,554	175,39,541
- on Non-Operative Current Accounts	-	-	-
Earmarked balances with banks for unpaid dividend	-	-	-
Fixed Deposits	118,37,063	11,35,044	10,67,046
<b>Total</b>	<b>228,30,799</b>	<b>33,58,810</b>	<b>186,06,599</b>
<b>2.04 Loans</b>			
	As at March 31,		As at April 01,
	2020	2019	2018
<b>Unsecured, considered good</b>			
Other Loans	205,28,113	128,20,095	51,753
Less: Provision for Impairment (Expected Credit Loss Model)	-	(32,050)	(39,413)
	205,28,113	127,88,045	12,340
Loans to employees	-	-	70,000
<b>Total</b>	<b>205,28,113</b>	<b>127,88,045</b>	<b>82,340</b>
<b>2.05 Other Financial Assets</b>			
	As at March 31,		As at April 01,
	2020	2019	2018
Interest Accrued on fixed deposits	-	57,008	60,578
Other Receivable	15,611	39,567	-
<b>Total</b>	<b>15,611</b>	<b>96,575</b>	<b>60,578</b>

**MAHASHREE TRADING LTD**  
**Notes to the Financial Statements**

**2.06 Equity Share capital**

	As at March 31,		As at April 01,
	2020	2019	2018
<b>A. Authorized shares</b>			
4,00,000 (March 31, 2019: 4,00,000; April 01, 2018: 4,00,000) equity shares of Rs.10/- each	40,00,000	40,00,000	40,00,000
	40,00,000	40,00,000	40,00,000
<b>B. Issued, subscribed &amp; fully paid up equity shares</b>			
4,00,000 (March 31, 2019: 4,00,000; April 01, 2018: 4,00,000) equity shares of Rs.10/- each (fully paid up)	40,00,000	40,00,000	40,00,000
<b>Total issued, subscribed and fully paid-up share capital</b>	40,00,000	40,00,000	40,00,000

**C. Reconciliation of number of equity shares**

	As at March 31,			
	2020		2019	
	No. of Shares	Amount	No. of Shares	Amount
<b>Outstanding at the beginning of the year</b>	4,00,000	40,00,000	4,00,000	40,00,000
Issued during the period	-	-	-	-
<b>Outstanding at the end of the year</b>	4,00,000	40,00,000	4,00,000	40,00,000

**D. Rights and Restrictions on Equity / preference Shares**  
**Equity Shares**

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 held. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting, except in case of Interim Dividend.

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 in proportion to the number of equity shares held by the share holders.

**E. Details of share holders holding more than 5% shares in the company**

Name of Shareholders	As at March 31,			
	2020		2019	
	No. of Shares	% of holding	No. of Shares	% of holding
Bajrang Lal Taparia	22,600	5.65%	22,600	5.65%
Indra Devi Bihani	22,100	5.53%	22,100	5.53%
Jugal kishore bihani	77,850	19.46%	77,850	19.46%
Kundan Mal Malapani	35,500	8.88%	35,500	8.88%
Mahaveer Prasad Taparia	22,550	5.64%	22,550	5.64%
Shivratan Taparia	22,600	5.65%	22,600	5.65%
Subhash Malpani	25,500	6.38%	25,500	6.38%
Girish Bagaria	99,300	24.83%	99,300	24.83%
Rajesh Malpani	38,900	9.73%	38,900	9.73%

**F. Dividend**

The Board of Directors has recommended payment of final dividend @ Nil (4.50 % i.e. Rs. 0.45/-) per equity share on 4,00,000 Equity Shares of Rs.10/- each for the year ended 31st March, 2020.

**2.07 Reserves and surplus**

	As at March 31,		As at April 01,
	2020	2019	2018
<b>Special Reserve (in terms of Sec 45-IC of RBI Act,1935)</b>			
Balance as at the beginning of the year	225,06,651	41,13,001	18,80,400
Add: amount transferred from surplus balance in the statement of profit and loss	-	183,93,650	22,32,601
<b>Balance as at the end of the year</b>	225,06,651	225,06,651	41,13,001
<b>Retained Earnings</b>			
Balance as at the beginning of the year	961,53,209	4078,37,771	129,75,862
Add: Profit for the year	(779,27,300)	(2930,73,913)	111,63,005
Add: Equity Instruments through Profit & Loss Account	-	-	3861,48,149
Less: Interim/Final dividends	(1,80,000)	(1,80,000)	(1,80,000)
Less: Tax on distributed dividends	(37,000)	(37,000)	(36,644)
Less: Transfer to Special Reserve	-	(183,93,650)	(22,32,601)
<b>Net retained earnings</b>	180,08,909	961,53,209	4078,37,771
<b>Total reserves and surplus</b>	405,15,560	1186,59,860	4119,50,773

**MAHASHREE TRADING LTD**  
**Notes to the Financial Statements**

**2.08 Trade Payables**

	As at March 31,		As at April 01,
	2020	2019	2018
Micro, Small and Medium Enterprises (MSME) (refer note 2.08.01)	-	-	-
Other than MSME	64,550	88,800	1,40,579
<b>Total</b>	<b>64,550</b>	<b>88,800</b>	<b>1,40,579</b>

**2.08.01** To the extent Micro, Small and Medium Enterprises have been identified, the outstanding balance, including interest thereon, if any, as at Balance Sheet date is disclosed on which Auditors have relied upon.

