

SANBLUE CORPORATION LIMITED

27th August,2020

To
The Department of Corporate Services
Bombay Stock Exchange Limited
P J Towers,
Dalal Street,
Mumbai -400001,

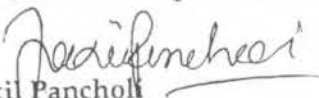
Sub: Submission of Annual Report for the Financial Year 2019-20 including Notice of the 27th Annual General Meeting.

As required under Regulation 34(1) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we submit herewith the Annual Report of the Company for the Financial Year 2019-20 along with the Notice convening the 27th Annual General Meeting of the Company scheduled to be held on 25th September, 2020 at 12:00 p.m. IST through Video Conferencing ("VC")/Other Audio Visual Means ("OAVM"). The Annual report including Notice is uploaded on the Company's Website and

Kindly Note the same and updates your records.

Thanking You,

Your faithfully,
For Sanblue Corporation Limited


Jekil Pancholi
Company Secretary
Mem. No:A37920



Sanblue Corporation Limited

27th

Annual Report

2019-2020

SANBLUE CORPORATION LIMITED

29th June,2020

To,
BSE Limited
Floor 25, P J Towers,
Dalal Street,
Mumbai-400001

Dear Sir/Madam

Ref: BSE Script Code: 521222

Sub: Declaration pursuant to Regulation 33 (3) (d) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 w.r.t. Audit Report with unmodified opinion.

The Board of Directors of the Company in its meeting held today, i.e. 29/6/2020, approved the Balance Sheet as at 31st March, 2020, the Statement of Profit & Loss and Cash Flow Statement for the year ended on that date, accordingly the Statement of Audited Financial Results pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, along with Auditor's Report thereon was also approved.

Further, pursuant to Regulation 33(3)(d) of the SEBI (Listing and Other Disclosure Requirements) Regulation, 2015 and notification dated 25th May, 2016 issued by SEBI, we hereby declare that the Auditor's Reports on the Annual Audited Financial Statements of the Company for the year ended 31st March,2020, are with un-modified opinion.

Yours faithfully,
For Sanblue Corporation Limited


Jose Daniel
Managing Director
DIN:03532474



Board of Directors & Key Managerial Personnel of the Company:

| | |
|--------------------------------|---------------------------|
| Mr. Jose Daniel (DIN:03532474) | - Managing Director & CEO |
| Mr. Sanjiv Shah (DIN:00256817) | - Director |
| Mrs Krina Shah (DIN:01798704) | - Women Director |
| Mr.Jigar Shah (DIN:00089575) | - Independent Director |
| Mr. Yogesh Shah (DIN:02030459) | - Independent Director |
| Mr Rajesh Shah (DIN:00092504) | - Independent Director |
| Mr. Dhaval Sheth | - CFO |
| Mr. Jekil Pancholi | - Company Secretary |

STATUTORY AUDITORS

M/s. Arpit Patel & Associates
Chartered Accountants
Agrawal Chambers,
2nd Floor, Ellisbridge,
Ahmedabad - 380 006 Gujarat

REGISTERED OFFICE

22A, Government Servant Society,
Near Municipal Market, C. G. Road,
Ahmedabad - 380 009.
Tel. : 079 2656 2055
Email : inquiry@sanbluecorporation.com
Website : www.sanbluecorporation.com

REGISTRAR & SHARE TRANSFER AGENT

Bigshares Services Private Limited
A/802, Samudra complex, Near Klassic
Gold, Girish cold drink,
C. G. Road, Ahmedabad, Gujarat - 380 009.
Tel. : 079 - 4002 4135
Email : bssahd@bigshareonline.com
Website : www.bigshareonline.com

STOCK EXCHANGE

Bombay Stock Exchange Ltd.

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NOTICE

NOTICE is hereby given that the 27th Annual General Meeting of Sanblue Corporation Limited will be held on Friday, 25th Day of September, 2020 at 12:00 pm (noon) through Video Conferencing ("VC") / Other Audio Visual Means ("OAVM") to transact the following business :

ORDINARY BUSINESS :

1. To receive, consider and adopt the Audited Statement of Profit & Loss for the year ended on March 31, 2020, the Balance Sheet as at that date and Cashflow together with the Auditor and Directors' Report thereon.
2. To appoint a Director in place of Mrs. Krina Shah (DIN: 01798704), who retires by rotation and, being eligible, offers herself for re-appointment.

**For and on behalf of the Board
Sanblue Corporation Limited**

**(Jose Daniel)
Chairman & Managing Director
DIN: 03532474**

**Date : 14/08/2020
Place : Ahmedabad**

Reg. Office :

22-A, Government Servant Society,
Near Municipal Market, C. G. Road,
Ahmedabad - 380 009.

NOTES:

1. In view of the continuing COVID-19 pandemic, the Ministry of Corporate Affairs (“MCA”) has vide its General Circular No. 20/2020 dated 5th May, 2020 read with General Circular No. 14/2020 dated 8th April, 2020 and General Circular No. 17/2020 dated 13th April, 2020 (collectively referred to as “MCA Circulars”) permitted the holding of the Annual General Meeting (“AGM”) through VC / OAVM, without the physical presence of the Members at a common venue. In compliance with the provisions of the Companies Act, 2013 (“Act”), SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (“SEBI Listing Regulations, 2015”) and MCA Circulars, the AGM of the Company will be held through VC / OAVM.
2. Since this AGM is being held through VC / OAVM, pursuant to MCA Circulars, physical attendance of the Members has been dispensed with. Accordingly, the facility for appointment of proxies by the Members will not be available for the AGM. Hence, the Proxy Form, Attendance Slip and Route Map are not annexed to this Notice.
3. In compliance with the aforesaid MCA Circulars and SEBI Circular No. SEBI/HO/CFD/CMD1/CIR/P/2020/79 dated 12th May, 2020, Notice of the AGM along with the Annual Report is being sent only through electronic mode to those Members whose email addresses are registered with the Company / Depositories. Members may note that the Notice and Annual Report will also be available on the Company’s website www.sanbluecorporation.com, website of stock exchange i.e. BSE Limited at www.bseindia.com and on the website of Central Depository Services Limited at www.evotingindia.com
4. Members attending the AGM through VC / OAVM shall be counted for the purpose of reckoning the quorum under Section 103 of the Act.
5. The Register of Members and Share Transfer Book of the Company will remain closed Friday, 18th September, 2020 to Friday, 25th September, 2020 (both days inclusive).
6. Members holding shares in dematerialized form are requested to register their latest Bank Account details (Core Banking Solutions enabled Account Number, 9 digit MICR and 11 digit IFS code) with their Depository Participant. Members holding shares in physical form are requested to provide the above details, along with their Folio Number, to the Company’s Registrar and Transfer Agents, M/s Bigshare Services Private Limited.
7. Members holding shares in dematerialized form are requested to intimate any changes pertaining to their name, address, registered email id, bank details, nominations, power of attorney, etc. To their Depository Participant. Changes intimated to the Depository Participant will be automatically reflected in the Company’s records. Members holding shares in physical form are requested to intimate any of the above mentioned changes, alongwith the request for merging of folio etc., to the Company’s Registrar and Transfer Agents, M/s. Bigshare Services Private Limited.
8. For the purpose of availing Nomination facility, members holding shares in dematerialised form are required to lodge the nomination with their Depository Participant and members holding shares in physical form are required to fill and submit Form SH-13 (available on request) with the Company’s Registrar and Transfer Agents, Bigshare Services Private Limited.
9. Members holding shares in physical form are requested to consider converting their holding to dematerialized form as trading in physical shares is not feasible and also to eliminate all the risks associated with such physical shares. Members can contact the Company or the Company’s Registrar and Transfer Agents, M/s. Bigshare Services Private Limited , for assistance in this regard.
10. In terms of Section 101 and 136 of the Companies Act, 2013 read together with the Rules made thereunder, the copy of the Annual Report including Financial Statements, Board’s Report etc. and this Notice is being sent by electronic mode, to those members who have registered their email ids with their respective depository participants or with the Registrars and Share Transfer Agents of the Company, unless any member has requested for a physical copy of the same. In case you wish to get a physical copy of the Annual Report, you may send your request to inquiry@sanbluecorporation.com mentioning your Folio/DP ID & Client ID.

11. As per Securities and Exchange Board of India (SEBI) Circular, submission of Permanent Account Number (PAN) is compulsorily required for participating in the securities market, deletion of name of deceased shareholder or transmission/transposition of shares. Members holding shares in dematerialized mode are requested to submit the PAN details to their Depository Participant, whereas Members holding shares in physical form are requested to submit the PAN details to the Company's R&TAs.
12. Members who hold shares in physical form in multiple folios in identical names or joint holding in the same order of names are requested to send the share certificates to R&TAs for consolidating their holdings in a single folio. The share certificates will be returned to the members after making requisite changes therein.
13. Copies of the 27th Annual Report or Attendance Slips will not be available during the Meeting as it will be held through Video Conferencing ("VC") / Other Audio Visual Means ("OAVM").
14. Details of the Directors seeking Appointment/Reappointment at the 27th Annual General Meeting

| | |
|------------------------------------------------------|--------------------------------------------------------|
| Name | Krina Shah |
| DIN | 01798704 |
| Age | 48 |
| Date of Appointment | 12.08.2014 |
| Experience | 10 years |
| Qualification | Graduate |
| Expertise | Management & Leadership. |
| Remuneration | Nil |
| Other Directorships / Partner | Sanblue Consulting LLP |
| Chairman/Member of Committee | Nil |
| No of Board meeting attended during the year | 4 |
| Shareholding in the Company | Nil |
| Relationship with director's of the Company's | She is a wife of Sanjiv Shah, Director of the Company. |

15. Voting Options :

Voting Through electronic means :

As you are aware, in view of the situation arising due to COVID-19 global pandemic, the general meetings of the companies shall be conducted as per the guidelines issued by the Ministry of Corporate Affairs (MCA) vide Circular No. 14/2020 dated April 8, 2020, Circular No.17/2020 dated April 13, 2020 and Circular No. 20/2020 dated May 05, 2020. The forthcoming AGM will thus be held through through video conferencing (VC) or other audio visual means (OAVM). Hence, Members can attend and participate in the ensuing AGM through VC/OAVM.

1. Pursuant to the provisions of Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014 (as amended) and Regulation 44 of SEBI (Listing Obligations & Disclosure Requirements) Regulations 2015 (as amended), and MCA Circulars dated April 08, 2020, April 13, 2020 and May 05, 2020 the Company is providing facility of remote e-voting to its Members in respect of the business to be transacted at the AGM. For this purpose, the Company has entered into an agreement with Central Depository Services (India) Limited (CDSL) for facilitating voting through electronic means, as the authorized e-Voting's agency. The facility of casting votes by a member using remote e-voting as well as the e-voting system on the date of the AGM will be provided by CDSL.

2. The Members can join the AGM in the VC/OAVM mode 15 minutes before and after the scheduled time of the commencement of the Meeting by following the procedure mentioned in the Notice. The facility of participation at the AGM through VC/OAVM will be made available to atleast 1000 members on first come first served basis. This will not include large Shareholders (Shareholders holding 2% or more shareholding), Promoters, Institutional Investors, Directors, Key Managerial Personnel, the Chairpersons of the Audit Committee, Nomination and Remuneration Committee and Stakeholders Relationship Committee, Auditors etc. who are allowed to attend the AGM without restriction on account of first come first served basis.
3. The attendance of the Members attending the AGM through VC/OAVM will be counted for the purpose of ascertaining the quorum under Section 103 of the Companies Act, 2013.
4. Pursuant to MCA Circular No. 14/2020 dated April 08, 2020, , the facility to appoint proxy to attend and cast vote for the members is not available for this AGM. However, in pursuance of Section 112 and Section 113 of the Companies Act, 2013, representatives of the members such as the President of India or the Governor of a State or body corporate can attend the AGM through VC/OAVM and cast their votes through e-voting.
5. In line with the Ministry of Corporate Affairs (MCA) Circular No. 17/2020 dated April 13, 2020, the Notice calling the AGM has been uploaded on the website of the Company at www.sanbluecorporation.com. The Notice can also be accessed from the websites of the Stock Exchanges i.e. BSE Limited at www.bseindia.com respectively. The AGM Notice is also disseminated on the website of CDSL (agency for providing the Remote e-Voting facility and e-voting system during the AGM) i.e. www.evotingindia.com.
6. The AGM has been convened through VC/OAVM in compliance with applicable provisions of the Companies Act, 2013 read with MCA Circular No. 14/2020 dated April 8, 2020 and MCA Circular No. 17/2020 dated April 13, 2020 and MCA Circular No. 20/2020 dated May 05, 2020.

The Instructions For Shareholdres For Remote E-voting are as under :

- (i) The voting period begins on <22nd September, 2020 at 9:00 a.m.> and ends on <24th September, 2020 at 5:00 p.m.>. During this period shareholders' of the Company, holding shares either in physical form or in dematerialized form, as on the **cut-off date (record date) of <18th 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.
- (iv) Click on "Shareholders" module.
- (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. Shareholders 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 and voted on an earlier e-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 :

For Shareholders holding shares in Demat Form and Physical Form

| | For Members holding shares in Demat Form and Physical Form |
|-------------------------------------------------|-------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| PAN | <p>Enter your 10 digit alpha-numeric *PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders)</p> <ul style="list-style-type: none"> Shareholders who have not updated their PAN with the Company / Depository Participant are requested to use the sequence number which is printed on Postal Ballot / Attendance Slip / communicated by mail indicated in the PAN field. |
| Dividend Bank Details OR Date of Birth (DOB) | <p>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.</p> <ul style="list-style-type: none"> 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). |

- (ix) After entering these details appropriately, click on "SUBMIT" tab.
- (x) Shareholders holding shares in physical form will then directly reach the Company selection screen. However, shareholders 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 shareholders 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 200825010 for the relevant <Sanblue Corporation 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 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". The m-Voting app can be downloaded from respective Store. Please follow the instructions as prompted by the mobile app while Remote Voting on your mobile.

PROCESS FOR THOSE SHAREHOLDERS WHOSE EMAIL ADDRESSES ARE NOT REGISTERED WITH THE DEPOSITORIES FOR OBTAINING LOGIN CREDENTIALS FOR E-VOTING FOR THE RESOLUTIONS PROPOSED IN THIS NOTICE :

1. For Physical shareholders- please provide necessary details like Folio No., Name of shareholder, scanned copy of the share certificate (front and back), PAN (self attested scanned copy of PAN card), AADHAR (self attested scanned copy of Aadhar Card) by email to Company/RTA email id.
2. For Demat shareholders -, please provide Demat account details (CDSL-16 digit beneficiary ID or NSDL-16 digit DPID + CLID), Name, client master or copy of Consolidated Account statement, PAN (self attested scanned copy of PAN card), AADHAR (self attested scanned copy of Aadhar Card) to Company/RTA email id.

