



MAHIP INDUSTRIES LTD.

(FORMERLY KNOWN AS CARE CORUPACK LTD.)

Date: 31st March, 2021

To,
BSE Limited
Phiroze Jeejeebhoy Tower,
Dalal Street,
Mumbai - 400 001

Dear Sir / Madam,

Sub: Annual Report 2019-20

Ref: Security Id: MAHIP / Code: 542503

Pursuant to Regulation 34 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we are submitting herewith the Annual Report of the Company for the Financial Year 2019-20 for the 25th Annual General Meeting of the Company held on Thursday, 31st December, 2020 at 09:30 A.M. at the Registered Office of the Company.

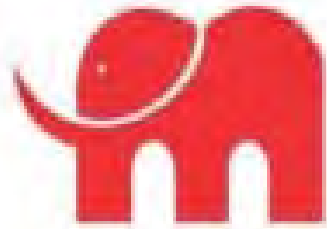
Kindly take the same on your record and oblige us.

Thanking You,

For, Mahip Industries Limited

Rajiv Agrawal
Whole Time Director
DIN: 01922581





MAHIP INDUSTRIES LTD.

MAHIP INDUSTRIES LIMITED

25TH ANNUAL REPORT

2019-20

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Company Information

<u>Board of Directors</u>	1. Mr. Rajiv Agrawal	Whole-Time Director
	2. Ms. Riddhi Kumar	Independent Director
	3. Mr. Arpitkumar Soni	Non-Executive Director
	4. Mr. Omkar Patel	Independent Director
<u>Audit Committee</u>	1. Mr. Rajiv Agrawal	Chairman
	2. Mr. Arpitkumar Soni	Member
	3. Ms. Riddhi Kumar	Member
<u>Nomination and Remuneration Committee</u>	1. Ms. Riddhi Kumar	Chairman
	2. Mr. Omkar Patel	Member
	3. Mr. Arpitkumar Soni	Member
<u>Stakeholders' Relationship Committee</u>	1. Ms. Riddhi Kumar	Chairman
	2. Mr. Omkar Patel	Member
	3. Mr. Rajiv Agrawal	Member
<u>Key Managerial Personnel</u>	1. Mr. Rajiv Agrawal	Whole-Time Director
	2. Mr. Rajiv Agrawal	Chief Financial Officer
	3. Ms. Keshita Dhruv	Company Secretary
<u>Statutory Auditor</u>	M/s. Anam & Associates Chartered Accountants, Ahmedabad	
<u>Secretarial Auditor</u>	M/s. Gaurav Bachani & Associates Company Secretaries, Ahmedabad	
<u>Share Transfer Agent</u>	Bigshare Services Private Limited 1 st Floor, Bharat Tin Works Building, Opp. Vasant Oasis, Makwana Road, Marol, Andheri East, Mumbai, Maharashtra - 400 059	
<u>Registered Office</u>	Survey No. 127, Jalalpur - Godhreshwar Dholka - Bagodara Highway, Ahmedabad - 387 810	

NOTICE OF THE 25TH ANNUAL GENERAL MEETING

NOTICE is hereby given that the 25th Annual General Meeting of the Shareholders of **MAHIP INDUSTRIES LIMITED** will be held on Thursday, 31st December, 2020 at the Registered Office of the Company situated at Survey No. 127, Jalalpur - Godheshwar Dholka - Bagodara Highway, Ahmedabad – 387 810 at 09:30 A.M. to transact the following businesses:

ORDINARY BUSINESS:

1. To consider and adopt the standalone and consolidated audited financial statement of the Company for the Financial Year ended on 31st March, 2020 and statement of Profit and Loss account together with the notes forming part thereof and Cash Flow Statement for the Financial Year ended on that date, and the reports of the Board of Directors (“The Board”) and Auditor thereon.
2. To appoint a director in place of Mr. Rajiv Agrawal (DIN: 01922581), who retires by rotation and being eligible, offers himself for re-appointment.

To consider and if thought fit, to pass with or without modification(s) the following Resolution as an **ORDINARY RESOLUTION**:

“RESOLVED THAT, Mr. Rajiv Agrawal (DIN: 01922581), who retires by rotation from the Board of Directors pursuant to the provisions of Section 152 of the Companies Act, 2013 and Articles of Association of the Company, and being eligible offers himself for re-appointment, be and is hereby re-appointed as the Director of the Company.”

SPECIAL BUSINESS:

3. Appointment of Mr. Arpitkumar Soni as a Non – Executive Director of the Company.

To consider and, if thought fit, to pass with or without modification(s) the following Resolution as an **ORDINARY RESOLUTION**:

“RESOLVED THAT, in accordance with the provisions of Section 152 read with other applicable provisions of the Companies Act, 2013 (“the Act”) and the Companies (Appointment and Qualification of Directors) Rules, 2014 (including any statutory modification(s) or re-enactment(s) thereof, for the time being in force), Mr. Arpitkumar Soni (DIN: 08612898) who was appointed as an additional director in accordance with the provisions of Section 161(1) of the Act and the Articles of Association of the Company and who holds office up to the date of this Annual General Meeting, be and is hereby appointed as a Director of the Company.”

“RESOLVED FURTHER THAT, the Board be and is hereby authorized to do all such acts, deeds and things and execute all such documents, instruments and writings as may be required and to delegate all or any of its powers herein conferred to any Committee of Directors or Director(s) to give effect to the aforesaid resolution.”