**2.09 Other current liabilities**

	As at March 31,		As at April 01,
	2020	2019	2018
Statutory Payable	49,598	69,044	75,234
Provision for expense	53,262	2,90,351	2,46,483
<b>Total</b>	<b>1,02,860</b>	<b>3,59,395</b>	<b>3,21,717</b>

**2.10 Current Tax Liabilities (Net)**

	As at March 31,		As at April 01,
	2020	2019	2018
Provision for Taxation (net of Advances)	-	8,87,651	10,80,664
<b>Total</b>	<b>-</b>	<b>8,87,651</b>	<b>10,80,664</b>

**MAHASHREE TRADING LTD**  
**Notes to the Financial Statements**

<b>3.01 Other Income</b>	<b>Year ended March 31,</b>	
	<b>2020</b>	<b>2019</b>
Interest on Fixed Deposit	1,54,673	71,586
Interest on others	24,63,808	66,912
Dividend Received	14,54,037	55,65,553
Profit on Sale of Investment	3,13,572	(464,59,284)
Fair value adjustment of Investments	(4,34,543)	(1,26,032)
Sundry balance written back	12,603	83,507
<b>Total</b>	<b>39,64,150</b>	<b>(407,97,758)</b>
<b>3.02 Employee Benefits Expense</b>	<b>Year ended March 31,</b>	
	<b>2020</b>	<b>2019</b>
Salaries, wages and bonus	10,08,840	14,79,535
<b>Total</b>	<b>10,08,840</b>	<b>14,79,535</b>
<b>3.03 Finance Costs</b>	<b>Year ended March 31,</b>	
	<b>2020</b>	<b>2019</b>
Interest paid on late payment of Taxes and Bank Charges	35,08,815	59,436
<b>Total</b>	<b>35,08,815</b>	<b>59,436</b>
<b>3.04 Other Expenses</b>	<b>Year ended March 31,</b>	
	<b>2020</b>	<b>2019</b>
Advertisement Expenses	72,974	82,345
Demat Charges	-	22,420
Professional Fees	5,00,488	9,54,797
Impairment of investment	-	20,000
Auditors Remuneration	2,81,135	47,200
Listing Fees	4,06,985	2,95,000
Professional Tax	2,500	2,500
Donation	725,00,000	2130,00,000
General Expenses	22,684	4,257
Provision for Impairment (Expected Credit Loss Model)	-	32,050
Conveyance Expenses	1,05,160	60,045
Security Transaction Tax	-	3,51,678
<b>Total</b>	<b>738,91,926</b>	<b>2148,72,292</b>
<b>Payment to Auditors</b>	<b>Year ended March 31,</b>	
	<b>2020</b>	<b>2019</b>
As auditor:		
Audit fee	1,53,400	47,200
In other Capacity:		
Taxation matters	1,18,885	-
Other services (certification fees)	8,850	-
	<b>2,81,135</b>	<b>47,200</b>

**MAHASHREE TRADING LTD**  
**Notes to the Financial Statements**

**4.01: First-time adoption of Ind AS**  
**Transition to Ind AS**

These are the Company's first financial statements prepared in accordance with Ind AS.

For the year ended 31.03.2019, the Company had prepared its financial statements in accordance with Companies (Accounting Standards) Rules, 2014, notified under Section 133 of the Companies Act, 2013 and other relevant provisions of the Act ('IGAAP').

The accounting policies set out in Note 1 have been applied in preparing the Financial Statements for the year ended March 31, 2019 onwards and the opening Ind AS Balance Sheet on the date of transition (i.e. April 01, 2018).

In preparing its Ind AS Balance Sheet as at April 01, 2018 and in presenting the comparative information for the year ended March 31, 2019, the Company has adjusted amounts previously reported in the Financial Statements prepared in accordance with IGAAP. This note explains the principal adjustments made by the Company in restating its Financial Statements prepared in accordance with IGAAP, and how the transition from IGAAP to Ind AS has impacted the Company's financial position, financial performance and cash flows.

**A. Exemptions and exceptions availed**

In preparing the Financial Statements, the Company has availed the below mentioned optional exemptions and mandatory exceptions.

**A.1 Optional exemptions**

**A.1.1 Designation of previously recognised financial instruments**

As per Ind AS 101, the Company has designated its investment in equity shares held as at April 01, 2018 as fair value through Profit and Loss (FVTPL) based on facts and circumstances on the date of transition to Ind AS (i.e. April 01, 2018).