INSTRUCTIONS FOR SHAREHOLDERS ATTENDING THE AGM THROUGH VC/OAVM ARE AS UNDER :

1. Shareholder will be provided with a facility to attend the AGM through VC/OAVM through the CDSL e-Voting system. Shareholders may access the same at <https://www.evotingindia.com> under shareholders/members login by using the remote e-voting credentials. The link for VC/OAVM will be available in shareholder/members login where the EVSN of Company will be displayed.
2. Shareholders are encouraged to join the Meeting through Laptops / IPads for better experience.
3. Further shareholders will be required to allow Camera and use Internet with a good speed to avoid any disturbance during the meeting.
4. Please note that Participants Connecting from Mobile Devices or Tablets or through Laptop connecting via Mobile Hotspot may experience Audio/Video loss due to Fluctuation in their respective network. It is therefore recommended to use Stable Wi-Fi or LAN Connection to mitigate any kind of aforesaid glitches.
5. Shareholders who would like to express their views/ask questions during the meeting may register themselves as a speaker by sending their request in advance atleast 10 days prior to meeting mentioning their name, demat account number/folio number, email id, mobile number at (company email id). The shareholders who do not wish to speak during the AGM but have queries may send their queries in advance 10 days prior to meeting mentioning their name, demat account number/folio number, email id, mobile number at (company email id). These queries will be replied to by the company suitably by email.
6. Those shareholders who have registered themselves as a speaker will only be allowed to express their views/ask questions during the meeting.

INSTRUCTIONS FOR SHAREHOLDERS FOR E-VOTING DURING THE AGM ARE AS UNDER :

1. The procedure for e-Voting on the day of the AGM is same as the instructions mentioned above for Remote e-voting.
2. Only those shareholders, who are present in the AGM through VC/OAVM facility and have not casted their vote on the Resolutions through remote e-Voting and are otherwise not barred from doing so, shall be eligible to vote through e-Voting system available during the AGM.
3. If any Votes are cast by the shareholders through the e-voting available during the AGM and if the same shareholders have not participated in the meeting through VC/OAVM facility , then the votes cast by such shareholders shall be considered invalid as the facility of e-voting during the meeting is available only to the shareholders attending the meeting.
4. Shareholders who have voted through Remote e-Voting will be eligible to attend the AGM. However, they will not be eligible to vote at the AGM.

(xx) Note for Non – Individual Shareholders and Custodians

- Non-Individual shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodians are required to log on to www.evotingindia.com and register themselves in the “Corporates” module.
- A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to 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 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; inquiry@sanbluecorporation.com (designated email address by company) , 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, under help section or write an email to helpdesk.evoting@cdslindia.com or contact Mr. Nitin Kunder (022- 23058738) or Mr. Mehboob Lakhani (022-23058543) or Mr. Rakesh Dalvi (022-23058542).

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 or call on 022-23058542/43.

DIRECTOR'S REPORT

To
The Shareholders,

Your Directors have pleasure in submitting this 27th Annual Report of the Company together with the Audited Statements of Accounts for the year ended 31st March, 2020.

1. FINANCIAL RESULTS :

| Particulars | (Rs. In Lacs) | |
|----------------------------|---------------|----------|
| | 2019-20 | 2018-19 |
| Revenue from Operations | 24.26 | 313.98 |
| Other Income | 8.65 | 4.85 |
| Loss before Tax | (24.06) | (26.28) |
| Less: Tax Expenses | - | - |
| Loss for the year | (24.06) | (26.28) |
| Total Comprehensive Income | (50.13) | (284.30) |
| Basic & Diluted EPS | (0.48) | (0.53) |

2. REVIEW OF BUSINESS OPERATIONS

The revenue from operation of the Company during the year has decreased from Rs. 313.98 Lacs to Rs 24.26 Lacs. The Losses after Tax has decreased from Rs 26.28 Lacs for the year previous year to Rs 24.06 Lacs for the current year.

3. DIVIDEND

During the period under review, your directors do not recommend any dividend for the current financial year.

4. RESERVES

The Company has not transferred any amount to the Reserve during the year under review.

5. PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS

During the year Company has not provided any Loan or Guarantee under section 186 of the Companies Act, 2013. However Company has made investments. The particulars investments have been disclosed in the financial statements of the Company.

6. CORPORATE GOVERNANCE

As per the New (Listing Obligations and Disclosure Requirements) Regulations, 2015 notified 2nd September, 2015 issued by Securities and Exchange Board of India, vide circular no. SEBI/LAD-NRO/GN/2015-16/013. Corporate Governance is not applicable to the Company as Company has not attained the prescribed limit as mentioned hereunder :

As per the Regulation 15 (Listing Obligations And Disclosure Requirements) Regulations, 2015 applicability of Corporate Governance shall not be mandatory for companies having paid up equity share capital not exceeding Rupees Ten Crore and net worth not exceeding Rupees Twenty Five crore, as on the last day of the previous financial year.

7. RELATED PARTY TRANSACTIONS

There are no material related party transactions which are not in ordinary course of business or which are not on arm's length basis and hence there is no information to be provided as required under Section 134(3)(h) of the Companies Act, 2013 read with Rule 8(2) of the Companies (Accounts) Rules, 2014.

The Board has approved a policy for related party transactions which has been uploaded on the Company's website www.sanbluecorporation.com/policies.html

8. MATERIAL CHANGES AND COMMITMENTS AFFECTING THE FINANCIAL POSITION OF THE COMPANY

There have been no material changes and commitments, if any, affecting the financial position of the Company which have occurred between the end of the financial year of the Company to which the financial statements relate and the date of the report.

9. INTERNAL FINANCE CONTROL SYSTEM

The Company has an adequate system of internal control procedures which is commensurate with the size and nature of business. The internal control systems of the Company are monitored and evaluated by internal auditors and their audit reports are periodically reviewed by the Audit Committee of the Board of Directors. The were no observations and comments of the Audit Committee are also generally placed before the Board.

10. DEPOSIT

The Company has neither accepted nor renewed any deposits during the year under review.

11. CORPORATE SOCIAL RESPONSIBILITY (CSR) INITIATIVES

During the year under review, the Company has not developed and implemented any Corporate Social Responsibility initiatives as the said provisions are not applicable.

12. SHARE CAPITAL

During the year under review, there were no changes in the share capital of the Company.

13. DIRECTORS AND KEY MANAGERIAL PERSONNEL

Mrs. Krina Shah (DIN: 01798704), retires by rotation and being eligible has offered herself for reappointment.

14. DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to the provisions of Section 134(5) of the Companies Act, 2013, the board of directors, to the best of their knowledge and ability confirm and state that –

- i. In the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- ii. The Directors had selected such accounting policies and applied them consistently and 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 at the end of the financial year and of the loss of the company for that period;
- iii. The Directors had taken proper and sufficient care 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;
- iv. The Directors had prepared the annual accounts on a 'going concern' basis;
- v. The Directors had laid down internal financial controls to be followed by the Company and that such internal financial controls are adequate and were operating effectively; and
- vi. The Directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

15. DECLARATION BY INDEPENDENT DIRECTORS

All the Independent Directors have given declaration to the Company stating their independence pursuant to Section 149(6) of the Companies Act, 2013.

16. PERFORMANCE OF EVALUATION

Pursuant to the provisions of the Companies Act, 2013 and SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015, the Board has carried out the annual performance evaluation of the Directors individually as well as evaluation of the working of the Board by way of individual feedback from directors.

The evaluation frameworks were the following key areas:

(a) For Non Executive & Independent Directors :

- Knowledge
- Professional conduct
- Comply Secretarial Standard issued by ICSI
- Duties, Role and functions
- Documentation

(b) For Executive Directors:

- Performance as leader
- Analysis of Risk Reward Scenarios
- Professional conduct and integrity
- Sharing of information with Board.
- Adherence applicable government law

The Directors expressed their satisfaction with the evaluation process.

17. STATUTORY AUDITORS

In accordance with Section 139 of the Companies Act, 2013 read with the Companies (Audit and Auditors) Rules, 2014, M/s. Arpit Patel & Associates (FRN: 144032W), Chartered Accountants was appointed as the Statutory Auditors until the conclusion of the Annual General Meeting to be held in the year 2024 at such remuneration as may be mutually agreed between the Board of Directors of the Company and the Statutory Auditors.

As required under the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, M/s. Arpit Patel & Associates (FRN: 144032W), Chartered Accountants, has confirmed that they hold a valid certificate issued by the Peer Review Board of ICAI

Report is enclosed with the financial statements in this Annual Report.

The Auditor's Report for financial year 2019-20 does not contain any qualification, reservation or adverse remark.

18. SECRETARIAL AUDITOR

Pursuant to the provisions of Section 204 of the Companies Act, 2013 and The Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, the Company has reappointed Mr. Sanjay Dayalji Kukadia, Company Secretaries in Practice to undertake the Secretarial Audit of the Company. The Secretarial Audit Report is annexed herewith as "**Annexure A**".

The Secretarial Audit Report for financial year 2019-20 does not contain any qualification, reservation or adverse remark.

19. INTERNAL AUDITOR

The Board of Directors has appointed M/s Rakesh J. Shukla & Associates, Chartered Accountants as Internal Auditors of the Company. The Internal Auditor directly reporting to audit committee. The Company has in place a mechanism to identify, assess, monitor and mitigate various risk to key business objectives.

20. AUDIT COMMITTEE

Our Audit Committee comprised three Independent directors as on March 31, 2020.

- Mr. Jigar Shah – Chairman
- Mr. Yogesh Shah
- Mr. Rajesh Shah

The Company Secretary act as the secretary to the audit committee.

The Committee also reviewed at length, the financial statements and approved the same before they were placed before the Board of Directors. During the financial year under review the Committee.

21. VIGIL MECHANISM

In pursuant to the provisions of Section 177(9) & (10) of the Companies Act, 2013 and the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, a Vigil Mechanism or Whistle Blower Policy for directors, employees and other stakeholders to report genuine concerns has been established. The same is also uploaded on the website of the Company i.e. www.sanbluecorporation.com.

22. LISTING OF SHARES

The Equity Shares of the Company are listed on BSE Limited (BSE) with scrip code number 521222. The Company confirmed that the annual listing fees to the BSE Limited has paid.

23. REMUNERATION POLICY

Our Remuneration comprised three Independent directors as on March 31, 2020.

- Mr. Rajesh Shah – Chairman
- Mr. Jigar Shah
- Mr. Yogesh Shah

The Company's Policy relating to appointment of Directors, payment of Managerial remuneration, Directors' qualifications, positive attributes, independence of Directors and other related matters as provided under Section 178(3) of the Companies Act, 2013 is furnished in "Annexure B" and is attached to this report.

24. SHAREHOLDERS / INVESTORS GRIEVANCE COMMITTEE :

Our Shareholders/investors Grievances Committee comprised three Independent directors as on March 31, 2020 :

- Mr. Rajesh Shah – Chairman
- Mr. Jigar Shah
- Mr. Jose Daniel

The Company Secretary/Compliance Officer shall act as the secretary to the Committee.

The primary function of the Shareholders / Investors Grievance Committee ("the Committee") is to consider and resolve the grievances of security holders of the Company. During the year under review, the committee reviewed the complaint status, share transfer details, dematerialization of security and also conducted audit by practicing company secretary.

25. EXTRACT OF THE ANNUAL RETURN

The details forming part of the extract of the Annual Return in form MGT-9 is annexed herewith as "Annexure C".

26. SUBSIDIARY COMPANIES / ASSOCIATE COMPANIES / JOINT VENTURE

Since the Company does not have any Subsidiary / Joint Ventures / Associate Concerns, No financial position of such concern(s) are required to be included in the financial statement.

27. BOARD MEETINGS

The Board of Directors met 4 (Four) times during the year. The details of the meeting are as below:

- | | | | |
|----------------|----------------|----------------|----------------|
| (1) 30/05/2019 | (2) 09/08/2019 | (3) 12/11/2019 | (4) 14/02/2020 |
|----------------|----------------|----------------|----------------|

28. SIGNIFICANT AND MATERIAL ORDERS

There are no material orders passed by Regulators, Courts or Tribunals impacting the going concern status and company's operations in future.

29. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO

During the year under review, there are no manufacturing activities undertaken by the Company, in view of the aforesaid fact, there was no scope for your Company to make any efforts for energy conservation, research and development and technology absorption. Hence the particulars required to be furnished in respect of the same are not given.

Foreign Exchange Earnings: NIL

Foreign Exchange Outgoes: NIL

30. MANAGEMENT DISCUSSION AND ANALYSIS REPORT

Management discussion & Analysis report form part of this annual report is annexed herewith as "Annexure-D".

31. IMPACT OF COVID-19

The operations of the Company are based in the city of Ahmedabad. The Company remained shut from March 23, 2020 due to lockdown and re-opened w.e.f. May 26, 2020. There are no major impact on profitability or financial position of the Company. There is no other relevant update about the business of the company.. The Company is taking utmost care like sanitizing, social distancing, mandatory mask wearing, thermal check at the gate, maintaining proper hygiene.

32. SHARE TRANSFER AGENT (R&TA)

The details of Registrar & Share Transfer Agent is as below :

Bigshare Services Private Limited

Address: A/802, Samudra complex, Near Klassic Gold, Girish cold drink,
C.G Road, Ahmedabad, Gujrat - 380009.

Tel. No: 91-79-40024135, Email: bssahd@bigshareonline.com

Website: www.bigshareonline.com

33. PARTICULARS OF EMPLOYEE

The information required under section 197 of the Act read with rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 are given "Annexure-E".

34. DETAILS OF NON COMPLIANCE

No penalty imposed by stock exchange, SEBI or ROC, nor has been any instance of non compliance with any legal requirements or on matters capital market over the last three years.

35. RISK MANAGEMENT

The Board of the Company has formed a risk management policy for oversight in the area of financial risks and controls.

36. ACKNOWLEDGMENT

The directors thank the Company's employees, customers, vendors and investors for their continuous support. The directors are also thankful to the concerned government departments / agencies for their co-operation. The directors appreciate and value the contributions made by every member in the Company.

**For and on behalf of the Board
Sanblue Corporation Limited**

**(Jose Daniel)
Chairman & Managing Director
DIN: 03532474**

**Date : 14/08/2020
Place : Ahmedabad**

SANJAY DAYALJI KUKADIA
(Practicing Company Secretary),

ANNEXURE - A

Address : Flat Number-101, Block Number : J, Swaminarayan Castle-2,
Near Atmiya Sanskardham School, Arjun Ashram Road,
Chandlodiya(Nirnaynagar), Ahmedabad - 382 481 Gujarat India.
Email Id : kukadiasanjay1974@gmail.com | Mobile:7043427903.
PAN(PERMANENT ACCOUNT NUMBER) NUMBER-AMQPK0051R

Form No. MR-3

SECRETARIAL AUDIT REPORT

[Pursuant to Section 204(1) of the Companies Act, 2013 and Rule No. 9 of the Companies (Appointment and Remuneration Personnel) Rules, 2014]

To
The Members,
Sanblue Corporation Limited
22, Government Society,
Near Municipal Market, C. G. Road,
Ahmedabad-380006.