4. Appointment of Mr. Omkar Patel as an Independent Director of the Company.

To consider and, if thought fit, to pass with or without modification(s) the following Resolution as an **ORDINARY RESOLUTION**:

“RESOLVED THAT, pursuant to the provisions of Sections 149 and 152 read with Schedule IV and other applicable provisions, if any, of the Companies Act, 2013 (“the Act”) and the Companies (Appointment and Qualification of Directors) Rules, 2014 (including any statutory modification(s) or re-enactment(s) thereof, for the time being in force), Mr. Omkar Patel (DIN: 08825108), who was appointed as an Additional Director of the Company in terms of Section 161 of the Act and whose term of office expires as on this Annual General Meeting and who qualifies for being appointed as an Independent Director and in respect of whom the Company has received a notice in writing under Section 160 of the Act from a member proposing her candidature for the office of Independent Director, be and is hereby appointed as an Independent Director of the Company, not liable to retire by rotation, to hold office for a term of 5 (five) consecutive years with effect from 1st January, 2021 to 31st December, 2025.”

“RESOLVED FURTHER THAT, the Board be and is hereby authorized to do all such acts, deeds and things and execute all such documents, instruments and writings as may be required and to delegate all or any of its powers herein conferred to any Committee of Directors or Director(s) to give effect to the aforesaid resolution.”

Registered Office:

Survey No. 127, Jalalpur - Godhneshwar
Dholka - Bagodara Highway,
Ahmedabad – 387 810

Place: Ahmedabad

Date: 9th December, 2020

**By the Order of the Board
Mahip Industries Limited**

Sd/-

**Rajiv Agrawal
Whole-Time Director
DIN: 01922581**

Sd/-

**Arpitkumar Soni
Director
DIN: 08612898**

Notes:

- 1.** PURSUANT TO SECTION 105 OF THE COMPANIES ACT, 2013 AND THE RULES MADE THEREUNDER A SHAREHOLDER ENTITLED TO ATTEND AND VOTE AT THE TWENTY FIFTH ANNUAL GENERAL MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE IN THE MEETING INSTEAD OF HIM/HER AND THE PROXY NEED NOT BE A SHAREHOLDER OF THE COMPANY. A person can act as a proxy on behalf of maximum of 50 shareholders and holding in aggregate not more than 10% of the total share capital of the Company. A shareholder holding more than 10% of the total share capital of the Company may appoint a single person as proxy and such person shall not act as proxy for any other shareholder. Proxies submitted on behalf of limited Companies, Societies, etc., must be supported by an appropriate resolution / authority, as applicable.
- 2.** Every shareholder entitled to vote at a meeting of the Company, or on any resolution to be moved thereat, shall be entitled during the period beginning twenty-four hours before the time fixed for the commencement of the meeting and ending with the conclusion of the meeting, to inspect the proxies lodged, at any time during the business hours of the Company, provided not less than three days' notice in writing of the intention to inspect is given to the Company.
- 3.** A proxy form is enclosed herewith. In case a shareholder wants to appoint a proxy, a duly completed and stamped proxy form must reach the Registered Office of the Company not later than 48 hours before the time of the aforesaid meeting.
- 4.** Corporate shareholders intending to send their authorized representatives to attend the meeting are requested to send a duly certified copy of the Board Resolution authorizing the representatives to attend and vote at the Twenty Fifth Annual General Meeting.
- 5.** Shareholders who have not registered their email addresses so far are requested to register their email address in respect of their electronic holding with the Depository through their concerned Depository Participants and shareholders are further requested to register their email addresses with the Share Transfer and Registrar Agent of Company i.e. Bigshare Services Private Limited, 1st Floor, Bharat Tin Works Building, Opp. Vasant Oasis, Makwana Road, Marol, Andheri East, Mumbai, Maharashtra - 400 059 Shareholders/ Proxies attending the meeting are requested to bring the duly completed attendance slip (which has been enclosed herewith) to the Twenty Fifth Annual General Meeting.
- 6.** All documents referred to in the Notice are open for inspection at the Registered Office of the Company during office hours.
- 7.** Electronic copy of the notice of the Annual General Meeting along with Annual Report inter-alia, including remote e-voting instructions, proxy form and attendance slip is being sent to all the shareholders whose name appears in the prelist furnished by NSDL as Beneficial Owner as on 20th November, 2020 at the email ids registered with the Company / RTA / DP for communication purposes. For those shareholders whose name stand registered in the Register of Members as on 20th November, 2020 and who have not registered their email address, physical copies of the Notice of the Annual General Meeting along with Annual Report inter-alia, including remote e-voting instructions, proxy form and attendance slip is being sent to them in the permitted mode.
- 8.** Pursuant to the provisions of Section 108 of the Companies Act, 2013 and Rules 20 and 21 of Companies (Management and Administration (Rules), 2014 as amended from time to time and pursuant to Regulation 44 of SEBI (LODR), 2015 the Company is pleased to provide the shareholders of the company facility to exercise their right to vote by electronic means for the resolution set forth in this notice through remote E- voting services provided by National Securities Depository Limited (NSDL). The detail instructions for E -Voting are annexed to this Notice separately.