**A.2 Ind AS mandatory exceptions**

**A.2.1 Estimates**

Ind AS estimates as at April 01, 2018 are consistent with the estimates as at the same date made in conformity with IGAAP. Corporation has made estimates for following items in accordance with Ind AS at the date of transition as these were not required under IGAAP:

- Investment in equity instruments carried at FVPL or FVOCI;
- Impairment of financial assets based on expected credit loss model.
- Determination of the discounted value for financial instruments carried at amortised cost.

**A.2.2 Classification and measurement of financial assets**

As permitted under Ind AS 101, the Company has determined the classification of financial assets based on facts and circumstances that exist on the date of transition. In line with Ind AS 101, measurement of financial assets accounted at amortised cost has been done retrospectively except where the same is impracticable.



**B: Reconciliations between previous GAAP and Ind AS****Reconciliation of equity as at March 31, 2019 and April 01, 2018 (date of transition):****(R / Crores)**

	March 31, 2019			April 01, 2018		
	I-GAAP	Ind AS Adjustments	Ind AS	I-GAAP	Ind AS Adjustments	Ind AS
<b>ASSETS</b>						
<b>(1) Non-Current Assets</b>						
(a) Property, Plant and Equipment	-	-	-	-	-	-
(b) Capital Work-in-Progress	-	-	-	-	-	-
(c) Intangible Assets under development	-	-	-	-	-	-
(d) Financial Assets						
(i) Investment in Subsidiaries, Joint Ventures and Associates	-	-	-	-	-	-
(ii) Other Investments	1077,52,275	-	1077,52,275	3987,44,216	-	3987,44,216
(iii) Loans	-	-	-	-	-	-
(iv) Other Financial Assets	-	-	-	-	-	-
(h) Other Non current Assets	-	-	-	-	-	-
<b>Total Non Current Assets</b>	<b>1077,52,275</b>	<b>-</b>	<b>1077,52,275</b>	<b>3987,44,216</b>	<b>-</b>	<b>3987,44,216</b>
<b>(2) Current assets</b>						
(a) Inventories	-	-	-	-	-	-
(b) Financial Assets						
(i) Investments	-	-	-	-	-	-
(ii) Trade Receivables	-	-	-	-	-	-
(iii) Cash and Cash Equivalents	33,58,810	-	33,58,810	186,06,599	-	186,06,599
(iv) Bank Balances other than (iii) above	-	-	-	-	-	-
(v) Loans	127,88,045	-	127,88,045	82,340	-	82,340
(vi) Other Financial Assets	96,575	-	96,575	60,578	-	60,578
(c) Other Current Assets	-	-	-	-	-	-
	<b>162,43,430</b>	<b>-</b>	<b>162,43,430</b>	<b>187,49,517</b>	<b>-</b>	<b>187,49,517</b>
Assets classified as held for Sale / Disposal	-	-	-	-	-	-
<b>Total Current Assets</b>	<b>162,43,430</b>	<b>-</b>	<b>162,43,430</b>	<b>187,49,517</b>	<b>-</b>	<b>187,49,517</b>
<b>Total Assets</b>	<b>1239,95,704</b>	<b>-</b>	<b>1239,95,704</b>	<b>4174,93,733</b>	<b>-</b>	<b>4174,93,733</b>

(R / Crores)						
	March 31, 2019			April 01, 2018		
	I-GAAP	Ind AS Adjustments	Ind AS	I-GAAP	Ind AS Adjustments	Ind AS
<b>EQUITY AND LIABILITIES</b>						
<b>Equity</b>						
(a) Equity Share Capital	40,00,000.00	-	40,00,000	40,00,000.00	-	40,00,000
(b) Other Equity						
Reserves and Surplus	1186,59,859.80		1186,59,860	4119,50,772.52		4119,50,773
Other Reserves	-	-	-	-	-	-
<b>Total equity</b>	<b>1226,59,860</b>	<b>-</b>	<b>1226,59,860</b>	<b>4159,50,773</b>	<b>-</b>	<b>4159,50,773</b>
<b>Liabilities</b>						
<b>(1) Non Current Liabilities</b>						
(a) Financial Liabilities						
(i) Borrowings	-	-	-	-	-	-
(ii) Other Financial Liabilities	-	-	-	-	-	-
(b) Provisions	-	-	-	-	-	-
(c) Deferred Tax Liabilities (Net)	-	-	-	-	-	-
(d) Other Non-Current Liabilities	-	-	-	-	-	-
<b>Total Non Current Liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>(2) Current Liabilities</b>						
(a) Financial Liabilities						
(i) Short term Borrowings	-	-	-	-	-	-
(ii) Trade Payables	88,800		88,800	1,40,579.00		1,40,579
(iii) Other financial liabilities	-	-	-	-	-	-
(b) Other Current Liabilities	3,59,395		3,59,395	3,21,717.00		3,21,717
(c) Provisions	-		-	-		-
(d) Current Tax Liabilities (Net)	8,87,651		8,87,651	10,80,664		10,80,664
<b>Total Current Liabilities</b>	<b>13,35,845</b>	<b>-</b>	<b>13,35,845</b>	<b>15,42,960</b>	<b>-</b>	<b>15,42,960</b>
<b>Total Equity and Liabilities</b>	<b>1239,95,705</b>	<b>-</b>	<b>1239,95,705</b>	<b>4174,93,733</b>	<b>-</b>	<b>4174,93,733</b>
*Previous GAAP figures have been reclassified to conform to Ind AS presentation requirements for the purposes of this note.						