We have conducted the Secretarial Audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by M/s. Sanblue Corporation Limited [CIN:L15400GJ1993PLC020073] (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 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 31st 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 31st March, 2020 according to the provisions of :-

- (i) The Companies Act, 2013 (the Act) and the rules made there under and the Companies (Amendment) Act,2017;
- (ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA) and the rules made there under;
- (iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed there under;
- (iv) Foreign Exchange Management Act, 1999 and the rules and regulations made there under 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;
 - (d) The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999; (Not Applicable for the Financial Year 2019-20 as Company has not issued any Stock to the employees)

- (e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008; (Not Applicable for the Financial Year 2019-20)
- (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 for the Financial Year 2019-20)
- (h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998; (Not Applicable for the Financial Year 2019-20)

During the period under review the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc.

- (vi) The other laws, as informed and certified by the management of the Company which are specifically applicable to the Company based on their sector/ industry are:
 - 1) Payment of Wages Act, 1936, and rules made there under;
 - 2) The Minimum Wages Act, 1948, and rules made there under;
 - 3) Land Revenue laws of respective States

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

- (i) Secretarial Standards issued by The Institute of Company Secretaries of India (Effective from July 1st, 2015 and Revised version effective from October, 1st, 2017) is applicable for the Financial Year 2019-20.
- (ii) The Listing Agreements and Uniform Listing Agreement entered into by the Company with Bombay Stock Exchange Limited (BSE).

During the period under review the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc. mentioned above subject to the observations noted against each legislation and the Company is having Registrar and Transfer Agent who provides electronic connectivity with Depositories and physical share transfer related work.

We further report that :

The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. There was no change in the composition of the Board of Directors during the period under review and the company has complied 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.

Majority decision is carried through while the dissenting members' views are captured and recorded as part of the minutes.

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 the Compliance by the Company of the applicable financial laws like Direct and Indirect Tax laws has not been reviewed in this Audit since the same have been subject to the review by the Statutory Auditors and other designated professionals.

For, **SANJAY DAYALJI KUKADIA**
Company Secretaries

Place : Ahmedabad
Date : 29th June, 2020

[**SANJAY DAYALJI KUKADIA**]
PROPRIETOR
Membership Number:A20674
Certificate of Practice Number: 11308
UDIN Number:U020674B000395281

Note : This report is to be read with our letter of even date which is annexed as 'ANNEXURE A' and forms an integral part of this report.

SANJAY DAYALJI KUKADIA**(Practicing Company Secretary),****Address : Flat Number-101, Block Number : J, Swaminarayan Castle-2,****Near Atmiya Sanskardham School, Arjun Ashram Road,****Chandlodiya(Nirnaynagar), Ahmedabad - 382 481 Gujarat India.****Email Id : kukadiasanjay1974@gmail.com | Mobile:7043427903.****PAN(PERMANENT ACCOUNT NUMBER) NUMBER-AMQPK0051R****ANNEXURE - A**

To

The Members,

Sanblue Corporation Limited

22, Government Society,

Near Municipal Market, C. G. Road,

Ahmedabad - 380 006. Gujarat India.

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

1. Maintenance of Secretarial Record 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 provide a reasonable basis for our opinion.
3. We have not verified the correctness and appropriateness of Financial Records and Books of Accounts 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, SANJAY DAYALJI KUKADIA
Company Secretaries****Place : Ahmedabad****Date : 29th June, 2020****-----
[SANJAY DAYALJI KUKADIA]
PROPRIETOR****Membership Number : A20674
Certificate of Practice Number. 11308
UDIN Number : U020674B000395281**

ANNEXURE - B**REMUNERATION POLICY :**

In accordance with the provisions of Section 178(3) of the Companies Act, 2013, the Nomination and Remuneration Committee recommended the following remuneration policy relating to the remuneration for the Directors, Key Managerial Personnel and other employees, which was approved and adopted by the Board.

I. REMUNERATION TO EXECUTIVE DIRECTORS; KEY MANAGERIAL PERSONNEL AND SENIOR MANAGEMENT & OTHER EMPLOYEES :

The Board of Directors and Nomination & Remuneration Committee (subject to applicable authorization from shareholders) is authorized to decide /recommend the remuneration and other terms of appointment of such Directors and Senior Management employees (one level below executive directors) and Key managerial Personnel and other employees of the Company. The remuneration structure shall inter alia, include salary, perquisites, retirement and/superannuation benefits as per policy decided by the management of the Company. Based on the performance appraisals, the changes in the remuneration shall be decided/recommended by the management/executive directors.

The remuneration on appointment and on appraisal based on the performance of other employees (other than senior management & Key Managerial Personnel) shall be decided by the functional head or business head from time to time considering the policy of the Company. The remuneration components shall include basic salary, allowances, perquisites, retirement benefits; pay as may be decided by the Management from time to time. The level and composition of remuneration shall be reasonable and sufficient to attract, retain and motivate employees at all levels, having regard to the industry practice.

OTHER TERMS APPLICABLE TO EXECUTIVE DIRECTORS AND SENIOR & KEY MANAGEMENT EMPLOYEES

- i. The Remuneration and terms of employments shall be fixed/ recommended in such a manner that the relationship of remuneration to performance is clear and meets appropriate performance benchmarks.
- ii. The remuneration shall involve a good balance between fixed and incentive pay (considering industry benchmark/practice) reflecting short and long term performance objectives appropriate to the working of the Company and its goals.
- iii. No director or executive should be directly involved in determining their own remuneration or performance evaluation.
- iv. The Executive Director, Whole time Director/ Managing Director and/or Senior Management Employee shall be eligible for advances/loans as per prevalent Policy of the Company subject to the applicable statutory provisions and approvals.

II. REMUNERATION TO NON-EXECUTIVE DIRECTORS:

Company is not paying remuneration to the non executive directors

III. CRITERIA FOR IDENTIFICATION OF PERSONS FOR APPOINTMENT AS DIRECTORS AND IN SENIOR MANAGEMENT :

In accordance with the provisions of Section 178(3) of the Act read with Clause 49 of the Listing Agreement, the Nomination and Remuneration Committee is required to formulate the criteria for determining qualifications, positive attributes and independence of a Director and senior management. The criteria adopted by the Nomination and Remuneration Committee for the aforesaid purpose is as under:

Criteria for determining qualifications, positive attributes and independence of a director:

I. QUALIFICATIONS:

- (a) He/ She should possess appropriate skills, experience and knowledge in one or more fields of finance, law, management, sales, marketing, administration, research, corporate culture, technical operations or other disciplines related to the company's business.

(b) Such qualifications as may be prescribed under the Companies Act, 2013 read with rules framed there under and the Listing Agreement with Stock Exchanges.

A. Criteria for appointing a Director :

- a. He/She should be a person of integrity, with high ethical standards.
- b. He/She should be able to commit to his responsibilities and devote sufficient time and attention to his professional obligation as a Director.
- c. He/She should be having positive thinking, courtesy, humility.
- d. He/She should be knowledgeable and diligent in updating his knowledge.
- e. He/She should have qualifications, skills, experience and expertise by which the Company can benefit.
- f. In respect of independent director, in addition to the above (a)to (e), he should fulfill the criteria for being appointed as an Independent Director prescribed under section 149 of the Companies Act, 2013 read with Schedule IV to the said Act.
- g. In respect of Executive/Whole time Director/Managing Director, in addition to above (a)to (f), he should have strong quality of leadership and team mentoring, recognition, management skills, vision, ability to steer the organization even in adverse conditions, innovative thinking, result oriented approach, ability to enhance reputation of the organization.

B. Criteria for appointing a Senior Management Employee/ Key Managerial Personal :

- a. He/She should have the required educational, qualification, skills and functional knowledge for the post and eye for detailing & compliance
- b. He/She should have integrity, humility, positive thinking, leadership qualities, sincerity, alert, hardworking, team building ability, good soft skills, transparency in dealings with the Company and other stakeholders.
- c. Screening of the potential conflicts of interest and independence.
- d. Detailed background information in relation to a potential candidate should be provided to all directors.
- e. The identification of potential candidates may be assisted by the use of external search organizations as may be considered appropriate.

**For and on behalf of the Board
Sanblue Corporation Limited**

**(Jose Daniel)
Chairman & Managing Director
DIN: 03532474**

**Dat : 14/08/2020
Place : Ahmedabad**

ANNEXURE - C

Form No. MGT-9

EXTRACT OF ANNUAL RETURN

As on the financial year ended on 31/03/2020

Of

SANBLUE CORPORATION LIMITED

[Pursuant to Section 92(3) of the Companies Act, 2013

&

Rule 12(1) of the Companies (Mgt. and Administration) Rules, 2014]

I. REGISTRATION AND OTHER DETAILS:

| | |
|----------------------------------------------------------------------------|------------------------------------------------------------------------------------------------|
| CIN: | L15400GJ1993PLC020073 |
| i) Foreign Company Registration Number/GLN | Not Applicable |
| ii) Registration Date [DDMMYY] Name of the Company | 26/08/1993 SANBLUE CORPORATION LIMITED |
| iii) Category of the Company [Pl. tick] | <input checked="" type="checkbox"/> Public Company <input type="checkbox"/> Private Company |
| iv) Sub Category of the Company [Please tick whichever are applicable] | 1. Government Company |
| | 2. Small Company |
| | 3. One Person Company |
| | 4. Subsidiary of Foreign Company |
| | 5. NBFC |
| | 6. Guarantee Company |
| | 7. Limited by shares <input checked="" type="checkbox"/> |
| | 8. Unlimited Company |
| | 9. Company having share capital |
| | 10. Company not having share capital |
| | 11. Company Registered under Sec. 8 |

V) NAME AND REGISTERED OFFICE ADDRESS OF COMPANY AND CONTACT DETAILS:

| | |
|-------------------------------------------------------------------------------------------|----------------------------------------------------------------------|
| Address | 22A, Government Servant Society, Near Municipal Market, C.G. Road |
| Town / City | Ahmedabad |
| State | Gujarat |
| Pin Code: | 380009 |
| Country Name : | India |
| Country Code | 91 |
| Telephone (With STD Area Code no) | 079-26562055 |
| Fax Number : | — |
| Email Address | inquiry@sanbluecorporation.com |
| Website | www.sanbluecorporation.com |
| Name of the Police Station having jurisdiction where the registered office is situated | Navrangpura Police Station |
| Address for correspondence, if different from address of registered office : | N.A. |

| | | | |
|-----------------------------------------------------------------------------------------------------------------------------|-----|-----------------------|--------|
| vi) Whether shares listed on recognized Stock Exchange(s) If yes, details of stock exchanges where shares are listed | Yes | | |
| | SN | Stock Exchange Name | Code |
| | 1 | Bombay Stock Exchange | 521222 |

Vii) Name and Address of Registrar & Transfer Agents (RTA): Full address and contact details to be given.

| | |
|---------------------------------------|---------------------------------------------------------------------------|
| Registrar & Transfer Agents | Bigshare Services Private Limited |
| Address | A/802, Samudra Complex, Near Klassic Gold, Girish Cold Drink, C. G. Road, |
| Town / City | Ahmedabad |
| State | Gujarat |
| Pin Code: | 380009 |
| Telephone (With STD Area Code Number) | 91-79-40024135 |
| Fax Number : | Nil |
| Email Address | bssahd@bigshareonline.com |

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)

| Sr. No. | Name and Description of main products / services | NIC Code of the Product / service | % to total turnover of the Company |
|---------|--------------------------------------------------|-----------------------------------|------------------------------------|
| 1 | Wholesale textile, fabric etc. | 46695 | 98% |

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 |
|---------|---------------------------------|---------|---------------------------------|
| N.A. | N.A. | N.A. | N.A. |

IV. SHARE HOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity)

i) Category-wise Share Holding

| Category of Shareholders | No. of Shares held at the beginning of the year [As on 31-March-2019] | | | | No. of Shares held at the end of the year [As on 31-March-2020] | | | | % Change during the year |
|-------------------------------------------------------------|--------------------------------------------------------------------------|----------|----------------|-------------------|--------------------------------------------------------------------|----------|----------------|-------------------|--------------------------|
| | Demat | Physical | Total | % of Total Shares | Demat | Physical | Total | % of Total Shares | |
| A. Promoter' s | | | | | | | | | |
| (1) Indian | | | | | | | | | |
| a) Individual/ HUF | 3127625 | - | 3127625 | 62.55 | 3127625 | - | 3127625 | 62.55 | - |
| b) Central Govt | - | - | - | - | - | - | - | - | - |
| c) State Govt(s) | - | - | - | - | - | - | - | - | - |
| d) Bodies Corp. | - | - | - | - | - | - | - | - | - |
| e) Banks / FI | - | - | - | - | - | - | - | - | - |
| f) Any other | - | - | - | - | - | - | - | - | - |
| Sub-total(A)(1):- | 3127625 | - | 3127625 | 62.55 | 3127625 | - | 3127625 | 62.55 | - |
| (2) Foreign | | | | | | | | | |
| (a)NRIs-Individuals | - | - | - | - | - | - | - | - | - |
| (b)Other-Individuals | - | - | - | - | - | - | - | - | - |
| (c)Bodies Corp. | - | - | - | - | - | - | - | - | - |
| (d)Banks FI | - | - | - | - | - | - | - | - | - |
| (e)Any Other.... | - | - | - | - | - | - | - | - | - |
| Sub-total(A)(2):- | - | - | - | - | - | - | - | - | - |
| Total shareholding of Promoter (A) = (A)(1) + (A)(2) | 3127625 | - | 3127625 | 62.55 | 3127625 | - | 3127625 | 62.55 | - |
| B. Public Shareholding | | | | | | | | | |
| 1. Institutions | - | - | - | - | - | - | - | - | - |
| a) Mutual Funds | - | - | - | - | - | - | - | - | - |
| b) Banks / FI | - | - | - | - | - | - | - | - | - |
| c) Central Govt | - | - | - | - | - | - | - | - | - |
| d) State Govt (s) | - | - | - | - | - | - | - | - | - |
| e) Venture Capital Funds | - | - | - | - | - | - | - | - | - |
| f) Insurance Companies | - | - | - | - | - | - | - | - | - |
| g) FIs | - | - | - | - | - | - | - | - | - |
| h) Foreign Venture Capital Funds | - | - | - | - | - | - | - | - | - |
| l) Others (specify)(Trusts) | - | - | - | - | - | - | - | - | - |
| Sub-total (B)(1):- | - | - | - | - | - | - | - | - | - |

| 2. Non-Institutions | | | | | | | | | |
|----------------------------------------------------------------------------------|----------------|---------------|----------------|--------------|----------------|---------------|----------------|--------------|----------|
| a) Bodies Corp. | | | | | | | | | |
| i) Indian | 1598 | 250 | 1848 | 0.04 | 736 | 250 | 986 | 0.02 | (0.02) |
| ii) Overseas | - | - | - | - | - | - | - | - | - |
| b) Individuals | - | - | - | - | - | - | - | - | - |
| i) Individual shareholders holding nominal share capital upto Rs.2 lakh | 401442 | 191400 | 592842 | 11.86 | 392871 | 190950 | 583821 | 11.68 | (0.18) |
| ii) Individual shareholders holding nominal share capital in excess of Rs.2 lakh | 1133077 | - | 1133077 | 22.66 | 1109977 | - | 1109977 | 22.20 | (0.46) |
| c) Others | | | | | | | | | |
| Clearing Members + HUF | 23083 | - | 23083 | 0.46 | 56091 | - | 56091 | 1.12 | 0.66 |
| Non Resident Indian (Repat+ Non Repat) | 1325 | 69975 | 71300 | 1.43 | 1300 | 69975 | 71275 | 1.43 | - |
| Overseas Bodies Corporates | - | 49800 | 49800 | 1.00 | - | 49800 | 49800 | 1.00 | -- |
| Sub-total (B)(2):- | 1560525 | 311425 | 1871950 | 37.44 | 1560975 | 310975 | 1871950 | 37.44 | - |
| Total Public Shareholding (B)=(B)(1)+(B)(2) | 1560525 | 311425 | 1871950 | 37.44 | 1560975 | 310975 | 1871950 | 37.44 | - |
| C. Shares held by Custodian for GDRs & ADRs | - | - | - | - | - | - | - | - | - |
| Grand Total | 4688150 | 311425 | 4999575 | 100 | 4688600 | 310975 | 4999575 | 100 | - |

(3) Shareholding of Promoters

| Sr No. | Shareholder's Name | Shareholding at the beginning of the year | | | Shareholding at the end of the year | | | % Change in share holding during the year |
|--------|--------------------|-------------------------------------------|----------------------------------|--------------------------------------------------|-------------------------------------|----------------------------------|--------------------------------------------------|-------------------------------------------|
| | | No. of Shares | % of total Shares of the company | % of Shares Pledged / encumbered to total shares | No. of Shares | % of total Shares of the company | % of Shares Pledged / encumbered to total shares | |
| 1 | Sanjiv Shah | 2982300 | 59.65 | Nil | 2982300 | 59.65 | Nil | Nil |
| 2 | Sanjiv Shah-HUF | 145325 | 2.90 | Nil | 145325 | 2.90 | Nil | Nil |
| | TOTAL | 3127625 | 62.55 | Nil | 3127625 | 62.55 | Nil | Nil |

Note : All the Equity Shares of Mr. Bhavesh Shah and Mr. Anal Bhow had Interse transferred between promoters Group with complied all the guideline. However still they are part of Promoter group.