9. Shareholders are also informed that voting shall be by both the means i.e. polling paper and E-voting. Shareholders who could not vote through remote E-Voting can exercise their voting rights at the Twenty Fifth Annual General Meeting. The Company will make arrangements of polling papers in this regard at the Meeting's Venue. The shareholders attending the meeting who have not cast their vote by remote E-Voting shall be able to exercise their right to vote at the meeting.
10. However, the shareholders who have cast their vote by remote E-Voting prior to the meeting may also attend the meeting but shall not be entitled to cast their vote again. In case the shareholders have cast their vote, through E-Voting and Polling Papers, then voting through E-voting shall prevail and voting done by Polling Papers shall be treated as invalid.
11. The Company has set 24th December, 2020 as the "Cut-off Date" for taking record of the shareholders of the Company who will be eligible for casting their vote on the resolution to be passed in the ensuing Twenty Fifth Annual General Meeting, for both E-Voting and Voting by Physical Mode through polling papers.
12. The Board of Directors of the Company has appointed M/s. Gaurav Bachani & Associates, Company Secretaries, Ahmedabad as the Scrutinizer, for conducting the E-Voting and Poll paper voting process for the Twenty Fifth Annual General Meeting in a fair and transparent manner.
13. The Resolution will be taken as passed effectively on the date of announcement of the result by the Chairman of the Company, if the result of the E-voting & Paper Poll Votes indicates that the requisite majority of the Shareholders had assented to the Resolution.
14. The scrutinizer shall, immediately after the conclusion of voting at the Twenty Fifth Annual General Meeting, first count the votes cast at the meeting, thereafter unblock the votes cast through remote e-voting in the presence of at least two witnesses not in the employment of the Company and make, within a period not exceeding 48 hours from the conclusion of Annual General Meeting, a consolidated scrutinizer's report of the total votes cast in favor or against, if any, to the Chairman or a person authorized by him in writing who shall countersign the same and declare the result of the voting forthwith. After declaration, the result of the E-voting and Paper Poll Votes will also be posted on the Company's website www.mahipindustriesltd.in besides communicating the same to NSDL and Bigshare Services Private Limited, Registrar and Share transfer Agents on the said date and also to Bombay Stock Exchange, SME Board where the shares of the Company are listed.
15. In case of joint-holding, the Voting Poll Paper Form must be completed and signed (as per the specimen signature registered with the Company) by the first named Shareholder and in his/her absence, by the next named Shareholder.
16. Unsigned or incomplete and improperly or incorrectly ticked Voting Poll Papers shall be rejected.
17. A person who acquires shares and becomes shareholder of the Company after the dispatch of the Notice and remains a Shareholder as on 24th December, 2020 (the "Cut-off" date) can exercise remote E-Voting by obtaining the Login Id and Password by sending an email to evoting@nsdl.co.in by mentioning their Folio No./ DP ID/ and Client ID No. However, if such shareholder is already registered with NSDL for remote E-Voting then the existing user ID and password can be used for casting their vote.
18. The SEBI has mandated the submission of Permanent Account Number (PAN) by every participant in the securities market. Members are therefore requested to submit their PAN to their depository participant(s).
19. The route map showing directions to reach the venue of the 25th Annual General Meeting is annexed.
20. General information on E- Voting: -

- i. The Voting rights of the shareholders will be in proportion of their shares as on 24th December, 2020 to the paid up share capital of the Company.
- ii. The scrutinizer shall count the votes cast at the Meeting and thereafter unblock the votes cast through remote E-Voting in the presence of at least two witnesses not in the employment of the Company and make a consolidated scrutinizer's report of the votes cast in favour or against, in not later than two days of the conclusion of the meeting and shall forthwith forward the same to the Chairman who shall countersign the same.
- iii. The Voting results of the Twenty Fifth Annual General Meeting so declared shall be immediately placed on the BSE website and will also be available on the website of NSDL i.e. www.evoting.nsdl.com

The Instructions for shareholders voting electronically are as under:

1. Open the attached PDF file "**e-Voting.pdf**" giving your Client ID (in case you are holding shares in demat mode) or Folio No. (in case you are holding shares in physical mode) as password, which contains your "User ID" and "Password for e-voting". Please note that the password is an initial password. You will not receive this PDF file if you are already registered with NSDL for e-voting
2. Launch internet browser by typing the URL <https://www.evoting.nsdl.com/>
3. Click on "Shareholder - Login".
4. Put User ID and password as initial password noted in step (1) above and Click Login. If you are already registered with NSDL for e-voting then you can use your existing user ID and password. If you forgot your password, you can reset your password by using "Forgot User Details/Password" option available on www.evoting.nsdl.com
5. Password Change Menu appears. Change the password with new password of your choice with minimum 8 digits/characters or combination thereof.
6. Home page of remote "e-Voting" opens. Click on e-Voting: Active Voting Cycles.
7. Select "EVEN" of Mahip Industries Limited. Members can cast their vote online from **28th December, 2020 (09:00 A.M.)** till **30th December, 2020 (05:00 P.M.)**.
Note: e-Voting shall not be allowed beyond said time.
8. Now you are ready for "e-Voting" as "Cast Vote" page opens.
9. Cast your vote by selecting appropriate option and click on "Submit" and also "Confirm", when prompted.
10. Institutional shareholders (i.e., other than Individuals, HUF, NRI etc.) are also required to send scanned copy (PDF/JPG Format) of the relevant Board Resolution/Authority Letter etc. together with attested specimen signature of the duly authorized signatory(ies) who are authorized to vote, to the Scrutinizer through e-mail csgauravbachani@gmail.com with a copy marked to evoting@nsdl.co.in.

ANNEXURE TO NOTICE

EXPLANATORY STATEMENT UNDER SECTION 102 (1) OF THE COMPANIES ACT, 2013

Item No. 3:

Pursuant to provisions of Section 161 of the Companies Act, 2013 and pursuant to the Articles of Association of the Company, the Board of Directors in their meeting held on 16th November, 2019 has appointed Mr. Arpitkumar Soni as an Additional Director. Mr. Arpitkumar Soni is a Non Executive Director on the Board of the Company.

Mr. Arpitkumar Soni possesses appropriate skills, experience and knowledge in the field of Sales and Marketing. Brief resume of Mr. Arpitkumar Soni, nature of his expertise in specific functional areas and names of the Companies in which he holds directorships and memberships / chairperson of the Board / Committees and shareholding are provided in the annexure to the explanatory statement attached herewith.