**Reconciliation of equity as at March 31, 2019 and April 01, 2018**

	Note	March 31, 2019	April 01, 2018
<b>Net worth under IGAAP - (A)</b>		<b>1215,53,875</b>	<b>298,02,624</b>
<b>Summary of Ind AS adjustments:</b>			
Fair valuation of equity instruments (FVTPL)	B.2.1	3860,22,117	3861,48,149
Profit / (Loss) on sale of investments		(3849,16,132)	-
<b>Total Ind AS adjustments - (B)</b>		<b>11,05,985</b>	<b>3861,48,149</b>
<b>Net Worth as per IND AS</b>		<b>1226,59,860</b>	<b>4159,50,773</b>

**Reconciliation of Statement of Profit and Loss for the year ended 31 March 2019:**

	2018 - 19		
	I-GAAP	Ind AS Adjustments	Ind AS
<b>Revenue</b>			
Revenue From Operations	-	-	-
Other Operating Revenues	-	-	-
	-	-	-
Other Income	3442,44,405	(3850,42,164)	(407,97,758)
<b>Total Income</b>	<b>3442,44,405</b>	<b>(3850,42,164)</b>	<b>(407,97,758)</b>
<b>Expenses</b>			
Cost of Materials Consumed	-	-	-
Purchases of Stock-in-Trade	-	-	-
Changes in Inventories of Finished Goods, Stock-in -Trade and Work-in-Progress	-	-	-
Employee Benefits Expense	14,79,535	-	14,79,535
Finance Costs	59,436	-	59,436
Depreciation & Amortization Expense	-	-	-
Other Expenses	2148,72,292	-	2148,72,292
<b>Total Expenses</b>	<b>2164,11,263</b>	<b>-</b>	<b>2164,11,263</b>
<b>Profit Before exceptional items and Tax</b>	<b>1278,33,142</b>	<b>(3850,42,164)</b>	<b>(2572,09,022)</b>
<b>Exceptional Items</b>	-	-	-
<b>Profit Before Tax</b>	<b>1278,33,142</b>	<b>(3850,42,164)</b>	<b>(2572,09,022)</b>
<b>Tax expense:</b>			
Current tax	281,50,000	-	281,50,000
Deferred tax	-	-	-
Provision for Tax for Earlier years	77,14,891	-	77,14,891
<b>Tax Expenses</b>	<b>358,64,891</b>	<b>-</b>	<b>358,64,891</b>
<b>Profit/(loss) for the period</b>	<b>919,68,251</b>	<b>(3850,42,164)</b>	<b>(2930,73,913)</b>
<b>Other Comprehensive Income</b>			
Other Comprehensive Income for the year, net of tax	-	-	-
<b>Total Comprehensive Income for the year, net of tax (Comprising Profit (Loss) and Other Comprehensive Income for the period)</b>	<b>919,68,251</b>	<b>(3850,42,164)</b>	<b>(2930,73,913)</b>

\*Previous GAAP figures have been reclassified to conform to Ind AS presentation requirements for the purposes of this note.

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**Reconciliation of Statement of Profit and Loss for the year ended 31 March 2019:**

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		<b>2018 - 19</b>
<b>Profit for the year as per IGAAP</b>	<b>A</b>	<b>919,68,251</b>
<b>Summary of Ind AS adjustments</b>		
Fair valuation of equity instruments (FVTPL)		(1,26,032)
Profit / (Loss) on sale of investments		(3849,16,132)
<b>Total Ind AS adjustments</b>	<b>B</b>	<b>(3850,42,164)</b>
<b>Profit for the year as per Ind AS</b>	<b>A + B</b>	<b>(2930,73,913)</b>

**B.5. Statement of Cash Flows**

The transition from IGAAP to Ind AS has not made a material impact on Statement of Cash Flows.

**Notes to the Equity reconciliation:****Note B.2.1.: Fair valuation of Equity Instruments**

Under IGAAP, Company accounted for long term investments in quoted equity shares as investment measured at cost less provision for other than temporary diminution in the value of investments. Under Ind AS, Company has designated such investments as FVTPL (Fair Value through Profit and Loss) investments.