4) Change in Promoters' Shareholding (please specify, if there is no change)

| Sr No. | Promoters Name | at the beginning of the year | | Changes | | | Cumulative 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 share holding | Reason | No of shares | % of total shares of the Company |
| 1 | | | | | Nil | | | |

(iv) Shareholding Pattern of top ten Shareholders
(other than Directors, Promoters and Holders of GDRs and ADRs)

| Sr No. | Name of Shareholders | at the beginning of the year | | Changes | | | Cumulative 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 share holding | Reason | No of shares | % of total shares of the Company |
| 1 | Arunkumar K. Patel | 180000 180000 | 3.60 3.60 | Nil | Nil | Nil | Nil | Nil |
| 2 | Karsandas M. Patel | 180000 180000 | 3.60 3.60 | Nil | Nil | Nil | Nil | Nil |
| 3 | Hemant L. Patel | 180000 180000 | 3.60 3.60 | Nil | Nil | Nil | Nil | Nil |
| 4 | Laljibhai M. Patel | 180000 180000 | 3.60 3.60 | Nil | Nil | Nil | Nil | Nil |
| 5 | Nitin K. Patel | 180000 180000 | 3.60 3.60 | Nil | Nil | Nil | Nil | Nil |
| 6 | Maharshee Munshaw | 199977 199977 | 3.99 3.99 | Nil | Nil | Nil | Nil | Nil |
| 7 | Pashupati Securities Mauritius Ltd | 49800 49800 | 1.00 1.00 | Nil | Nil | Nil | Nil | Nil |
| 8 | Fenil Shah | 23100 23100 | 0.46 0.46 | Nil | Nil | Nil | Nil | Nil |
| 9 | Rajeshkumar R Patel | 13143 13143 | 0.26 0.26 | Nil | Nil | Nil | Nil | Nil |
| 10 | Sanjaykumar Sarawagi | 9018 9018 | 0.18 0.18 | Nil | Nil | Nil | Nil | Nil |

(v) Shareholding of Directors and Key Managerial Personnel :

| Sr No. | Name of Promoters | at the beginning of the year | | Changes | | | Cumulative 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 share holding | Reason | No of shares | % of total shares of the Company |
| 1 | Sanjiv Shah | 2982300 | 59.65 | Nil | Nil | Nil | Nil | Nil |
| | | 2982300 | 59.65 | Nil | Nil | Nil | Nil | Nil |
| | | | | Nil | Nil | Nil | Nil | Nil |
| 2 | Jose Daniel | Nil | Nil | Nil | Nil | Nil | Nil | Nil |
| 3 | Krina Shah | Nil | Nil | Nil | Nil | Nil | Nil | Nil |
| 4 | Rajesh Shah | 18025 18025 | 0.36 0.36 | Nil | Nil | Nil | Nil | Nil |
| 5 | Yogesh Shah | Nil | Nil | Nil | Nil | Nil | Nil | Nil |
| 6 | Jigar Shah | Nil | Nil | Nil | Nil | Nil | Nil | Nil |

V) INDEBTEDNESS -Indebtedness of the Company including interest outstanding/accrued but not due for payment

(in ₹ Lakhs)

| Particulars | Secured Loans excluding deposits | Unsecured Loans | Deposits | Total Indebtedness |
|---------------------------------------------------------|----------------------------------|-----------------|----------|--------------------|
| Indebtedness at the beginning of the financial year | Nil | Nil | Nil | Nil |
| i) Principal Amount | Nil | Nil | Nil | Nil |
| ii) Interest due but not paid | Nil | Nil | Nil | Nil |
| iii) Interest accrued but not due | Nil | Nil | Nil | Nil |
| Total (i+ii+iii) | Nil | Nil | Nil | Nil |
| Change in Indebtedness during the financial year | | | | |
| * Addition | Nil | 15.50 | Nil | 15.50 |
| * Reduction | Nil | 15.50 | Nil | 15.50 |
| Net Change | Nil | Nil | Nil | Nil |
| Indebtedness at the end of the financial year | | | | |
| i) Principal Amount | Nil | Nil | Nil | Nil |
| ii) Interest due but not paid | Nil | Nil | Nil | Nil |
| iii) Interest accrued but not due | Nil | Nil | Nil | Nil |
| Total (i+ii+iii) | Nil | Nil | Nil | Nil |

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL-

A. Remuneration to Managing Director, Whole-time Directors and/or Manager:

(in ₹ Lakhs)

| Sr. No. | Particulars of Remuneration | Name of MD / WTD / Manager | Total Amount |
|---------|-------------------------------------------------------------------------------------|----------------------------|--------------|
| 1. | Gross salary | Jose Daniel | 8,19,000/- |
| 2. | (a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961 | Nil | Nil |
| | (b) Value of perquisites u/s 17(2) Income-tax Act, 1961 | Nil | Nil |
| | (c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961 | Nil | Nil |
| | Stock Option | Nil | Nil |
| 3. | Sweat Equity | Nil | Nil |
| 4. | Commission - as % of profit - others, specify... | Nil | Nil |
| 5. | Others, please specify | Nil | Nil |
| | Total (A) | - | 8,19,000/- |

B. Remuneration to other directors

| Sr No. | Particulars of Remuneration | Name of Independent / Non-Executive Director |
|--------|-----------------------------------------------------------------------------|----------------------------------------------|
| 1 | Independent Directors Fee for attending board committee meetings | NIL |
| | Commission | |
| | Others, please specify | |
| | Total (1) | |
| 2 | Other Non-Executive Directors Fee for attending board committee meetings | |
| | Commission | |
| | Others, please specify | |
| | Total (2) | |
| | Total (B)=(1+2) | |
| | Total Managerial Remuneration | |
| | Overall Ceiling as per the Act | |

C. Remuneration to Key Managerial Personnel Other Than MD/MANAGER/WTD (in ₹ Lakhs)

| Sr No. | Particulars of Remuneration | Key Managerial Personnel | | | |
|--------|-------------------------------------------------------------------------------------|--------------------------|-----------------|-----------------|------------------|
| | | CEO | CS | CFO | Total |
| 1 | Gross salary | Jose Daniel | Jekil Pancholi | Dhaval Sheth | - |
| | (a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961 | 8,19,000 | 5,40,000 | 2,40,000 | 15,99,000 |
| | (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 | - | - | - | - |
| 2 | Stock Option | - | - | - | - |
| 3 | Sweat Equity | - | - | - | - |
| 4 | Commission - as % of profit others, specify... | - | - | - | - |
| 5 | Others, please specify | - | - | - | - |
| | Total | 8,19,000 | 5,40,000 | 2,40,000 | 15,99,000 |

VII. 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) |
|-------------------------------------|------------------------------|-------------------|------------------------------------------------------------|-------------------------------|------------------------------------|
| A. COMPANY | | | | | |
| Penalty | NIL | NIL | NIL | NIL | NIL |
| Punishment | NIL | NIL | NIL | NIL | NIL |
| Compounding | NIL | NIL | NIL | NIL | NIL |
| B. DIRECTORS | | | | | |
| Penalty | NIL | NIL | NIL | NIL | NIL |
| Punishment | NIL | NIL | NIL | NIL | NIL |
| Compounding | NIL | NIL | NIL | NIL | NIL |
| C. OTHER OFFICERS IN DEFAULT | | | | | |
| Penalty | NIL | NIL | NIL | NIL | NIL |
| Punishment | NIL | NIL | NIL | NIL | NIL |
| Compounding | NIL | NIL | NIL | NIL | NIL |

For and on behalf of the Board
Sanblue Corporation Limited(Jose Daniel)
Chairman & Managing Director
DIN: 03532474Date: 14/08/2020
Place: Ahmedabad

“ANNEXURE - D”**MANAGEMENT DISCUSSION AND ANALYSIS REPORT****A. Industry structure and developments**

India's textiles sector is one of the oldest industries in the Indian economy, dating back to several centuries. The industry is extremely varied, with hand-spun and hand-woven textiles sectors at one end of the spectrum, while the capital-intensive sophisticated mills sector on the other end.

B. Opportunities and Threats

Your Company being trading of Fabrics, dress materials, man-made fibers, cotton fibers, textiles , related products and also provide services as a Consultants to corporate bodies, individual and others in commercial and industrial management. The future for the Indian textile industry looks promising, buoyed by both strong domestic consumption as well as export demand. With consumerism and disposable income on the rise, the retail sector has experienced a rapid growth in the past decade with the entry of several international players.

C. Segment-wise Performance

The Company is mainly doing single segments activities, hence the requirement of segment-wise reporting is considered irrelevant.

D. Risks and Concerns

Business risk like late payments, high interest cost , locality or a particular trade due to some external reasons. These reasons could be political, communal, failure of an industry /trade, etc. The risk that competitive forces will reduce revenue (e.g. a price war). Risk for increase import duty, change international textile sector etc.

E. Internal Finance Control Systems their adequacy

The Company has satisfactory internal control system. The Company has an adequate system of internal controls to ensure accuracy of accounting records, compliance with all laws & regulations and compliance with all rules, procedures & guidelines prescribed by the management.

F. Financial Performance with respect to Operational Performance

- **Share Capital**

The paid up equity share capital of the Company as on March 31, 2020 stands at Rs. 49995750 divided into 4999575 equity shares of Rs. 10/- each fully paid up

- **Net Worth**

During the end of the year ,the Net Worth of the Company are Rs 1035.16 lacs as compare to Rs. 1109.35 of previous year.

- **Secured Loans**

During the year under review, Company has not obtained any secured loan.

- **Total Income**

The total Revenue of the Company during the year has decreased from Rs. 318.83 Lacs to Rs. 32.91 Lacs.

G. Human Resources

Human Resources There has been no material development on the Human Resource/ Industrial Relations front during the year. As on 31st March 2020 the Company has limited employees only.

**For and on behalf of the Board
Sanblue Corporation Limited**

**(Jose Daniel)
Chairman & Managing Director
DIN: 03532474**

**Date: 14/08/2020
Place: Ahmedabad**

“ANNEXURE - E”

Details under section 197(12) of the Companies Act,2013 read with Rule (5) (1) of the Companies(Appointment and Remuneration of Managerial Personnel), 2014

- a. The ratio of the remuneration of each director to the median remuneration of the employees of the Company for the financial year.:

| Name of Directors | Designation | Ratio of remuneration of the Directors to the median remuneration of the Employees |
|--------------------------|--------------------|-------------------------------------------------------------------------------------------|
| Mr. Jose Daniel | Managing Director | 1.06 |

- b. The percentage increase in remuneration of each director, Chief Executive Officer, Chief Financial Officer, Company Secretary in the financial year.:

| Name of Directors, CFO, CEO, Company Secretary, Manager | Designation | % increase in remuneration |
|----------------------------------------------------------------|-------------------------|-----------------------------------|
| Jose Daniel | CEO & Managing Director | Nil |
| Dhaval Sheth | CFO | Nil |
| Jekil Pancholi | Company Secretary | Nil |

- c. The percentage increase in the median of employees in the financial year : NIL
- d. The number of permanent employees on the rolls of the Company.:4
- e. Average Percentile increase already made in the salaries of employees other than the managerial personnel in the last financial year and its comparison with the percentile increase in the Managerial remuneration and justification thereof and point out if there are any exceptional circumstances for increase in the managerial remuneration:: Nil
- f. The Key parameters for any variable component of remuneration availed by the Directors ; There are no variable components in remuneration package availed by thee directors.
- g. Affirmation that the remuneration is as per the remuneration policy of the Company: The Company affirms remuneration is as per the remuneration policy of the Company.

There is no employee covered under section 197(12) of the Companies Act, 2013 read with Rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

**For and on behalf of the Board
Sanblue Corporation Limited**

**Date: 14/08/2020
Place: Ahmedabad**

**(Jose Daniel)
Chairman & Managing Director
DIN: 03532474**

INDEPENDENT AUDITOR'S REPORT

To the members of SANBLUE CORPORATION LTD

Report on the Audit of Financial Statements

Opinion

We have audited the accompanying financial statements of Sanblue Corporation Limited ("the Company"), which comprise the Balance Sheet as at March 31, 2020, the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Cash Flows and the Statement of Changes in Equity for the year then ended, and a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 2013 (the "Act"), in the manner so required and give a true and fair view in conformity with the accounting 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, the profit and total comprehensive income, changes in equity and its cash flows for the year ended on that date.

Basis for Opinion

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

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements for the current period. These matters were addressed in the context of our audit of the 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 Financial Statements and Auditor's Report Thereon

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Management Discussion and Analysis, Board's Report including Annexures to Board's Report, Business Responsibility Report, Corporate Governance and Shareholder's Information, but does not include the financial statements and our auditor's report thereon.

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

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

If, based on the work we have performed, we conclude that there is a material misstatement of this other information; we are required to communicate the matters to those charged with governance as required under SA 720 'The Auditor's responsibilities relating to other information'.