Keeping in view of his experience and knowledge, the Board considers that his association would be of immense benefit to the Company and it is desirable to continue to avail the services of Mr. Arpitkumar Soni as a Director.

Save and except Mr. Arpitkumar Soni and his relatives to the extent their shareholding in the Company, none of the Directors and Key Managerial Personnel of the Company and their relatives is concerned or interested, financially or otherwise, in the resolution set out at item No. 3.

Item No. 4:

Pursuant to provisions of Section 161 of the Companies Act, 2013 and pursuant to the Articles of Association of the Company, the Board of Directors of the Company has appointed Mr. Omkar Patel as an Additional Director with effect from 7th August, 2020. Mr. Omkar Patel is an Independent Director on the Board of the Company.

The Company has received a declaration from Mr. Omkar Patel that he meets with criteria of independence as prescribed under Section 149 of the Companies Act, 2013. Mr. Omkar Patel possesses appropriate skills, experience and knowledge in the field of Management. Brief resume of Mr. Omkar Patel, nature of his expertise in specific functional areas and names of the Companies in which he holds directorships and memberships / chairperson of the Board / Committees and shareholding are provided in the annexure to the explanatory statement attached herewith.

In the opinion of the Board, Mr. Omkar Patel fulfils the conditions specified in the Act and rules made thereunder for his appointment as an Independent Director of the Company.

Keeping in view of his experience and knowledge, the Board considers that his association would be of immense benefit to the Company and it is desirable to continue to avail the services of Mr. Omkar Patel as an Independent Director.

Save and except Mr. Omkar Patel and her relatives to the extent their shareholding in the Company, none of the Directors and Key Managerial Personnel of the Company and their relatives is concerned or interested, financially or otherwise, in the resolution set out at item No. 4.

ANNEXURE TO NOTICE

Relevant details as stipulated under Regulation 36(3) of SEBI (LODR), 2015 and Secretarial Standard on General Meetings (“SS-2”) issued by Institute of Company Secretaries of India, in respect of directors seeking appointment / reappointment as director under Item No. 2 is as under:

Name of the Director	Mr. Rajiv Agrawal
Date of Birth	03/12/1971
Date of first Appointment on the Board	14/11/1995
Qualifications	B.Com
Experience/Brief Resume/ Nature of expertise in specific functional areas;	Finance
Terms and Conditions of Appointment along with remuneration sought to be paid	0.00
Remuneration last drawn by such person, if any	Rs. 18,00,000/- P.A.
No. of Shares held in the Company as on 31 st March, 2020	1,01,05,136
Relationship with other Directors, Manager and other Key Managerial Personnel of the Company/ Disclosure of relationships between directors inter-se;	N.A.
Number of Meetings of the Board attended during the year	5
Directorship / Designated Partner in other Companies / LLPs	1. Arnab Fibres Private Limited
Chairman / Member of the Committees of Board of other Companies / Names of listed entities in which the person also holds the directorship and the membership of the Committees of the board	0

Name of the Director	Mr. Arpitkumar Soni
Date of Birth	25/09/1983
Date of first Appointment on the Board	16/11/2019
Qualifications	B.Com
Experience/Brief Resume/ Nature of expertise in specific functional areas;	Sales and Marketing
Terms and Conditions of Appointment along with remuneration sought to be paid	0.00
Remuneration last drawn by such person, if any	0.00
No. of Shares held in the Company as on 31 st March, 2020	0
Relationship with other Directors, Manager and	N.A.

other Key Managerial Personnel of the Company/ Disclosure of relationships between directors inter-se;	
Number of Meetings of the Board attended during the year	1
Directorship / Designated Partner in other Companies / LLPs	0
Chairman / Member of the Committees of Board of other Companies / Names of listed entities in which the person also holds the directorship and the membership of the Committees of the board	0

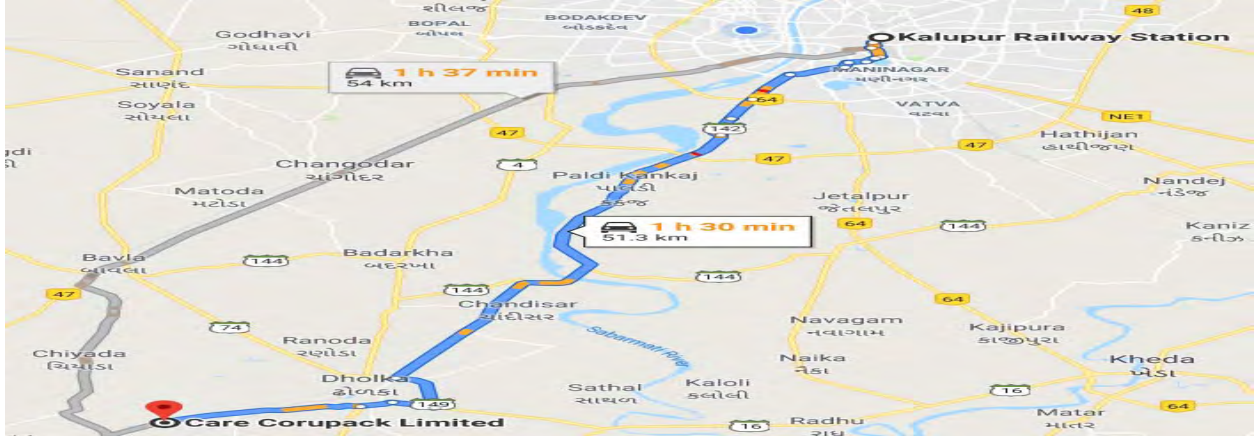
Name of the Director	Mr. Omkar Patel
Date of Birth	20/10/1998
Date of first Appointment on the Board	07/08/2020
Qualifications	B.Com
Experience/Brief Resume/ Nature of expertise in specific functional areas;	Management
Terms and Conditions of Appointment along with remuneration sought to be paid	0.00
Remuneration last drawn by such person, if any	0.00
No. of Shares held in the Company as on 31 st March, 2020	0
Relationship with other Directors, Manager and other Key Managerial Personnel of the Company/ Disclosure of relationships between directors inter-se;	N.A.
Number of Meetings of the Board attended during the year	0
Directorship / Designated Partner in other Companies / LLPs	0
Chairman / Member of the Committees of Board of other Companies / Names of listed entities in which the person also holds the directorship and the membership of the Committees of the board	0