At the date of transition to Ind AS, the difference between the cost of the investments and the fair value is recognised under Retained Earnings i.e. Equity Instruments through Profit and Loss.

**MAHASHREE TRADING LTD**

**4.02: Fair Value Measurements**

**A) Classification of Financial Assets and Financial Liabilities:**

The following table shows the carrying amounts of Financial Assets and Financial Liabilities which are classified as at Fair value through Profit and Loss (FVTPL), Fair value through other comprehensive Income (FVTOCI) and Amortized Cost.

Particulars	March 31, 2020			March 31, 2019			April 01, 2018		
	FVTPL	FVTOCI	Amortised Cost	FVTPL	FVTOCI	Amortised Cost	FVTPL	FVTOCI	Amortised Cost
<b>Financial Assets</b>									
(a) Investments									
- Quoted Equity Instruments	10,91,868	-	-	14,78,602	-	-	3987,24,216	-	-
- Unquoted Equity Instruments	20,000	-	-	20,000	-	-	20,000	-	-
- Quoted Mutual Funds	-	-	-	1062,53,673	-	-	-	-	-
(b) Loans									
- Employee Loans	-	-	-	-	-	-	-	-	70,000
- Others	-	-	205,28,113	-	-	128,20,095	-	-	51,753
(c) Cash and Cash Equivalents	-	-	228,30,799	-	-	33,58,810	-	-	186,06,599
(d) Other Bank Balances	-	-	-	-	-	-	-	-	-
(e) Others	-	-	15,611	-	-	96,575	-	-	60,578
<b>Total</b>	<b>11,11,868</b>	<b>-</b>	<b>433,74,524</b>	<b>1077,52,275</b>	<b>-</b>	<b>162,75,480</b>	<b>3987,44,216</b>	<b>-</b>	<b>187,88,930</b>
<b>Financial Liabilities</b>									
(a) Borrowings	-	-	-	-	-	-	-	-	-
(b) Trade Payables	-	-	64,550	-	-	88,800	-	-	1,40,579
(c) Others	-	-	-	-	-	-	-	-	-
<b>Total</b>	<b>-</b>	<b>-</b>	<b>64,550</b>	<b>-</b>	<b>-</b>	<b>88,800</b>	<b>-</b>	<b>-</b>	<b>1,40,579</b>

**B) Fair value hierarchy**

This section explains the judgements and estimates made in determining the fair values of the Financial Assets and Financial Liabilities that are recognised and measured at fair value and at amortised cost. To provide an indication about the reliability of the inputs used in determining fair value, Corporation has classified its Financial Assets and Financial Liabilities into the three levels prescribed under the accounting standard. It does not include fair value information for financial assets and financial liabilities not measured at fair value if the carrying amount is a reasonable approximation of fair value. An explanation of each level is provided under Significant Accounting Policy.

Particulars	March 31, 2020			March 31, 2019			April 01, 2018		
	Level 1	Level 2	Level 3	Level 1	Level 2	Level 3	Level 1	Level 2	Level 3
<b>Financial Assets</b>									
(a) Investments									
- Quoted Equity Instruments	10,91,868	-	-	14,78,602	-	-	3987,24,216	-	-

- Unquoted Equity Instruments	-	20,000	-	-	20,000	-	-	20,000	-
- Quoted Mutual Funds	-	-	-	1062,53,673	-	-	-	-	-
(b) Loans									
- Employee Loans	-	-	-	-	-	-	-	70,000	-
- Others	-	205,28,113	-	-	128,20,095	-	-	51,753	-
<b>Total</b>	<b>10,91,868</b>	<b>205,48,113</b>	<b>-</b>	<b>1077,32,275</b>	<b>128,40,095</b>	<b>-</b>	<b>3987,24,216</b>	<b>1,41,753</b>	<b>-</b>
<b>Financial Liabilities</b>									
(a) Borrowings	-	-	-	-	-	-	-	-	-
(b) Trade Payables	-	64,550	-	-	88,800	-	-	1,40,579	-
(c) Others	-	-	-	-	-	-	-	-	-
<b>Total</b>	<b>-</b>	<b>64,550</b>	<b>-</b>	<b>-</b>	<b>88,800</b>	<b>-</b>	<b>-</b>	<b>1,40,579</b>	<b>-</b>

### C) Financial Risk management

In the course of its business, the Company is exposed to a number of financial risks: (i) Credit Risk, (ii) Liquidity Risk, (iii) Market Risk. This note presents the Company's objectives, policies and processes for managing its financial risk.

#### **i) Credit Risk**

Credit risk is the risk of financial loss to the Company if a customer or counterparty to a financial instrument fails to meet its contractual obligations, and arises principally from the Company's receivables from customers and investment securities. Credit risk is managed through credit approvals, establishing credit limits and continuously monitoring the creditworthiness of customers to which the Company grants credit terms in the normal course of business. The Company establishes an allowance for doubtful debts and impairment that represents its estimate of incurred losses in respect of trade and other receivables and investments.