Management and Board of Directors' Responsibilities for the Financial Statements

The Management and the Board of Directors of the Company are responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance including other comprehensive income, cash flows and changes in equity of the Company in accordance with the Ind AS and the accounting principles generally accepted in India. This

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

In preparing the financial statements, the management and the 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 Board of Directors 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 Financial Statements

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
- Conclude on the appropriateness of the Board of Directors' 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 ability of the Company to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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 financial statements for the financial year ended March 31, 2020, 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 Matters

The audited financial statements of the Company for the corresponding year ended March 31, 2019, were audited by the predecessor auditor, who had given an unmodified Opinion, on that financial information on May 30, 2019. Our conclusion is not modified in respect of this 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 sub-section (11) of section 143 of the Act, we give in the "**Annexure A**" a statement on the matters specified in paragraphs 3 and 4 of the Order
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 the Statement of Other Comprehensive Income, the Cash Flow Statement and Statement of Changes in Equity dealt with by this Report are in agreement with the books of account;
 - (d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Companies (Indian Accounting Standards) Rules, 2015, as amended;
 - (e) On the basis of the written representations received from the directors as on 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 and the operating effectiveness of the internal financial controls over financial reporting of the Company, refer to our separate report in "**Annexure B**"; and
 - (g) In our opinion, and according to the information and explanations given to us, the managerial remuneration for the year ended March 31, 2020 has been paid/provided by the Company to its directors in accordance with the provisions of section 197 read with Schedule V to the Act;
In our opinion and according to the information and explanations given to us, the remuneration paid by the Company to its directors during the current year is in accordance with the provisions of Section 197 of the Act
 - (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, 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 on its financial position in its financial statements.
 - ii. The Company did not have any long-term contracts, including derivative contracts for which there were any material foreseeable losses;
 - iii. The Company is not required to transfer any amount to Investor Education & Protection Fund.

**For Arpit Patel & Associates,
Chartered Accountants
ICAI Firm registration number: 144032W**

**Date : June 29, 2020
Place : Ahmedabad**

**Arpit Patel
Partner
Membership No.: 034032
UDIN : 20034032AAAABR7834**

Annexure - A to the Auditors' Report

(Referred to in paragraph 1 under 'Report on Other Legal and Regulatory Requirements' section of our report to the members Sanblue Corporation Limited of even date)

The Annexure referred to in Independent Auditor's Report to the members of the Company on the financial statements for the year ended March 31, 2020.

We report that :

- (i) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
- (b) According to the information and explanations given to us, the Company has a regular programme of physical verification of its fixed assets by which fixed assets are verified on an annual basis. In accordance with this programme, fixed assets were verified during the year. In our opinion, this periodicity of physical verification is reasonable having regard to the size of the Company and the nature of its assets. According to the information and explanations given to us, no material discrepancies were noticed on such verification.
- (c) With respect to immovable properties of buildings, according to the information and explanations given to us and the records examined by us and based on the examination of the registered sale deed provided to us, we report that, the title deeds of such immovable properties are held in the name of the Company as at the balance sheet date.
- (ii) As explained to us, inventories have been physically verified at reasonable intervals by the management during the period. In our opinion, the frequency of such verification is reasonable. No material discrepancies were noticed during such verification.
- (iii) According to the information and explanations given to us, the Company has not granted any loans, secured or unsecured to companies, firms, Limited Liability Partnerships or other parties covered in the register maintained under section 189 of the Act. Accordingly, the provisions of clause 3(iii)(a), (b) and (c) of the Order are not applicable to the Company and hence not commented upon.
- (iv) In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of Sections 185 and 186 of the Companies Act, 2013 in respect of grant of loans, making investments and providing guarantees and securities, as applicable.
- (v) According to the information and explanations given to us, the Company has not accepted any deposit from public within the meaning of section 73 to 76 of the Act and rules made thereunder. Therefore, the provision of clause 3(v) of the order is not applicable.
- (vi) To the best of our knowledge and according to the information and explanations given to us, the Company is not required to maintain cost records pursuant to Companies (Cost Records and Audit) Rules, 2014, as amended, prescribed by the Central Government under section 148(1) of the Companies Act, 2013.
- (vii) According to the information and explanations given to us, in respect of statutory dues :
 - (a) The Company has generally been regular in depositing undisputed statutory dues, including Provident Fund, Income-tax, cess, Goods and Service Tax and other material statutory dues applicable to it to the appropriate authorities.
 - (b) There were no undisputed amounts payable in respect of Provident Fund, Income-tax, cess, Goods and Service Tax and other material statutory dues in arrears as at March 31, 2020 for a period of more than six months from the date they became payable.

- (c) According to the information and explanation given to us, and on the basis of our examination of the records of the company, there are no any disputed dues in respect of sales Tax, income tax, service tax, value added tax, custom duty and excise duty / cess, goods & service tax deposited with the appropriate authorities.
- (viii) In our opinion and according to information and explanation given to us, the Company does not have any loans or borrowings from bank, financial institution or government and has not issued any Debenture. Accordingly, paragraph 3(viii) of the order is not applicable.
- (ix) The Company has not raised moneys by way of initial public offer or further public offer and term loans during the year (including debt instruments). Accordingly, the provision of clause 3(ix) of the order is not applicable.
- (x) In our opinion and according to the information and explanations given to us, no material fraud by the Company and no material fraud on the Company by its officers or employees has been noticed or reported during the year.
- (xi) According to the information and explanations given by the management, the managerial remuneration has been paid / provided in accordance with requisite approvals mandated by the provisions of section 197 read with schedule V to the Act.
- (xii) The Company is not a Nidhi Company and hence reporting under clause (xii) of the Order is not applicable.
- (xiii) In our opinion and according to the information and explanations given to us, the Company has entered into transactions with related parties in compliance with the provisions of Sections 177 and 188 of the Companies Act, 2013. The details of such related party transactions have been disclosed in the Financial Statements as required by the applicable accounting standard.
- (xiv) The Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review. Accordingly, provisions of clause 3(xiv) are not applicable to the Company.
- (xv) Based on the examinations of the records and according to the information and explanations given by the management, during the year, the Company has not entered into any non-cash transactions with directors or persons connected with him. Accordingly, paragraph 3(xv) of the Order is not applicable.
- (xvi) According to the information and explanations given to us, the provisions of section 45-IA of the Reserve Bank of India Act, 1934, are not applicable to the Company. Accordingly, paragraph 3(xvi) of the Order is not applicable.

**For Arpit Patel & Associates,
Chartered Accountants
ICAI Firm registration number: 144032W**

**Date : June 29, 2020
Place : Ahmedabad**

**[Arpit Patel]
Partner
Membership No.: 034032
UDIN : 20034032AAAABR7834**

Annexure - B to the Auditors' Report

(Referred to in paragraph 1(f) under 'Report on Other Legal and Regulatory Requirements' section of our report to the Members of Sanblue Corporation Limited of even date)

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

We have audited the internal financial controls over financial reporting of Sanblue Corporation Limited ("the Company") as of March 31, 2020 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management and Board of Directors' Responsibility for Internal Financial Controls

The Management and the Board of Directors of the Company are 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. 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 respective company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act.

Auditors' Responsibility

Our responsibility is to express an opinion on the internal financial controls over financial reporting of the Company 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") issued by the Institute of Chartered Accountants of India and the Standards on Auditing prescribed under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls. 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 financial statements, whether due to fraud or error.

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

Meaning of Internal Financial Controls over Financial Reporting

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

Inherent Limitations of Internal Financial Controls over Financial Reporting

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

Opinion

In our opinion, to the best of our information and according to the explanations given to us, 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.

**For Arpit Patel & Associates,
Chartered Accountants
ICAI Firm registration number: 144032W**

**Date : June 29, 2020
Place : Ahmedabad**

**[Arpit Patel]
Partner
Membership No.: 034032
UDIN : 20034032AAAABR7834**

Balance Sheet as at 31st March, 2020

(in ₹ Lakhs)

| Sr. No | Particulars | Note No. | As at 31.3.2020 (Rs.) | As at 31.3.2019 (Rs.) |
|--------|--------------------------------------------------------------------------------------|----------|-----------------------|-----------------------|
| | ASSETS | | | |
| (1) | Non-current assets | | | |
| | (a) Property, Plant and Equipment | 2 | 57.99 | 59.36 |
| | (b) Financial Assets | | | |
| | (i) Investments | 3 | 975.88 | 1,093.13 |
| | Total Non-current assets | | 1,033.87 | 1,152.49 |
| (2) | Current assets | | | |
| | (a) Inventories | | - | - |
| | (b) Financial assets | | | |
| | (i) Investments | | - | - |
| | (ii) Trade receivables | | - | - |
| | (iii) Cash and cash equivalents | 4 | 4.03 | 2.05 |
| | (c) Other current assets | 5 | 2.58 | 2.82 |
| | Total current assets | | 6.61 | 4.87 |
| | TOTAL ASSETS | | 1,040.48 | 1,157.36 |
| | EQUITY AND LIABILITIES | | | |
| (1) | Equity | | | |
| | (a) Equity share capital | 6 | 499.96 | 499.96 |
| | (b) Other equity | 7 | 535.20 | 609.39 |
| | Total equity attributable to owners of the company | | 1,035.16 | 1,109.35 |
| (2) | Non-current liabilities | | | |
| | (a) Deferred tax liabilities (Net) | 8 | 3.60 | 45.55 |
| | Total non-current liabilities | | 3.60 | 45.55 |
| (3) | Current liabilities | | | |
| | (a) Financial liabilities | | | |
| | (i) Trade payables | 9 | | |
| | Total outstanding dues of Micro Enterprises & Small Enterprises | | - | - |
| | Total outstanding dues of Creditors other than Micro Enterprises & Small Enterprises | | 0.67 | 2.28 |
| | (b) Other current liabilities | 10 | 0.20 | 0.11 |
| | (c) Liabilities for current tax (Net) | 11 | 0.85 | 0.07 |
| | Total current liabilities | | 1.72 | 2.46 |
| | TOTAL EQUITY & LIABILITIES | | 1,040.48 | 1,157.36 |

As per our report of even date

FOR ARPIT PATEL & ASSOCIATES
CHARTERED ACCOUNTANTS
 Firm registration number: 144032W

Arpit K. Patel
 Partner
 Membership No.: 034032

Date : 29th June, 2020
 Place : Ahmedabad

For and on behalf of the Board of Director

FOR SANBLUE CORPORATION LIMITED

Managing Director
Jose Daniel
 DIN : 03532474

Director
Sanjiv Shah
 DIN : 00256817

CFO
Dhaval Sheth

Company Secretary
Jekil Pancholi
 Mem No : A37920

Statement of Profit and Loss for the year ended 31st March, 2020

(in ₹ Lakhs)

| Particulars | | Note No. | For the Year ended 31-03-2020 (Rs.) | For the Year ended 31-03-2019 (Rs.) |
|-------------|-------------------------------------------------------------------------------------------------------------|----------|-------------------------------------|-------------------------------------|
| I. | REVENUE | | | |
| | Revenue from Operations | 12 | 24.26 | 313.98 |
| | Other Income | 13 | 8.65 | 4.85 |
| | Total Revenue (I) | | 32.91 | 318.83 |
| II | EXPENSES | | | |
| | Purchase of stock in trade | 14 | 23.96 | 310.06 |
| | Employee benefits expense | 15 | 19.07 | 19.28 |
| | Finance costs | 16 | 0.33 | 0.04 |
| | Depreciations and amortization Expenses | 2 | 1.76 | 1.68 |
| | Other Expenses | 17 | 11.85 | 14.05 |
| | Total Expenses (II) | | 56.97 | 345.11 |
| III | Profit before exceptional Items and tax (I-II) | | (24.06) | (26.28) |
| IV | Exceptional Items | | - | - |
| V | Profit before tax (III-IV) | | (24.06) | (26.28) |
| VI | Tax expense : | | | |
| | (1) Current tax | | - | - |
| | (2) Deferred tax | | - | - |
| | Total tax expenses | | - | - |
| VII | Loss for the year | | (24.06) | (26.28) |
| | Other Comprehensive Income | | | |
| | (i) Other Comprehensive Income that will not be reclassified to profit or loss in subsequent periods : | | | |
| | a. Remeasurements of Investment (net of tax expenses / (income) of Rs. (28.30 Lacs) (P.Y. Rs. (85.45 Lacs)) | | (50.13) | (284.30) |
| | | | (50.13) | (284.30) |
| | (ii) Other Comprehensive Income that will be reclassified to profit or loss in subsequent periods : | | - | - |
| VIII | Total Other Comprehensive Income (i+ii) | | (50.13) | (284.30) |
| IX | Total Comprehensive Income for the year (VII+VIII) | | (74.19) | (310.58) |
| | Earning per share (Face Value of 10 each) -Basic & Diluted | 21 | (0.48) | (0.53) |

The accompanying notes form an integral part of the financial statements

As per our report of even date

FOR ARPIT PATEL & ASSOCIATES
CHARTERED ACCOUNTANTS
Firm registration number: 144032W

Arpit K. Patel
Partner
Membership No.: 034032

Date : 29th June, 2020
Place : Ahmedabad

For and on behalf of the Board of Director

FOR SANBLUE CORPORATION LIMITED

Managing Director
Jose Daniel
DIN : 03532474

Director
Sanjiv Shah
DIN : 00256817

CFO
Dhaval Sheth

Company
Secretary
Jekil Pancholi
Mem No : A37920

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2020 (in ₹ Lakhs)

| Particulars | 2019-20 (Rs.) | 2018-19 (Rs.) |
|-------------------------------------------------------------------------|------------------|------------------|
| A. CASH FLOW FROM OPERATING ACTIVITIES : | | |
| Net Profit/(Loss) before tax | (24.06) | (26.28) |
| Adjustment for : | | |
| Depreciation | 1.76 | 1.68 |
| Long Term Capital Gain | - | - |
| Short Term Capital Gain | (0.64) | (0.91) |
| Dividend Received | (6.33) | (2.26) |
| Operating income before working capital changes | (29.27) | (27.77) |
| Adjustment for : Changes in Working Capital | | |
| Decrease / (Increase) in Trade Receivable | (1.61) | - |
| Increase/ (Decrease) in Trade Payable | 0.09 | 0.19 |
| Increase/ (Decrease) Other Current Liability | 0.24 | (0.60) |
| Decrease /(Increase) in Current Assets | | (2.68) |
| Cash used in operating Activities | (30.55) | (30.86) |
| Less: Direct Taxes paid/ Refund Received | (11.73) | (14.71) |
| Net Cash used in operating Activities | (42.28) | (45.57) |
| B. CASH FLOW FROM INVESTING ACTIVITIES : | | |
| Short Term Capital Gain | - | - |
| Dividend Received | 6.33 | 2.26 |
| Purchase of investments | (317.17) | (241.91) |
| Net Sale of Mutual Fund | 0.64 | 11.97 |
| Net Purchase of Mutual Fund | - | - |
| Sale proceeds from investments | 354.83 | 238.57 |
| Purchase of property, plant & equipments | (0.39) | (0.18) |
| Net Cash used in investing Activities | 44.26 | 10.71 |
| C. CASH FLOW FROM FINANCIAL ACTIVITIES : | | |
| Net Cash from Financial Activities | - | - |
| Net Increase/(Decrease) on cash & Cash Equivalents | 1.98 | (34.86) |
| Opening Balance of Cash & Cash Equivalents at the beginning of the year | 2.05 | 36.91 |
| Closing Balance of Cash & Cash Equivalents at the End of the Year | 4.03 | 2.05 |
| Cash on Hand | 0.19 | 0.33 |
| Bank Balance | 3.84 | 1.72 |
| Total cash and cash equivalents (note 4) | 4.03 | 2.05 |

The cash flow statement has been prepared under the 'Indirect Method' as per Indian Accounting Standard - 7 on Cash Flow Statement issued by Companies (Indian Accounting Standards) Rules, 2015 (as amended).