Route Map to the venue of the 25th Annual General Meeting as per Secretarial Standard-2

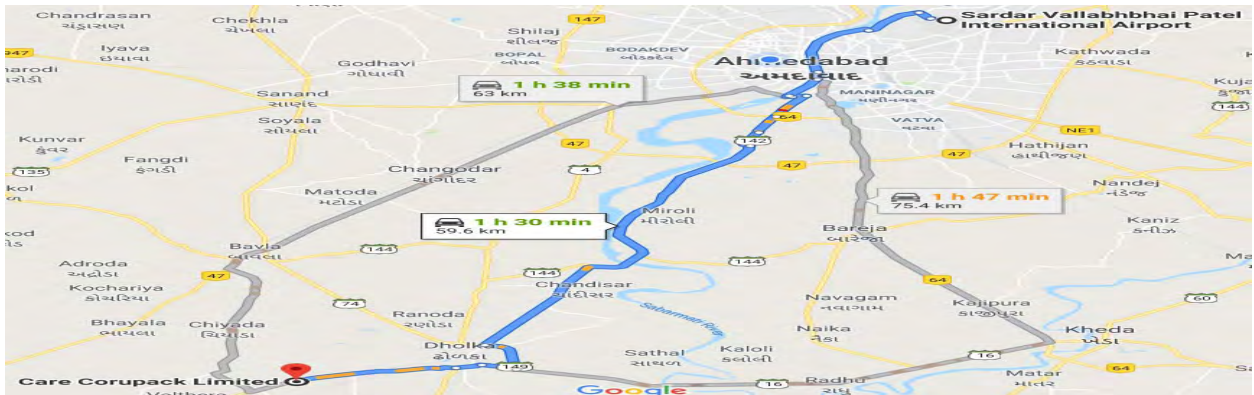
Prominent Land Mark of the Venue:

Survey No. 127, Jalalpur - Godhneshwar, Dholka - Bagodara Highway,
Ahmedabad - 387 810

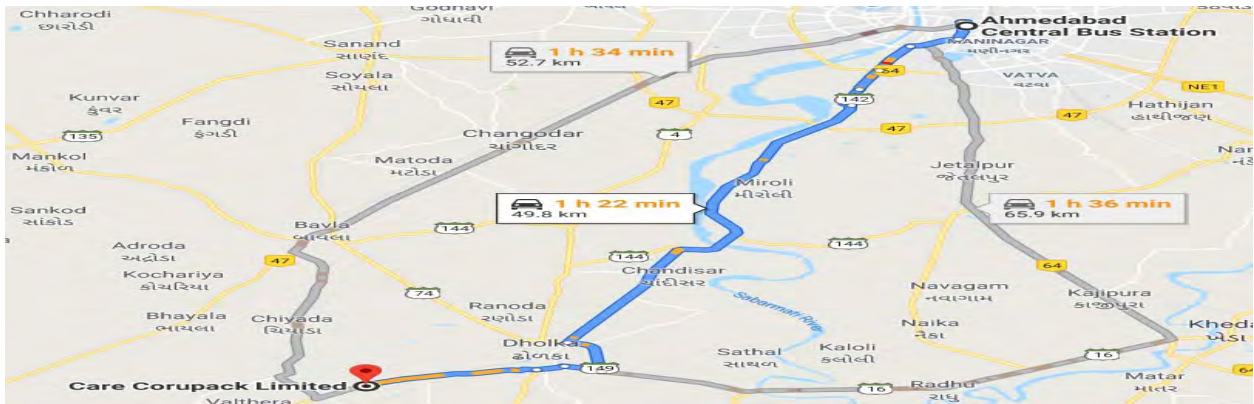
A. From Kalupur Railway Station



B. From Ahmedabad Airport



C. From Ahmedabad Central Bus Station



BOARD'S REPORT

To,
The Members

Your Directors are pleased to present the 25th Annual Report on the Business and Operations of the Company along with the Audited Statement of Accounts for the Financial Year ended on 31st March, 2020.

1. FINANCIAL RESULT

The financial performance of the Company for the Financial Year ended on 31st March, 2020 and for the previous Financial Year ended on 31st March, 2019 is given below:

Particulars	Standalone		Consolidated	
	2019-20	2019-18	2019-20	2019-18
Revenue from Operations	20.81	135.54	20.81	135.55
Other Income	2.97	0.29	2.98	0.29
Total Revenue	23.78	135.83	23.79	135.84
Total Expenses	31.92	135.31	31.92	135.31
Profit Before Exceptional and Extra Ordinary Items and Tax	(8.14)	0.52	(8.13)	0.52
Exceptional Items	0.00	0.00	0.00	0.00
Profit before Extra-Ordinary Items and Tax/ Profit Before Tax	(8.14)	0.52	(8.13)	0.52
Extraordinary Items	0.00	0.02	0.00	0.02
Profit after Extra-Ordinary Items and Tax/ Profit Before Tax	(8.14)	0.50	(8.13)	0.50
Tax Expense: Current Tax	0.00	0.00	0.00	0.00
Deferred Tax	0.00	0.00	0.00	0.00
Total Tax expense	0.00	0.00	0.00	0.00
Profit for the Period	(8.14)	0.50	(8.13)	0.50