The maximum exposure to credit risk in case of all the financial instruments covered below is restricted to their respective carrying amount.

Movement in expected credit loss allowance on loans and advances during the year was as follows:

<b>Loan and Advances</b>	<b>Amount</b>
<b>Balance as at April 01, 2018</b>	<b>39,413</b>
Add: Impairment Loss recognised	-
Less: Provision no longer required	7,363
<b>Balance as at March 31, 2019</b>	<b>32,050</b>
Add: Impairment Loss recognised	-
Less: Provision no longer required	32,050
<b>Balance as at March 31, 2020</b>	<b>-</b>

#### **Cash and cash equivalents**

The Company held cash and cash equivalents of Rs. 28,30,799 at March 31, 2020 (March 31, 2019: Rs. 33,58,810; April 01, 2018: Rs. 186,06,599). The cash and cash equivalents are held with consortium banks. Corporation invests its surplus funds in bank fixed deposit and liquid schemes of mutual funds, which carry no mark to market risks for short duration and exposes the Corporation to low credit risk.

#### **Unquoted Investment**

Investment in Unquoted equity instrument is fully impaired due to non availability of financial.

## ii) Liquidity risk

Liquidity risk refers to risk that the Company may encounter difficulties in meeting its obligations associated with financial liabilities that are settled in cash or other financial assets. The Company regularly monitors the rolling forecasts to ensure that sufficient liquidity is maintained on an ongoing basis to meet operational needs. The Company manages the liquidity risk by planning the investments in a manner such that the desired quantum of funds could be made available to meet any of the business requirements within a reasonable period of time. In addition, the Company also maintains flexibility in arranging the funds by maintaining committed credit lines with various banks to meet the obligations.

### Maturities of Financial Liabilities

Particulars	March 31, 2020			March 31, 2019			April 01, 2018		
	Up to 1 Year	1 - 3 Years	More than 3 Years	Up to 1 Year	1 - 3 Years	More than 3 Years	Up to 1 Year	1 - 3 Years	More than 3 Years
Borrowings	-	-	-	-	-	-	-	-	-
Trade Payables	64,550	-	-	88,800	-	-	1,40,579	-	-
Other financial liabilities	-	-	-	-	-	-	-	-	-
<b>Total</b>									

### iii) Market Risk - Market Risk is further categorised in (i) Interest Rate risk , (ii) Price risk & (iii) Foreign Currency risk:

#### Interest Rate risk

Interest rate risk refers to risk that the fair value of future cash flows of a financial instrument may fluctuate because of changes in market interest rates. The Company is not exposed to any significant interest rate risk as its investments are primarily in fixed rate instruments. Also, there are no borrowings as at the balance sheet date.

#### Price risk

Price risk refers to risk that the fair value of a financial instrument may fluctuate because of the change in the market price. The Company is exposed to the price risk mainly from investment in equity instruments. Equity investment is strategic in nature and held on a long-term basis.

#### Foreign Currency risk

The foreign currency exposure of the Company as at the March 31, 2020 is Rs. Nil ( March 31, 2019 ts Rs. Nil, March 31, 2018 is Rs. Nil)

### CAPITAL MANAGEMENT

#### Risk management

The company's objectives when managing capital are to

- safeguard their ability to continue as a going concern, so that they can continue to provide returns for shareholders and benefits for other stakeholders, and
- maintain an optimal capital structure to reduce the cost of capital

The Debt of the Company as at the March 31, 2020 is Rs. Nil ( March 31, 2019 ts Rs. Nil, April 01, 2018 is Rs. Nil)

**MAHASHREE TRADING LTD**  
**Notes to the Financial Statements**

4.03 Earnings Per Share (EPS)	Year ended March 31,	
	2020	2019
<b>Basic &amp; Diluted</b>		
Net profit / (loss) for the year	(779,27,300)	(2930,73,913)
<b>Net profit / (loss) for the year</b>	<b>(779,27,300)</b>	<b>(2930,73,913)</b>
Weighted average number of equity shares	4,00,000	4,00,000
Par value per share	10	10
<b>Basic &amp; Diluted Earnings per share</b>	<b>(194.82)</b>	<b>(732.68)</b>
<b>Weighted average number of equity shares</b>		
Number of shares at the beginning of the year	4,00,000	4,00,000
Shares Issued during the year	-	-
Number of shares at the end of the year	<b>4,00,000</b>	<b>4,00,000</b>

**4.04 Related party disclosures**

**Names of related parties and related party relationship-where control exists**

Key management personnel	Mr. Rajesh Malpani (Executive Director and CFO)
	Mr. Atul Agrahari (Company Secretary)
Companies in which KMP/ Relatives of KMP can exercise significant influence	Adhunik Plastic & Industries Pvt. Ltd.