As per our report of even date

FOR ARPIT PATEL & ASSOCIATES
CHARTERED ACCOUNTANTS
 Firm registration number: 144032W

Arpit K. Patel
 Partner
 Membership No.: 034032

Place : Ahmedabad
 Date : June 29, 2020

FOR SANBLUE CORPORATION LIMITED

Managing Director
 Jose Daniel
 DIN : 03532474

Director
 Sanjiv Shah
 DIN : 00256817

Place : Ahmedabad
 Date : June 29, 2020

CFO
 Dhaval Sheth

Company
 Secretary
 Jekil Pancholi
 Mem No : A37920

Statement of Changes in Equity for the year ended 31st March 2020

(in ₹ Lakhs)

| Particulars | Attributable to the equity holders of the company | | | |
|-------------------------------------------------------------------------------|---------------------------------------------------|-------------------------------------------|--------------------------------------|-----------------|
| | Reserves & Surplus | | Items of Other Comprehensive Income | Total |
| | Equity share capital | Retained Earnings | Fair value of Investment through OCI | |
| | | Net Surplus in Statement of Profit & Loss | | |
| As at April 1, 2018 | 499.96 | 148.14 | 771.83 | 1,419.93 |
| Add: Profit for the year | | (26.28) | | (26.28) |
| Add [Less]: Other Comprehensive income (Fair value gain on investment) | | | (284.30) | (284.30) |
| Total Comprehensive Income | | | | |
| As at March 31, 2019 | 499.96 | 121.86 | 487.53 | 1,109.35 |
| Add: Profit for the year | | (24.06) | | (24.06) |
| Add [Less] : Other Comprehensive income (Fair value gain on investment) | | | (50.13) | (50.13) |
| Total Comprehensive Income | | | | |
| As at March 31, 2020 | 499.96 | 97.80 | 437.40 | 1,035.16 |

The accompanying notes form an integral part of the financial statements

As per our report of even date
FOR ARPIT PATEL & ASSOCIATES
CHARTERED ACCOUNTANTS
 Firm registration number : 144032W

Arpit K Patel
 Partner
 Membership No.: 034032

For and on behalf of the Board of Directors
FOR SANBLUE CORPORATION LIMITED

Managing Director
Jose Daniel
 DIN : 03532474

CFO
Dhaval Sheth

Director
Sanjiv Shah
 DIN : 00256817

Company
Secretary
Jekil Pancholi
 Mem No : A37920

Place : Ahmedabad
Date : June 29, 2020

Place : Ahmedabad
Date : June 29, 2020

Notes to Financial Statements for the year ended 31st March, 2020

1. SIGNIFICANT ACCOUNTING POLICIES**1.1 Company Information**

Sanblue Corporation Limited ("the Company") was incorporated in India on August 26, 1993. The company is primarily engaged in the Trading business.

1.2 Basis of Preparation of Financial Statements :
(i) Compliance with Ind-AS

"The financial statements comply in all material aspects with Indian Accounting Standards (Ind AS) notified under Section 133 of the Companies Act, 2013 (the Act) [Companies (Indian Accounting Standards) Rules, 2015] and other relevant provisions of the Act. The financial statements up to year ended 31st, March 2017 were prepared in accordance with the accounting standards notified under Companies (Accounting Standard) Rules, 2006 (as amended) and other relevant provisions of the Act."

The financial statements have been prepared on a historical cost basis, except for certain assets and liabilities (including derivative instruments) which have been measured at the fair value amount.

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

(ii) Current versus non-current classification

All assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle (twelve months) and other criteria set out in the Schedule III to the Act.

(iii) Rounding of amounts

The financial statements are presented in INR and all values are rounded to the Lakhs as per the requirement of Schedule III, unless otherwise stated.

1.3 Use of Estimates :

"The preparation of financial statements are in conformity with the recognition and measurement principles of Ind AS which requires management to make critical judgments, estimates and assumptions that affect the reporting of assets, liabilities, income and expenditure. Estimates and underlying assumptions are reviewed on an on-going basis and any revisions to the estimates are recognised in the period in which the estimates are revised and future periods are affected. Key source of estimation of uncertainty at the date of financial statements, which may cause material adjustment to the carrying amount of assets and liabilities within the next financial year, is in respect of: 1. Impairment of property, plant and equipment as well as intangible assets (refer note no. 1.10) 2. Expense Provisions & contingent liabilities (refer note no. 1.11)"

1.4 Critical estimates and judgments

The preparation of financial statements requires the use of accounting estimates which by definition will seldom equal the actual results. Management also need to exercise judgment in applying the Company's accounting policies.

This note provides an overview of the areas that involved a higher degree of judgment or complexity, and items which are more likely to be materially adjusted due to estimates and assumptions turning out to be different than those originally assessed. Detailed information about each of these estimates and judgments is included in relevant notes together with information about the basis of calculation for each affected line item in the financial statements.

The areas involving critical estimates or judgment are :

Estimation of current tax expenses - refer note 1.7

1.5 Fair value measurement

The Company measures financial instruments, such as, derivatives at fair value as per Ind AS 113 at each balance sheet date. All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorised within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole :

- ▶ Level 1 — Quoted (unadjusted) market prices in active markets for identical assets or liabilities
- ▶ Level 2 — Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable
- ▶ Level 3 — Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable

For the purpose of fair value disclosures, the Company has determined classes of assets and liabilities on the basis of the nature, characteristics and risks of the asset or liability and the level of the fair value hierarchy as explained above.

1.6 Revenue recognition

Revenue is recognised upon transfer of control of promised products or services to customers in an amount that reflects the consideration which the company expects to receive in exchange for those products or services.

GST/ value added tax (VAT) is not received by the Company on its own account. Rather, it is tax collected on value added to the commodity by the seller on behalf of the government. Accordingly, it is excluded from revenue.

The specific recognition criteria described below must also be met before revenue is recognised.

Sale of goods

Revenue from the sale of goods is recognised when control of the goods have passed to the buyer, usually on delivery of the goods. In determining the transaction price for the sale of goods, the company considers the effects of variable consideration, the existence of significant financing components, noncash consideration, and consideration payable to the customer (if any).

Interest income

Interest income on financial asset is recognised using the effective interest rate (EIR) method.

Dividends

Dividend income from investment is accounted for when the right to receive is established, which is generally when shareholders approve the dividend.

Other Income

Other income is recognised when no significant uncertainty as to its determination or realisation exists.

Contract Balances :

Trade receivables :

A receivable represents the company's right to an amount of consideration that is unconditional (i.e., only the passage of time is required before payment of the consideration is due). Refer note 1.13 Financial instruments – initial recognition and subsequent measurement.

Contract liabilities :

A contract liability is the obligation to transfer goods or services to a customer for which the company has received consideration (or an amount of consideration is due) from the customer. If a customer pays consideration before the company transfers goods or services to the customer, a contract liability is recognised when the payment is made or the payment is due (whichever is earlier). recognised as revenue when the company performs under the contract.

1.7 Taxes

Tax expenses comprise of current and deferred tax.

Current income tax

- a Current tax is measured at the amount expected to be paid on the basis of reliefs and deductions available in accordance with the provisions of the Income Tax Act, 1961. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted, at the reporting date.
- b Current tax items are recognised in correlation to the underlying transaction either in P&L, OCI or directly in equity.

Deferred tax

- a Deferred tax is provided using the balance sheet approach on temporary differences between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes at the reporting date.
- b Deferred tax liabilities are recognised for all taxable temporary differences.
- c Deferred tax assets are recognised for all deductible temporary differences, the carry forward of unused tax credits and any unused tax losses. Deferred tax assets are recognised to the extent that it is probable that taxable profit will be available against which the deductible temporary differences, the carry forward of unused tax credits and unused tax losses can be utilized.
- d The carrying amount of deferred tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax asset to be utilized. Unrecognised deferred tax assets are re-assessed at each reporting date and are recognised to the extent that it has become probable that future taxable profits will allow the deferred tax asset to be recovered.
- e "Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the year when the asset is realised or the liability is settled, based on tax rates [and tax laws] that have been enacted or substantively enacted at the reporting date."
- f Deferred tax items are recognised in correlation to the underlying transaction either in OCI or directly in equity.
- g 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.
- h The Company recognizes tax credits in the nature of MAT credit as an asset only to the extent that there is convincing evidence that the Company will pay normal income tax during the specified period, i.e., the period for which tax credit is allowed to be carried forward. In the year in which the Company recognizes tax credits as an asset, the said asset is created by way of tax credit to the statement of profit and loss. The Company reviews such tax credit asset at each reporting date and writes down the asset to the extent, the Company does not have convincing evidence that it will pay normal tax during the specified period. Deferred tax includes MAT credit.

1.8 Property, Plant and Equipment

Under the previous GAAP (Indian GAAP), fixed assets (including Capital work in progress) are stated at cost net of accumulated depreciation and accumulated impairment losses, if any. The cost comprises the purchase price, directly attributable cost of bringing the asset to its working condition for the intended use. The Company has elected to regard previous GAAP carrying values of property as deemed cost at the date of transition to Ind AS.

Depreciation on Office Equipment, Computer, Mobile Phone & Printer has been provided on Straight Line method at the rate prescribed in schedule II of the Companies Act 2013. Depreciation on Fixed Assets added/disposed off during the year is provided on pro-rata basis.

1.9 Leases

Ind AS 116 requires lessees to determine the lease term as the non-cancellable period of a lease adjusted with any option to extend or terminate the lease, if the use of such option is reasonably certain. The Company makes an assessment on the expected lease term on a lease-by-lease basis and thereby assesses whether it is reasonably certain that any options to extend or terminate the contract will be

exercised. In evaluating the lease term, the Company considers factors such as any significant leasehold improvements undertaken over the lease term, costs relating to the termination of the lease and the importance of the underlying asset to Company's operations taking into account the location of the underlying asset and the availability of suitable alternatives. The lease term in future periods is reassessed to ensure that the lease term reflects the current economic circumstances.

1.10 Impairment of financial assets & non-financial assets

a. Financial asset

The Company recognizes loss allowances using the expected credit loss (ECL) model for the financial assets which are not fair valued through profit or loss. Loss allowance for trade receivables with no significant financing component is measured at an amount equal to lifetime ECL. For all other financial assets, ECLs are measured at an amount equal to the 12-month ECL, unless there has been a significant increase in credit risk from initial recognition in which case those are measured at lifetime ECL. The amount of ECL (or reversal) that is required to adjust the loss allowance at the reporting date to the amount that is required to be recognized is recognized as an impairment gain or loss in the Statement of Profit and Loss.

b. Non-financial assets

Intangible assets and Property, Plant and Equipment are evaluated for recoverability whenever events or changes in circumstances indicate that their carrying amounts may not be recoverable. For the purpose of impairment testing, the recoverable amount (i.e. the higher of the fair value less cost to sell and the value-in-use) is determined on an individual asset basis unless the asset does not generate cash flows that are largely independent of those from other assets. In such cases, the recoverable amount is determined for the CGU to which the asset belongs.

If such assets are considered to be impaired, the impairment to be recognized in the Statement of Profit and Loss is measured by the amount by which the carrying value of the assets exceeds the estimated recoverable amount of the asset. An impairment loss is reversed in the Statement of Profit and Loss if there has been a change in the estimates used to determine the recoverable amount. The carrying amount of the asset is increased to its revised recoverable amount, provided that this amount does not exceed the carrying amount that would have been determined (net of any accumulated amortization or depreciation) had no impairment loss been recognized for the asset in prior year.

1.11 Provisions, Contingent Liabilities and Contingent Assets :

A Provisions are recognised when the Company has present obligation (legal or constructive) as a result of past events, for which 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 for the amount of the obligation. Contingent Liabilities are disclosed by way of notes to Financial Statements. Contingent assets are not recognised in the financial statements. Provisions and contingent liabilities are reviewed at each Balance Sheet date.

B If the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflects, when appropriate, the risks specific to the liability.

1.12 Employee benefits

Short term employee benefits like salaries are provided on accrual basis. The provident fund, E.S.I and Gratuity are not applicable to the company.

1.13 Financial instruments

Investments and other financial assets

(i) Classification

The Company classifies its financial assets in the following measurement categories :

- (1) those to be measured subsequently at fair value (either through other comprehensive income, or through the Statement of Profit and Loss), and

(2) those measured at amortised cost.

The classification depends on the Company's business model for managing the financial assets and the contractual terms of the cash flows.

(ii) Measurement

At initial recognition, the Company measures a financial asset at its fair value plus , in the case of financial assets not recorded at fair value through the statement of profit and loss, transaction costs that are attributable to the acquisition of the financial assets

Debt instruments :

Subsequent measurement of debt instruments depends on the Company's business model for managing the asset and the cash flow characteristics of the asset. The Company classifies its debt instruments into following categories :

(1) Amortised cost :

Assets that are held for collection of contractual cash flows where those cash flows represent solely payments of principal and interest are measured at amortised cost. Interest income from these financial assets is included in other income using the effective interest rate method.

(2) Fair value through other comprehensive Income :

Assets that do not meet the criteria for amortised cost are measured at fair value through Other Comprehensive Income. Interest income from these financial assets is included in other income.

Equity instruments :

The Company measures its equity investment other than in subsidiaries, joint ventures and associates at fair value through Other Comprehensive Income. However where the Company's management makes an irrevocable choice on initial recognition to present fair value gains and losses on specific equity investments in other comprehensive income (Currently no such choice made), there is no subsequent reclassification, on sale or otherwise, of fair value gains and losses to the Statement of Profit and Loss.

Financial liabilities :

Financial liabilities are recognised when the Company becomes a party to the contractual provisions of the instrument. Financial liabilities are initially measured at the amortised cost unless at initial recognition, they are classified as fair value through profit and loss. Other financial liabilities (including borrowings and trade and other payables) are subsequently measured at amortised cost using the effective interest method.

1.14 Cash and cash equivalents

Cash and cash equivalent in the balance sheet comprise cash at banks and on hand and short-term deposits with an original maturity of three months or less, which are subject to an insignificant risk of changes in value. For the purpose of the statement of cash flows, cash and cash equivalents consist of cash and short-term deposits, as defined above, net of outstanding bank overdrafts as they are considered an integral part of the Company's cash management.