2. OPERATIONS

On Standalone basis, total revenue for Financial Years 2019-20 is Rs. 23.78/- Crores compared to the total revenue of Rs. 135.83/- Crores of Previous Year 2018-19. The loss before tax for the Financial Year 2019-20 of Rs. 8.14/- Crores as compared to Profit before tax of Rs. 0.52/- Crores of Previous Year 2018-19. Net Loss after Tax for the Financial Year 2019-20 is Rs. 8.14/- Crores as against Net profit after tax of Rs. 0.50/- Crores of Previous Year 2018-19.

On Consolidated basis, total revenue for Financial Years 2019-20 is Rs. 23.79/- Crores compared to the total revenue of Rs. 135.84/- Crores of Previous Year 2018-19. The Loss before tax for the Financial Year 2019-20 of Rs. 8.13/- Crores as compared to Profit before tax of Rs. 0.52/- Crores of Previous Year 2018-19. Net Loss after Tax for the Financial Year 2019-2020 is Rs. 8.13/- Crores as against Net profit after tax of Rs. 0.50/- Crores of Previous Year 2018-2019.

3. CHANGE IN NATURE OF BUSINESS, IF ANY

There is no change in nature of Business during the year under review.

4. ANNUAL RETURN

The extract of the Annual Return pursuant to the provisions of Section 92 of the Companies Act, 2013 read with Rule 12 of the Companies (Management and Administration) Rules, 2014 in Form No. MGT - 9 is enclosed herewith as **Annexure 1** and the same has been placed at the Company's website under Section Investors – Annual Report.

5. BOARD MEETINGS AND ATTENDANCE

The Directors of the Company met at regular intervals at least once in a quarter with the gap between two meetings not exceeding 120 days to take a view of the Company's policies and strategies apart from the Board Matters.

During the year under the review, the Board of Directors met 5 (Five) times i.e. 30th May, 2019, 8th June, 2019, 6th September, 2019, 14th November, 2019 & 10th February, 2020.

6. DIRECTORS RESPONSIBILITY STATEMENT

In accordance with the provisions of Section 134(3)(c) and Section 134(5) of the Companies Act, 2013, to the best of their knowledge and belief the Board of Directors hereby submit that:

- a. In the preparation of the Annual Accounts, for the year ended on March 31, 2020 the applicable accounting standards have been followed and there are no material departure from the same,
- b. 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 financial year and of the profit of the company for the Financial Year ended on March 31, 2020,
- c. The directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of Companies Act, 2013 for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities,
- d. The directors had prepared the Annual Accounts on a going concern basis,
- e. The directors had laid down internal financial controls to be followed by the Company and that such internal financial controls are adequate and are operating effectively and
- f. 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.

7. COMMENT ON AUDITORS' REPORT

There were no qualifications, reservations, adverse remarks or disclaimer made by the Auditors in their report on the financial statement of the Company for the Financial Year ended on March 31, 2020. Maintenance of cost records as specified under Companies Act, 2013 is not applicable to the Company.

8. PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS MADE UNDER SECTION 186 OF THE COMPANIES ACT, 2013

The details of loans, investment, guarantees and securities covered under the provisions of Section 186 of the Companies Act, 2013 are provided in the financial statement.

9. PARTICULARS OF CONTRACTS OR ARRANGEMENTS MADE WITH RELATED PARTIES

All transactions to be entered by the Company with related parties will be in the ordinary course of business and on an arm's length basis. However, the Company has not entered into any related party transaction, as provided in Section 188 of the Companies Act, 2013, with the related party. Hence, Disclosure as required under Section 188 of the Companies Act, 2013 is not applicable to the Company.

10. INTERNAL FINANCIAL CONTROL SYSTEMS AND THEIR ADEQUACY

The Company has its Internal Financial Control systems commensurate with operations of the Company. The management regularly monitors the safeguarding of its assets, prevention and detection of frauds and errors, and the accuracy and completeness of the accounting records including timely preparation of reliable financial information.

The Head of Internal Audit together with External Audit consults and reviews the effectiveness and efficiency of these systems and procedures to ensure that all assets are protected against loss and that the financial and operational information is accurate and complete in all respects.

11. Reserves & Surplus

Sr. No.	Particulars	(Rs. In Lakhs)
1.	Balance at the beginning of the year	953.81
2.	Current Year's Profit / Loss	(813.76)
3.	Amount of Securities Premium and other Reserves	1143.12
Total		1283.17

12. DIVIDEND

To conserve resources for future prospect and growth of the Company, your Directors regret to declare Dividend for the Financial Year 2019-20(Previous Year - Nil).

13. MATERIAL CHANGES AND COMMITMENTS, IF ANY, AFFECTING THE FINANCIAL POSITION OF THE COMPANY WHICH HAVE OCCURRED BETWEEN THE END OF THE FINANCIAL YEAR TO WHICH THE FINANCIAL STATEMENTS RELATES AND THE DATE OF THE REPORT

There are no material changes and commitments, affecting the financial position of the Company which has occurred in the Financial Year 2019-20.