**Related party transactions**

The following table provides the total amount of transactions that have been entered into with related parties for the relevant financial year:

a. Remuneration to key managerial personnel	Year ended March 31,	
	2020	2019
Mr. Atul Agrahari	1,73,650	-
	<b>1,73,650</b>	<b>-</b>

**4.05 Contingent Liabilities and Commitments:**

There are no Contingent liabilities and Commitments as on the balance sheet date.

**4.06 Segment information**

The Company is operating in one segment only. As such, there are no reportable segments as per Ind AS 108 on 'Operating Segments' as prescribed by Companies (Indian Accounting Standards) Rules, 2015 under Section 133 of Companies Act, 2013.

**4.07 Disclosure of additional information as required under clause 5A(viii) of General Instructions for Preparation of Statement of Profit and Loss under Part II of Schedule III of the Companies Act, 2013 to the extent applicable.**

Particulars	As at March 31	
	2020	2019
CIF Value of Imports	-	-
Expenditure in foreign currency	-	-
Earnings in foreign exchange	-	-

**4.08 Deferred tax assets / liabilities (net)**

There is no timing differences therefore there is no Deferred tax assets / liabilities as on the balance sheet date.

**4.09 Employee Benefits**

The disclosure of AS 15 has not been given, since the company has only three employee. In view of the management the provision of Gratuity Act and as therefore employee benefits are not applicable.



**MAHASHREE TRADING LTD**  
**Notes to the Financial Statements**

**4.10** None of the creditors qualify as supplier under the Micro, Small and Medium Enterprise Development Act, 2006.

Particulars	As at March 31		As at April 01
	2020	2019	2018
a) As stated above, there is no principal amount and interest due thereon remaining unpaid to any MSME supplier at the year end;	-	-	-
b) During the year neither any interest was paid by the buyer in terms of section 16 of the Micro, Small and Medium Enterprises Development Act, 2006, nor any principal amount of the payment was made to the MSME supplier beyond the appointed day;	-	-	-
c) Since there is no amount payable to MSME supplier, no amount of interest was due and payable for the period of delay in making the payment and any interest thereon under the Micro, Small and Medium Enterprises Development Act, 2006;	-	-	-
d) As specified in above clauses there is no amount of interest accrued at the end of the year;	-	-	-
e) Further there is no amount of interest remaining due and payable in the succeeding years for the purpose of disallowance of a deductible expenditure under section 23 of the Micro, Small and Medium Enterprises Development Act, 2006.	-	-	-

**4.11** The Department of Non-Banking Supervision, Reserve Bank of India (the Bank), vide its order dated July 18, 2018 had cancelled the NBFC Registration certificate (CoR) granted to the Company on account of its inability to maintain the net owned funds of Rs. 2 crores as at March 31, 2017. Since the reduction in net owned funds was on account of loss incurred in the preceding year and the Company restored the net owned funds above the requisite threshold with minor delay, in view of the management, this was a mere technical lapse. The Company preferred an appeal against the said order before the Department of Financial Services, Ministry of Finance (MoF), Government of India (the Appellate Authority) and continue to operate as an NBFC and complied with applicable provisions including preparation and presentation of the financial statements as NBFC

The Appellate Authority vide its order dated December 06, 2019, has confirmed the order of the Bank. In view of the same, the Board of directors of the Company in their meeting held on February 13, 2020 have decided not to pursue the matter and also to surrender the NBFC Certificate of Registration. The Board has also formulated action plan to discontinue NBFC activities and to explore new business opportunities. As on the date of the balance sheet, the total non-financial assets is more than total financial assets of the Company in terms of relevant circulars issued by the Bank and accordingly, the Company is not a NBFC. However, on account of outbreak of Covid 19 and subsequent lockdown announced by the Central and State Governments, the management has not taken final decision in respect of new line of activities and has not completed the formalities relating to cancellation of registration with the Bank. Pending the same, the management has prepared this financial statements on the assumption of a going concern.

In such circumstances, this financial results are presented in the format applicable to non-NBFCs by applying the accounting standards prescribed under the Companies (Indian Accounting Standard) Rules, 2015 (Ind AS) and considering April 1, 2019 as the date of transition and the financial year 2019-20 as the first year under Ind AS.

**MAHASHREE TRADING LTD**  
**Notes to the Financial Statements**

**4.12** The Company elected to exercise the option of lower tax rate permitted under section 115BAA of the Income-tax Act,1961. The Company, accordingly has recognized Provision for Income Tax basis the rate prescribed in the said section.