1.15 Cash flow statement

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

1.16 Application of New Accounting Pronouncements

The Company has applied following new accounting standards that were issued and were effective during the year. The effect of these accounting standards is described below :

1. Leases

Ind AS 116 requires lessees to determine the lease term as the non-cancellable period of a lease adjusted with any option to extend or terminate the lease, if the use of such option is reasonably certain. The Company makes an assessment on the expected lease term on a lease-by-lease basis and thereby assesses whether it is reasonably certain that any options to extend or terminate the contract will be exercised. In evaluating the lease term, the Company considers factors such as any significant leasehold improvements undertaken over the lease term, costs relating to the termination of the lease and the importance of the underlying asset to Company's operations taking into account the location of the underlying asset and the availability of suitable alternatives. The lease term in future periods is reassessed to ensure that the lease term reflects the current economic circumstances. After considering current and future economic conditions, the Company has concluded that no changes are required to lease period relating to the existing lease contracts.

2. Ind AS 12 – Income Taxes – Appendix C, Uncertainty over Income Tax Treatments :-

The amendment to Appendix C of Ind AS 12 specifies that the amendment is to be applied to the determination of taxable profit (or loss), tax bases, unused tax losses, unused tax credits and tax rates, when there is uncertainty over income tax treatments under Ind AS 12. According to the appendix, companies need to determine the probability of the relevant tax authority accepting each tax treatment, or group of tax treatments, that the companies have used or plan to use in their income tax filing which has to be considered to compute the most likely amount or the expected value of the tax treatment when determining taxable profit/loss, tax bases, unused tax losses, unused tax credits and tax rates. The standard permits two possible methods of transition – i) Full retrospective approach – Under this approach, Appendix C will be applied retrospectively to each prior reporting period presented in accordance with Ind AS 8 – Accounting Policies, Changes in Accounting Estimates and Errors, without using hindsight and ii) Retrospectively with cumulative effect of initially applying Appendix C recognised by adjusting equity on initial application, without adjusting comparatives. The standard became effective from April 01, 2019. The Company has adopted the standard on April 01, 2019 and has decided to adjust the cumulative effect in equity on the date of initial application i.e. April 01, 2019 if any without adjusting comparatives. The effect on adoption of Ind AS 12 Appendix C is insignificant in the financial statements.

3. Amendment to Ind AS 12 – Income taxes

The amendment relating to income tax consequences of dividend clarify that an entity shall recognise the income tax consequences of dividends in profit or loss, other comprehensive income or equity according to where the entity originally recognised those past transactions or events. The adoption of the standard did not have any material impact to the financial statements. It is relevant to note that the amendment does not amend situations where the entity pays a tax on dividend which is effectively a portion of dividends paid to taxation authorities on behalf of shareholders. Such amount paid or payable to taxation authorities continues to be charged to equity as part of dividend in accordance with Ind AS 12.

4. Amendment to Ind AS 19 – Employee benefit

plan amendment, curtailment or settlement The amendments require an entity to use updated assumptions to determine current service cost and net interest for the remainder of the period after a plan amendment, curtailment or settlement; and to recognise in profit or loss as part of past service cost, or a gain or loss on settlement, any reduction in a surplus, even if that surplus was not previously recognised because of the impact of the asset ceiling. The adoption of the standard did not have any material impact to the financial statements.

1.17 Standard Issued but not yet effective

As at the date of issue of financial statements, there are no new standards or amendments which have been notified by the MCA but not yet adopted by the Company. Hence, the disclosure is not applicable.

2 Property, Plant and Equipment (Refer Note No 1.8)

(in ₹ Lakhs)

| | Freehold Land | Building | Plant and Equipment | Office Equipment -Computers | Mobile | Printer | Air Conditionar | Total |
|----------------------------------|---------------|----------|---------------------|-----------------------------|--------|---------|-----------------|-------|
| Gross Carrying Amount | | | | | | | | |
| As at 1st April, 2018 | 37.47 | 49.74 | 5.46 | 0.26 | - | - | - | 92.93 |
| Additions | - | - | - | - | 0.06 | 0.12 | - | 0.18 |
| Disposals | - | - | - | - | - | - | - | - |
| At 31st March, 2019 | 37.47 | 49.74 | 5.46 | 0.26 | 0.06 | 0.12 | - | 93.11 |
| Additions | - | - | - | - | - | - | 0.39 | 0.39 |
| Disposals | - | - | - | - | - | - | - | - |
| At 31st March, 2020 | 37.47 | 49.74 | 5.46 | 0.26 | 0.06 | 0.12 | 0.39 | 93.50 |
| Depreciation | | | | | | | | |
| At 1st April, 2018 | - | 26.80 | 5.19 | 0.08 | - | - | - | 32.07 |
| Depreciation charge for the year | - | 1.57 | - | 0.08 | 0.01 | 0.02 | - | 1.68 |
| Disposals | - | - | - | - | - | - | - | - |
| At 31st March, 2019 | - | 28.37 | 5.19 | 0.16 | 0.01 | 0.02 | - | 33.75 |
| Depreciation charge for the year | - | 1.57 | - | 0.08 | 0.02 | 0.02 | 0.07 | 1.76 |
| Disposals | - | - | - | - | - | - | - | - |
| At 31st March, 2020 | - | 29.94 | 5.19 | 0.24 | 0.03 | 0.04 | 0.07 | 35.51 |
| Net carrying value | | | | | | | | |
| At 31st March, 2020 | 37.47 | 19.80 | 0.27 | 0.02 | 0.03 | 0.08 | 0.32 | 57.99 |
| At 31st March, 2019 | 37.47 | 21.37 | 0.27 | 0.10 | 0.05 | 0.10 | - | 59.36 |

3 Non-current Investments

(In ₹ Lakhs)

Investment in Equity Instruments (Quoted) (Valued at Fair Value through OCI)
40600 [31st March, 19 : 40600] Abc India Ltd of
RS. 10/- each fully paid up
24730 [31st March, 19 : 13156] Bengal Assam company Ltd
of RS. 10/- each fully paid up
234170 [31st March, 19 : 224059] PDS Multinational Ltd. of
RS. 10/- each fully paid up
1029 [31st March, 19 : 1149] Sika Interplant Systems Ltd of
RS. 10/- each fully paid up
Nil [31st March, 18 : 43000] Weizman forex Ltd of RS. 10/- each fully paid up
Nil [31st March 2019 : 1500] Florence Investments Limited of
RS. 10/- each fully paid up

Total

Aggregate amount of quoted investments

Fair value of quoted investments

Aggregate amount of impairment in value of investments

| | 31st March 2020 | 31st March 2019 |
|--------------------------------------------------------|-----------------|-----------------|
| | 17.01 | 21.60 |
| | 296.89 | 225.02 |
| | 660.59 | 598.24 |
| | 1.39 | 1.75 |
| | - | 224.83 |
| | - | 21.69 |
| Total | 975.88 | 1,093.13 |
| Aggregate amount of quoted investments | 975.88 | 1,093.13 |
| Fair value of quoted investments | 975.88 | 1,093.13 |
| Aggregate amount of impairment in value of investments | - | - |

(In ₹ Lakhs)

4 Cash and Cash Equivalentents

| | |
|---------------------|--|
| Cash on hand | |
| Balances with banks | |
| On current accounts | |
| Total | |

| 31st March 2020 | 31st March 2019 |
|--------------------|--------------------|
| 0.19 | 0.33 |
| 3.84 | 1.72 |
| 4.03 | 2.05 |

5 Other Current Assets

| | |
|---------------------------------------------|--|
| Other assets | |
| Advance for Goods & Expenses : | |
| Considered Good | |
| Doubtful | |
| Less : Allowances for Doubtful Advances | |
| Total | |

(In ₹ Lakhs)

| 31st March 2020 | 31st March 2019 |
|--------------------|--------------------|
| 0.17 | 0.14 |
| - | - |
| 2.41 | 2.68 |
| 9.87 | 9.87 |
| 12.28 | 12.55 |
| (9.87) | (9.87) |
| 2.41 | 2.68 |
| 2.58 | 2.82 |

6 Equity Share Capital

Authorised
2,00,00,000 (P.Y. 2,00,00,000) Equity Shares of ₹10/- Each

Issued, Subscribed and Fully Paid-up Equity Shares

49,99,575 (31.03.2019: 49,99,575 Equity Shares
of ₹ 10/- Each Fully Paid up.

Total Issued, Subscribed and Fully Paid-up Equity Share Capital

(In ₹ Lakhs)

| 31st March 2020 | 31st March 2019 |
|--------------------|--------------------|
| 2,000.00 | 2,000.00 |
| 499.96 | 499.96 |
| 499.96 | 499.96 |

a. Reconciliation of the Shares Outstanding at the beginning and at the end of the Reporting Period**Equity Shares**

| | |
|--------------------------------------------|--|
| Outstanding at the beginning of the period | |
| Add : Issued shares during the year | |
| Outstanding at the end of the period | |

| As at 31st March, 2020 | | As at 31st March, 2019 | |
|------------------------|------------------------|------------------------|------------------------|
| No. of shares | Amount (In ₹ Lakhs) | No. of shares | Amount (In ₹ Lakhs) |
| 4,999,575 | 499.96 | 4,999,575 | 499.96 |
| - | - | - | - |
| 4,999,575 | 499.96 | 4,999,575 | 499.96 |

b. Terms/rights attached to Equity Shares

The Company has only class of equity share carrying per value of RS.10/- per share, carrying equal rights as to dividend, voting and in all other aspects.

c. Details of shareholders holding more than 5% shares in the Company.

| Equity Shares | As at 31st March, 2020 | | As at 31st March, 2019 | |
|--------------------------------------|------------------------|------------------------|------------------------|------------------------|
| | No. of shares held | % holding in the class | No. of shares held | % holding in the class |
| Equity Shares of ₹ 10 each full paid | | | | |
| Name of the Shareholder | | | | |
| Equity Share with voting rights | | | | |
| Sanjiv D Shah | 2,982,300 | 59.65 | 2,982,300 | 59.65 |

As per records of the Company, including its register of shareholders/members and other declarations received from shareholders regarding beneficial interest, the above shareholding represents legal ownerships of shares

7 Other Equity

(In ₹ Lakhs)

Surplus in the Statement of Profit & Loss

Balance as per last financial statements

Profit for the year

OCI for the year

Closing Balance**Total Other Equity**

| 31st March 2020 | 31st March 2019 |
|-----------------|-----------------|
| 609.39 | 919.97 |
| (24.06) | (26.28) |
| (50.13) | (284.30) |
| 535.20 | 609.39 |
| 535.20 | 609.39 |

8 Income tax

(In ₹ Lakhs)

A. Income tax recognised in Statement of Profit or Loss :

Current Tax :

Current tax

Tax in respect of earlier year

Total Current Tax

Deferred Tax:

Deferred tax

MAT credit entitlement

Total deferred tax**Total tax expense/(benefit)****Effective income tax rate**

| 31st March 2020 | 31st March 2019 |
|-----------------|-----------------|
| - | - |
| - | - |
| - | - |
| - | - |
| - | - |
| - | - |
| - | - |
| 0.00% | 0.00% |

B. A reconciliation of income tax expense applicable to accounting profit/ (loss) before tax at the statutory income tax rate to recognised income tax expense for the year indicated are as follows :

(In ₹ Lakhs)

| | 31st March 2020 | 31st March 2019 |
|--------------------------------------------------------------------------------------------------|--------------------|--------------------|
| Profit/ (loss) before tax | (24.06) | (26.30) |
| Enacted tax rate in India (Normal rate) | 26.00% | 25.75% |
| Expected income tax expense/ (benefit) at statutory tax rate | (6.26) | (6.77) |
| Expenses disallowed for tax purposes | 0.46 | 0.43 |
| Income exempt from tax | 1.65 | 0.58 |
| Non-recognition of deferred tax asset due to absence of probable certainty of reversal in future | 4.15 | 5.75 |
| Tax expense for the year | - | - |

C. Movement In Deferred Tax Assets And Liabilities

(In ₹ Lakhs)

| Movement during the year ended 31st March, 2020 | As at 1st April 2019 | Credit/(charge) in statement of Profit and Loss | Credit/(charge) in other Comprehensive Income | As at 31st March 2020 |
|--------------------------------------------------------|----------------------------|----------------------------------------------------------|--------------------------------------------------------|-----------------------------|
| Deferred Tax Asset/(Liabilities) | | | | |
| Investments | 45.55 | - | 41.95 | 3.60 |
| Total | 45.55 | - | 41.95 | 3.60 |
| Movement during the year ended 31st March, 2019 | | | | |
| Deferred Tax Asset/(Liabilities) | | | | |
| Investments | 145.53 | - | (99.98) | 45.55 |
| Total | 145.53 | - | (99.98) | 45.55 |

9 Trade and other payables

(In ₹ Lakhs)

| | 31st March 2020 | 31st March 2019 |
|--------------------------------------------------------------------------------------|--------------------|--------------------|
| Total outstanding dues of Micro Enterprises & Small Enterprises | - | - |
| Total outstanding dues of Creditors other than Micro Enterprises & Small Enterprises | 0.67 | 2.28 |
| | 0.67 | 2.28 |

10 Other current liabilities

(In ₹ Lakhs)

| | 31st March 2020 | 31st March 2019 |
|------------------------|--------------------|--------------------|
| Statutory dues payable | 0.20 | 0.11 |
| | 0.20 | 0.11 |

11 Liabilities for Current Tax (Net)

(In ₹ Lakhs)

Tax Balances: (Provisions Less Advance Tax)

| 31st March 2020 | 31st March 2019 |
|--------------------|--------------------|
| 0.85 | 0.07 |
| 0.85 | 0.07 |

12 Revenue from operations

(In ₹ Lakhs)

For the year ended

Traded Goods
Domestic

| 31st March 2020 | 31st March 2019 |
|--------------------|--------------------|
| 24.26 | 313.98 |
| 24.26 | 313.98 |

Revenue from operations**12.1 Revenue from contracts with customers (refer Note No 1.6)**

(In ₹ Lakhs)

Disaggregated revenue information

Set out below is the disaggregation of the Company's revenue from contracts with customers :

Type of goods or services

Sales of

Traded Goods

Other Operating revenue

Total revenue from contracts with customers

| 31st March 2020 | 31st March 2019 |
|--------------------|--------------------|
| 24.26 | 313.98 |
| 24.26 | 313.98 |

(In ₹ Lakhs)

Sales of Products

In India

Outside India

| 31st March 2020 | 31st March 2019 |
|--------------------|--------------------|
| 24.26 | 313.98 |
| - | - |
| 24.26 | 313.98 |

Total revenue from contracts with customers

(In ₹ Lakhs)

Timing of revenue recognition

Goods transferred at a point in time

Total revenue from contracts with customers

| 31st March 2020 | 31st March 2019 |
|--------------------|--------------------|
| 24.26 | 313.98 |
| 24.26 | 313.98 |

Segments :

Segment reporting as defined in Indian Accounting Standard 108 is not applicable as company only operates under one segment. The major business of the company is trading of goods.