14. TRANSFER TO THE INVESTOR EDUCATION AND PROTECTION FUND

Pursuant to Section 124 of the Companies Act, 2013, the amount of dividend remaining unpaid or unclaimed for a period of seven years shall be transferred to the Investor Education and

Protection Fund (“IEPF”). During the year under review, there was no unpaid or unclaimed dividend in the “Unpaid Dividend Account” lying for a period of seven years from the date of transfer of such unpaid dividend to the said account. Therefore, there were no funds which were required to be transferred to Investor Education and Protection Fund.

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

The details of conservation of energy, technology absorption etc. as required to be given under Section 134(3)(m) of the Companies Act 2013 read with the Companies (Accounts) Rules, 2014, is not given as the Company has not taken any major step to conserve the energy etc. Further, there was no foreign exchange earnings and outgo during the Financial Year 2019-20 (Previous Year – Nil).

16. STATEMENT CONCERNING DEVELOPMENT AND IMPLEMENTATION OF THE RISK MANAGEMENT POLICY OF THE COMPANY

The Company has in place, a mechanism to identify, assess, monitor and mitigate various risks towards the key business objectives of the Company. Major risks identified by the business and functions are systematically addressed through mitigating actions on a continuing basis.

17. DIRECTORS AND KEY MANAGERIAL PERSONNEL

The Directors and Key Managerial Personnel of the Company are summarized below:

Sr. No.	Name	Designation	DIN / PAN
1.	Mr. Rajiv Agrawal ¹	Whole-Time Director	01922581
2.	Mr. Rajiv Agrawal ¹	Chief Executive Officer	AAZPA8407A
3.	Ms. Riddhi Kumar	Independent Director	07941373
4.	Ms. Keshita Dhruv ²	Company Secretary	AJLPD7894D
5.	Mr. Omkar Patel ³	Independent Director	08825108
6.	Mr. Arpitkumar Soni ⁴	Non – Executive Director	08612898
7.	Mr. Lalitkumar Verma ⁵	CFO	AGEPV9701D
8.	Mr. Jignesh Shah ⁶	Independent Director	02786683
9.	Mr. Radheshyam Oza ⁷	Non – Executive Director	02981524
10.	Ms. Annapoornaben Agrawal ⁸	Company Secretary	ARPPA7881D

¹ Mr. Rajiv Agrawal was appointed as CFO w.e.f 30th July, 2020 & his designation was changed to Whole-Time Director from Managing Director w.e.f. 30th July, 2020.

² Ms. Keshita Dhruv was appointed as Company Secretary of the Company w.e.f. 11th August, 2020.

³ Mr. Omkar Patel was appointed as an Independent Director by the Board w.e.f. 07th August, 2020.

⁴ Mr. Arpitkumar Soni was appointed as a Non-Executive Director by the Board w.e.f. 16th November, 2019.

⁵ Mr. Lalitkumar Verma has resigned from the post of CFO of the Company w.e.f. 10th December, 2019.

⁶ Mr. Jignesh Shah has resigned from the post of Independent Director of the Company w.e.f. 13th August, 2019.

⁷ Mr. Radheshyam Oza has resigned from the post of Non-Executive Director of the Company w.e.f. 16th November, 2019.

⁸ Ms. Annapoornaben Agrawal has resigned from the post of Company Secretary of the Company w.e.f. 20th January, 2020.

Apart from the above changes, there were no other changes in the composition of the Board of Directors of the Company during the Financial Year 2019-20 and till the date of Board's Report.

As per Companies Act, 2013 the Independent Directors are not liable to retire by rotation.

18. DECLARATION BY INDEPENDENT DIRECTORS

Ms. Riddhi Kumar and Mr. Omkar Patel, Independent Directors of the Company have confirmed to the Board that she meet the criteria of Independence as specified under Section 149 (6) of the Companies Act, 2013 and she qualify to be Independent Director. She has also confirmed that she meet the requirements of Independent Director as mentioned under Regulation 16 (1) (b) of SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015. The confirmation was noted by the Board.

19. CORPORATE GOVERNANCE

Since the Company has listed its specified securities on the SME Exchange therefore by virtue of Regulation 15 of SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015 the compliance with the corporate governance provisions as specified in regulations 17 to 27 and clauses (b) to (i) of sub-regulation (2) of regulation 46 and para C, D and E of Schedule V are not applicable to the Company. Hence Corporate Governance does not form part of this Board's Report.

20. SUBSIDIARIES, JOINT VENTURES AND ASSOCIATE COMPANIES

The Company has one Associate Company i.e. Arnav Fibres Private Limited.

21. DEPOSITS

As per Section 73 of the Companies Act, 2013 the Company has neither accepted nor renewed any deposits during the Financial Year. Hence the Company has not defaulted in repayment of deposits or payment of interest during the Financial Year.

22. FORMAL ANNUAL EVALUATION PROCESS BY BOARD

Pursuant to the provisions of the Companies Act, 2013 and Rules made thereunder, the Board has carried the evaluation of its own performance, performance of Individual Directors, Board Committees, including the Chairman of the Board on the basis of attendance, contribution towards development of the Business and various other criteria as recommended by the Nomination and Remuneration Committee of the Company. The evaluation of the working of the Board, its committees, experience and expertise, performance of specific duties and obligations etc. were carried out. The Directors expressed their satisfaction with the evaluation process and outcome.

In a separate meeting of Independent Directors the performances of Executive and Non-Executive Directors were evaluated in terms of their contribution towards the growth and development of the Company. The achievements of the targeted goals and the achievements of the Expansion plans were too observed and evaluated, the outcome of which was satisfactory for all the Directors of the Company.

23. STATUTORY AUDITOR

M/s. Anam & Associates, Chartered Accountants, Ahmedabad, (Firm's Registration No. 005496S), were appointed as the Statutory Auditors of the Company. The Auditor's report for the Financial Year ended March 31, 2020 has been issued with an unmodified opinion, by the Statutory Auditors.