**4.13 Previous year figures**

Figures in respect of the previous year have been regrouped wherever necessary and possible to make them comparable with those of the current year

As per our report of even date  
For G. M. Kapadia & Co.  
Chartered Accountants  
Firm Registration No 104767W

For and on behalf of the Board of Directors

Ashwin Damania  
Partner

Jugal Kishore Bihani  
Director

Rajesh Kumar Malpani  
Director

Atul Agrahari  
Company Secretary

Mem No 038976  
Place: Mumbai  
Date: July 03, 2020

Din No: 06563357  
Place: Mumbai  
Date: July 03, 2020

Din No: 00772914  
Place: Mumbai  
Date: July 03, 2020

Place: Mumbai  
Date: July 03, 2020

**MAHASHREE TRADING LIMITED**

B/21 , Grd Floor, Raj Industrial Complex, Raj Industrial Complex Premises Co-op Soc. Ltd., Military Road,  
Marol, Andheri (East), Mumbai= 400059  
CIN: L51900MH1984PLC034918

**ATTENDANCE SLIP**

Only Shareholders or the Proxies will be allowed to attend the meeting

D. P. ID*	
Client ID*	

L.F. No.	
No. of Shares held	

**I/We hereby record my/our presence at the 36<sup>th</sup> Annual General Meeting of the Company held at B/21 , Grd Floor, Raj Industrial Complex, Raj Industrial Complex Premises Co-op Soc. Ltd., Military Road, Marol, Andheri (East), Mumbai= 400059 on Monday , 28<sup>th</sup> September, 2020 at 4.00 p.m.**

Name of Shareholder(s) 1. .... 2. .... 3.

.....  
(in Block Letters)

Signature of Shareholder(s) 1. .... 2. .... 3.

Name of Proxy holder(s) 1. .... 2. .... 3.

.....  
(in Block Letters)

Signature of Proxy holder 1. .... 2. .... 3.

.....

\* Applicable for investors holding shares in electronic form.

**Note : Shareholders attending the meeting in person or by Proxy are requested to complete the attendance slip and hand it over at the entrance of the meeting venue.**

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**MAHASHREE TRADING LIMITED**

B/21 , Grd Floor, Raj Industrial Complex, Raj Industrial Complex Premises Co-op Soc. Ltd., Military Road, Marol, Andheri (East), Mumbai= 400059  
CIN: L51900MH1984PLC034918

**PROXY FORM**

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

CIN : L51900MH1984PLC034918  
Name of the Company : Mahashree Trading Limited  
Registered office : B/21 , Grd Floor, Raj Industrial Complex, Raj Industrial Complex Premises Co-op Soc. Ltd., Military Road, Marol, Andheri (East), Mumbai= 400059

Name of the member(s)	
Registered Address	
Email ID	
Folio No. / Client ID	
DP ID	

I/We, being the member(s) of .....shares of above named Company, hereby appoint:

1) Name: ..... Address.....

E-mail id.....Signature .....or failing him/her

2) Name: ..... Address.....

E-mail id.....Signature .....or failing him/her

3) Name: ..... Address.....

E-mail id.....Signature .....or failing him/her

as my/ our proxy to attend and vote (on a poll) for me/ us and on my/ our behalf at the 36<sup>th</sup> Annual General Meeting of the company, **to be held on Monday, 28<sup>th</sup> September, 2020 at 04.00 p.m.**, B/21 , Grd Floor, Raj Industrial Complex, Raj Industrial Complex Premises Co-op Soc. Ltd., Military Road, Marol, Andheri (East), Mumbai= 400059 **and at any adjournment thereof in respect of such resolutions as are indicated below:**

Resolutions	Optional *	
	For	Against
1 To receive, consider and adopt the financial statement of the Company for the year ended 31 <sup>st</sup> March, 2020, including the Audited Balance Sheet as at 31 <sup>st</sup> March, 2020, the Statement of Profit & Loss for the year ended on that date and report of the Board of Directors and Auditors thereon. (Ordinary resolution).		
2 To appoint a Director in place of Shri Rajesh Malpani (DIN: 00772914), who retires by rotation and, being eligible, offers himself for reappointment. (Ordinary resolution).		

Signed this .....day of .....2020.

Signature of Shareholder: \_\_\_\_\_

Signature of proxy holder: \_\_\_\_\_



**Notes :**

- (1) This form of proxy in order to be effective should be duly completed and deposited at the Registered Office of the Company not less than 48 hours before the commencement of the meeting.
- (2) A Proxy need not be a member of the Company.
- (3) A person can act as proxy on behalf of members not exceeding fifty and holding in the aggregate not more than 10% of the total share capital of the Company carrying voting rights. A member holding more than 10% of total share capital of the Company carrying voting rights may appoint a single person as proxy and such person shall not act as a proxy for any other person or shareholder.
- (4) \* This is only optional. Please put a 'X' in the appropriate column against the resolutions indicated in the Box. If you leave the 'For' or 'Against' column blank against any or all the resolutions, your Proxy will be entitled to vote in the manner as he / she thinks appropriate.

**MAHASHREE TRADING LIMITED**

Unit-B/21, Grd Floor,  
Raj Industrial Complex,  
Raj Industrial Complex Premises Co. Op Soc Ltd,  
Military Road, Marol,  
Andheri(East),  
Mumbai- 400059