12.2 Contract Balances

(In ₹ Lakhs)

| Particulars | (In ₹ Lakhs) | |
|----------------------|--------------------|--------------------|
| | 31st March 2020 | 31st March 2019 |
| Trade receivables | - | - |
| Contract liabilities | - | - |

Set out below is the amount of revenue recognised from :-

(In ₹ Lakhs)

| Particulars | (In ₹ Lakhs) | |
|-----------------------------------------------------------------------|--------------------|--------------------|
| | 31st March 2020 | 31st March 2019 |
| Amounts included in contract liabilities at the beginning of the year | - | - |
| Performance obligations satisfied in previous years | - | - |

12.3 Reconciling the amount of revenue recognised in the statement of profit and loss with the contracted price

(In ₹ Lakhs)

| Particulars | (In ₹ Lakhs) | |
|--------------------------------------|--------------------|--------------------|
| | 31st March 2020 | 31st March 2019 |
| Revenue as per contracted price | 24.26 | 313.98 |
| Adjustments :- | | |
| Shortage/Quality Claims | - | - |
| Revenue from contract with customers | 24.26 | 313.98 |

12.4 Performance obligation

The Company does not have any remaining performance obligation as contracts entered for sale of goods are for a shorter duration. There are no contracts for sale of services wherein, performance obligation is unsatisfied to which transaction price has been allocated.

13 Other income

(In ₹ Lakhs)

| | (In ₹ Lakhs) | |
|-------------------------------------|--------------------|--------------------|
| | 31st March 2020 | 31st March 2019 |
| Dividend Income on | | |
| Long-term investments | 6.33 | 2.26 |
| Rental Income | 1.68 | 1.68 |
| Short term Capital gain Mutual fund | 0.64 | 0.91 |
| | 8.65 | 4.85 |

14 Purchase of traded goods

(In ₹ Lakhs)

| | (In ₹ Lakhs) | |
|----------------------------|--------------------|--------------------|
| | 31st March 2020 | 31st March 2019 |
| Purchase of Stock-in trade | 23.96 | 310.06 |
| | 23.96 | 310.06 |

15 Employee Benefit Expenses

(In ₹ Lakhs)

Salaries, Wages and Bonus

| 31st March 2020 | 31st March 2019 |
|--------------------|--------------------|
| 19.07 | 19.28 |
| 19.07 | 19.28 |

16 Finance costs

(In ₹ Lakhs)

a. Interest Expenses

Interest on others

b. Other Borrowing costs

Bank & other charges

| 31st March 2020 | 31st March 2019 |
|--------------------|--------------------|
| 0.30 | - |
| - | - |
| 0.02 | 0.04 |
| 0.33 | 0.04 |

17 Other Expenses

(In ₹ Lakhs)

Insurance

Stock Exchange Listing Fees

Share Registration Fees

Advertisement Expenses

Stationary & Printing Expenses

Rates & Taxes

Legal and Professional fees

Payment to Auditor

Audit fee

Tax Audit Fee

In other capacity :

Other Services (certification fees)

Miscellaneous Expenses

| 31st March 2020 | 31st March 2019 |
|--------------------|--------------------|
| 0.07 | 0.05 |
| 3.00 | 2.50 |
| 0.94 | 0.55 |
| 0.40 | 0.42 |
| 1.44 | 1.57 |
| 0.60 | 0.65 |
| 2.40 | 3.54 |
| 0.67 | 0.64 |
| 0.21 | 0.14 |
| 0.22 | 0.14 |
| 1.90 | 3.85 |
| 11.85 | 14.05 |

18 Fair Value Measurement

Financial Instrument by category and hierarchy

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

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

1. Fair Value of Cash and short term deposits, trade and other short term receivables, trade payables, other current liabilities, short term loans from banks and other financial institutions approximate their carrying amount largely due to short term maturities of these instruments.
2. Financial instruments with fixed and variable interest rate are evaluated by the company based on parameters such as interest rates and individual credit worthiness of the counter party. Based on this evaluation, allowances are taken to account for expected losses of these receivables. Accordingly, fair values of such instruments is not materially different from their carrying amounts :-

For the financial assets and liabilities that are measured at fair values, the carrying amount are equal to the fair value.

Accounting classification and fair values

| Financial Assets & Financial Liabilities | As at 31st March, 2020 | | | | As at 31st March, 2019 | | | |
|------------------------------------------------|------------------------------|-------------------|----------------------------|---------------------|------------------------------|-------------------|----------------------------|---------------------|
| | Fair value Through OCI | Amortised Cost | Total Carrying Value | Total Fair value | Fail Value Through OCI | Amortised Cost | Total Carrying Value | Total Fair Value |
| Financial Assets | | | | | | | | |
| Cash and Cash Equivalents (Refer Note no 4) | - | 4.03 | 4.03 | 4.03 | - | 2.05 | 2.05 | 2.05 |
| Investments (Refer Note no 3) | 975.88 | | 975.88 | 975.88 | 1,093.13 | - | 1,093.13 | 1,093.13 |
| Total | 975.88 | 4.03 | 979.91 | 983.94 | 1,093.13 | 2.05 | 1,095.18 | 1,097.23 |
| Financial Liabilities | | | | | | | | |
| Trade Payable (Refer Note no 9) | - | 0.67 | 0.67 | 0.67 | - | 2.28 | 2.28 | 2.28 |
| Total | - | 0.67 | 0.67 | 0.67 | - | 2.28 | 2.28 | 2.28 |

* Fair value Hierarchy

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

- Level 1 : Quoted (unadjusted) prices in active markets for identical assets or liabilities.
- Level 2 : Other techniques for which all inputs which have a significant effect on the recoded fair value are observable, either directly or indirectly.
- Level 3 : Techniques which use inputs that have a significant effect on the recoded fair value that are not based on observable market data.

For assets which are measured at fair value as at Balance Sheet date, the classification of fair value calculations by category is summarized below :

(In ₹ Lakhs)

| Particulars | As at 31st March, 2020 | | | As at 31st March, 2019 | | |
|--------------------------------------------------------------------------------------------------|------------------------|----------|----------|------------------------|----------|----------|
| | Level 1 | Level 2 | Level 3 | Level 1 | Level 2 | Level 3 |
| Assets | | | | | | |
| Investment (other than investment in subsidiaries, Joint Venture & Associates) (Refer Note no 3) | 975.88 | - | - | 1,093.13 | - | - |
| Total | 975.88 | - | - | 1,093.13 | - | - |

19 Capital risk Management

Equity Share capital and other equity are considered for the purpose of company's capital management.

The Company manages its capital so as to safeguard its ability to continue as a going concern and to optimise returns to shareholders. The Capital structure of the company is based on management's judgment of its strategic and day-to-day needs with a focus on total equity to maintain investor, creditors and market confidence and to sustain future development and growth of its business.

The management and the Board of Directors monitors the return on capital as well as the level of dividends to shareholders. The company may take appropriate steps in order to maintain, or if necessary adjust, its capital structure.

20 Financial risk management

The Company's business activities are exposed to a variety of financial risks, namely liquidity risk, market risks and credit risks. The company's senior management has the overall responsibility for establishing and governing the company's risk management framework. The company has constituted a Risk management committee, which is responsible for developing and monitoring the company's risk management policies. The company's risk management policies are established to identify and analyse the risks faced by the company, to set and monitor appropriate risk limits and controls, periodically review the changes in market conditions and reflect the changes in the policy accordingly. The key risks and mitigating actions are also placed before the Audit Committee of the company.

A. Management of Liquidity Risk

Liquidity risk is the risk that the company will face in meeting its obligation associated with its financial liabilities. The Company's approach in managing liquidity is to ensure that it will have sufficient funds to meet its liabilities when due without incurring unacceptable losses. In doing this management considers both normal and stressed conditions.

Due to dynamic nature of the underlying businesses, company treasury maintains flexibility in funding by maintaining availability of under committed credit lines. Management monitors rolling forecasts of the company's liquidity position (comprising the undrawn borrowing facilities) and cash and cash equivalents on the basis of expected cash flows.

The following table shows the maturity analysis of the company's financial liabilities based on the contractually agreed undiscounted cash flows along with its carrying value as at the Balance sheet date.

Exposure as at 31st March 2020**(In ₹ Lakhs)**

| Particulars | < 1 year | 1-5 years | Beyond 5 years | Total |
|------------------------------------|-------------|-----------|----------------|-------------|
| Financial Liabilities | | | | |
| Trade Payable (Refer Note no 9) | 0.67 | | | 0.67 |
| Total Financial Liabilities | 0.67 | - | - | 0.67 |

Exposure as at 31st March 2019**(In ₹ Lakhs)**

| Particulars | < 1 year | 1-5 years | Beyond 5 years | Total |
|------------------------------------|-------------|-----------|----------------|-------------|
| Financial Liabilities | | | | |
| Trade Payable (Refer Note no 9) | 2.28 | | | 2.28 |
| Total Financial Liabilities | 2.28 | - | - | 2.28 |

B. Management of Market Risk

The company's size and operations result in it being exposed to the following market risks that arise from its use of financial instruments :

- Equity risk
- Interest rate risk

The above risks may affect the company's income and expenses, or the value of its financial instruments. The company's exposure to and management of these risks are explained below :

(i) Price Risk

The Company's exposure to equity securities price risk arises from investments held by the Company and classified in the balance sheet at fair value through profit and loss. To manage its price risk arising from investments in equity securities, the Company diversifies its portfolio. Diversification of the portfolio is done in accordance with the limits set by the Company.

Sensitivity Analysis

The table below summarizes the impact of increases/decreases of the BSE index on the Company's equity and Gain/Loss for the period. The analysis is based on the assumption that the index has increased by 5 % or decreased by 5 % with all other variables held constant, and that all the Company's equity instruments moved in line with the index.

A change of 5% in market index would have following Impact on profit before tax

(In ₹ Lakhs)

| Particulars | For the year ended 31st March, 2020 | For the year ended 31st March, 2019 |
|--------------------------------|-------------------------------------|-------------------------------------|
| BSE Index 100 - Increase by 5% | 48.79 | 54.66 |
| BSE Index 100 - Decrease by 5% | (48.79) | (54.66) |

The above referred sensitivity pertains to quoted equity investments. Profit for the year would increase/decrease as a result of gains/losses on equity securities as at Fair Value through OCI (FVTOCI).

C Management of Credit Risk

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

The company considers the probability of default upon initial recognition of asset and whether there has been a significant increase in credit risk on an on-going basis through out each reporting period. To assess whether there is a

significant increase in credit risk, the company compares the risk of default occurring on asset as at the reporting date with the risk of default as at the date of initial recognition. It considers reasonable and supportive forwarding-looking information such as :

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

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

The Ageing analysis of Account receivables has been considered from the date the invoice falls due

(In ₹ Lakhs)

| Particulars | As at March 31, 2020 | As at March 31, 2019 |
|-----------------------------|----------------------|----------------------|
| 0-3 months | - | - |
| 3-6 months | - | - |
| 6-12 months | - | - |
| 12 months and up to 2 years | - | - |
| Total | - | - |

21 Earnings per Share (EPS) as per Indian Accounting Standard 33 :

Basic EPS amounts are calculated by dividing the profit for the year attributable to equity holders of the parent by the weighted average number of Equity shares outstanding during the year. Diluted EPS amounts are calculated by dividing the profit attributable to equity holders of the parent (after adjusting for interest on the convertible preference shares) by the weighted average number of Equity shares outstanding during the year plus the weighted average number of Equity shares that would be issued on conversion of all the dilutive potential Equity shares into Equity shares.

The following reflects the income and share data used in the basic and diluted EPS computations :

(In ₹ Lakhs)

| Particulars | For the year ended 31st March 2020 | For the year ended 31st March 2019 |
|-----------------------------------------------------------|---------------------------------------|---------------------------------------|
| Net Profit as per Statement of Profit & Loss | (24.06) | (26.28) |
| No. of weighted average outstanding Equity Shares | 4,999,575 | 4,999,575 |
| Earning per Equity Share of ` 10/- each (Basic & Diluted) | (0.48) | (0.53) |

22 Related Party Transactions as per Indian Accounting Standard 24 :

The disclosure in pursuance to Indian Accounting Standard-24 on "Related Party disclosures" is as under :

(a) Name of Related Parties & Relationship

| SN | Name | Relationship | Manner |
|----|------------------------------|----------------------------------------------------------------------------------------------|-----------------------|
| 1 | JOSE DANIEL | MANAGING DIRECTOR | KEY MANAGERIAL PERSON |
| 2 | SANJIV D SHAH | DIRECTOR | - |
| 3 | DHAVAL SHETH | CHIEF FINANCIAL | KEY MANAGERIAL PERSON |
| 4 | JEKIL PANCHOLI | COMPANY SECRETARY | KEY MANAGERIAL PERSON |
| 5 | KRINA SHAH | DIRECTOR | WOMEN DIRECTOR |
| 6 | JIGAR SHAH | DIRECTOR | INDEPENDENT DIRECTOR |
| 7 | YOGESH SHAH | DIRECTOR | INDEPENDENT DIRECTOR |
| 8 | RAJESH SHAH | DIRECTOR | INDEPENDENT DIRECTOR |
| 9 | SANBLUE INFSTRUCTURE PVT LTD | Enterprises owned or significantly influenced by key management personnel or their relatives | - |
| 10 | FIBRE2FASHION PVT LTD | Enterprises owned or significantly influenced by key management personnel or their relatives | - |

(b) Transactions during the year with related parties mentioned in (a) above, in ordinary course of business & balances outstanding as at the year end :

(In ₹ Lakhs)

| Transaction | Total | Relative of Key Managerial Person | Enterprise significantly influenced by Key Managerial Person | Director |
|-------------------------------------------------------------------------------|-------------|-----------------------------------|--------------------------------------------------------------|----------|
| (a) Purchase/Sale/Service Received/Service Provided/Rent Received/etc. | | | | |
| Sanblue Infrastructure Pvt Ltd | 1.68 | - | 1.68 | - |
| | P.Y. 1.68 | - | 1.68 | - |
| (b) i) Managerial Remuneration | | | | |
| Jose Daniel | 8.19 | - | - | - |
| | P.Y. 8.40 | - | - | - |
| Jekil Pancholi | 5.40 | - | - | - |
| | P.Y. 5.40 | - | - | - |
| Dhaval Sheth | 2.40 | - | - | - |
| | P.Y. 2.40 | - | - | - |
| Sanjiv D- Shah - Loan received and Repaid (Cl. Bal: Nil) | 15.50 | - | - | 15.50 |
| | P.Y. 101.00 | - | - | 101.00 |

Compensation to Key Managerial Personnel of the Company :

(In ₹ Lakhs)

| Nature of Benefits | For the year ended 31st March 2020 | For the year ended 31st March 2019 |
|-----------------------------|------------------------------------|------------------------------------|
| Short term employee benefit | 15.99 | 16.20 |
| Total | 15.99 | 16.20 |

Note:* post employment gratuity benefits is not applicable.

23 Previous year figures have been regrouped/rearranged whenever necessary to correspond with current year's classification / disclosure.

As per our report of even date
FOR ARPIT PATEL & ASSOCIATES
CHARTERED ACCOUNTANTS
 Firm registration number : 144032W

For and on behalf of the Board of Directors
FOR SANBLUE CORPORATION LIMITED

Arpit K Patel
 Partner
 Membership No.: 034032

Managing Director
Jose Daniel
 DIN : 03532474

CFO
Dhaval Sheth

Director
Sanjiv Shah
 DIN : 00256817

Company Secretary
Jekil Pancholi
 Mem No : A37920

Place : Ahmedabad
Date : June 29, 2020

Place : Ahmedabad
Date : June 29, 2020

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