24. SECRETARIAL AUDITOR

The Board has appointed Mr. Gaurav Bachani, Practicing Company Secretary, Ahmedabad to conduct Secretarial Audit for the Financial Year 2019-20. The Secretarial Audit Report for the Financial Year ended 31st March, 2020 is annexed herewith marked as Annexure-2 to this Report. Remarks and Qualification marks in the Secretarial Audit report is self-explanatory.

25. DISCLOSURES

A. Composition of Audit Committee:

During the year under review, meetings of members of the Audit committee were held on 30th May, 2019, 8th June, 2019, 6th September, 2019 & 14th November, 2019 and the attendance records of the members of the Committee are as follows:

Name	No. of the Committee Meeting entitled	No. of Committee Meeting attended
1. Ms. Riddhi Kumar	4	4
2. Mr. Rajiv Agrawal	4	4
3. Mr. Arpitkumar Soni ¹	0	0

(The details of Committee members are as on the date of Directors' Report)

¹ Mr. Arpitkumar Soni was appointed as a member of Committee w.e.f. 16th November, 2019.

During the year all the recommendations made by the Audit Committee were accepted by the Board.

B. Composition of Nomination and Remuneration Committee:

During the year under review, meetings of the members of the Nomination and Remuneration committee, was held on 30th May, 2019, 6th September, 2019 & 14th November, 2019 and the attendance records of the members of the Committee are as follows:

Name	No. of the Committee Meeting entitled	No. of Committee Meeting attended
1. Ms. Riddhi Kumar	3	3
2. Mr. Omkar Patel ¹	0	0
3. Mr. Arpitkumar Soni ²	0	0

¹ Mr. Omkar was appointed as a member of Committee w.e.f. 7th August, 2020.

² Mr. Arpitkumar Soni was appointed as a member of the Committee w.e.f. 16th November, 2020.

(The details of Committee members are as on the date of Directors' Report)

C. Composition of Stakeholder Relation Committee:

During the year under review, meeting of the Stakeholder Relation committee was held on 8th June, 2019 and the attendance records of the members of the Committee are as follows:

Name	No. of the Committee Meeting entitled	No. of Committee Meeting attended
1. Ms. Riddhi Kumar	1	1
2. Mr. Omkar Patel ¹	0	0
3. Mr. Rajiv Agrawal	1	1

¹ Mr. Omkar was appointed as a Member of Committee w.e.f. 7th August, 2020.
(The details of Committee members are as on the date of Directors' Report)

26. DISCLOSURES UNDER SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION & REDRESSAL) ACT, 2013

The Company has always been committed to provide a safe and conducive work environment to its employees. Your Directors further state that during the year under review there were no cases filed pursuant to the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 as confirmed by the Internal Complaints Committee as constituted by the Company.

27. MANAGEMENT DISCUSSION AND ANALYSIS

Management Discussion and Analysis Report as required under Regulation 34 and Schedule V of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015 forms an integral part of this Report, and provides the Company's current working and future outlook as per **Annexure - 3**.

28. ACKNOWLEDGEMENTS

Your Directors would like to express their sincere appreciation for the co-operation and assistance received from the Bankers, Regulatory Bodies, Stakeholders including Financial Institutions, Suppliers, Customers and other business associates who have extended their valuable sustained support and encouragement during the year under review.

Your Directors take this opportunity to recognize and place on record their gratitude and appreciation for the commitment displayed by all executives, officers and staff at all levels of the Company. We look forward for the continued support of every stakeholder in the future.

Registered Office:

Survey No. 127, Jalalpur - Godhneswar
Dholka - Bagodara Highway,
Ahmedabad - 387 810

Place: Ahmedabad

Date: 9th December, 2020

**By the Order of the Board
Mahip Industries Limited**

Sd/-
Rajiv Agrawal
Whole-Time Director
DIN: 01922581

Sd/-
Arpitkumar Soni
Director
DIN: 08612898

Annexure '1' to Board's Report

FORM No. MGT 9

EXTRACT OF ANNUAL RETURN

As on Financial Year ended on 31.03.2020

Pursuant to Section 92 (3) of the Companies Act, 2013 and Rule 12(1) of the Companies (Management & Administration) Rules, 2014

I. REGISTRATION & OTHER DETAILS

1.	CIN	U15549GJ1995PLC028116
2.	Registration Date	14/11/1995
3.	Name of the Company	Mahip Industries Limited
4.	Category/Sub-category of the Company	Company Limited by Share/Indian Non-Government Company
5.	Address of the Registered Office & Contact Details	Survey No. 127, Jalalpur - Godhneshwar Dholka - Bagodara Highway, Ahmedabad - 387 810
6.	Whether Listed Company	Listed / BSE SME Board
7.	Name, Address & contact details of the Registrar & Transfer Agent, if any.	Bigshare Services Private Limited 1 st Floor, Bharat Tin Works Building, Opp. Vasant Oasis, Makwana Road, Marol, Andheri East, Mumbai, Maharashtra - 400 059

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 the Main Products/Service	NIC Code of the Product/Service	% to Total Turnover of the Company
1.	Corrugated	17021	100

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES

Sr. No.	Name of the Company	CIN	Holding/ Subsidiary/ Associate	% of Shares held	Applicable Section
1.	Arnav Fibres Private Limited	U17119GJ1997PTC032044	Associate	49.8	2(6)

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				No. of Shares held at the end of the year				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
A. Promoters									
(1) Indian									
a) Individual/ HUF	12,583,624	-	12,583,624	65.40	12,583,624	-	12,583,624	65.40	-
b) Central Govt	-	-	-	-	-	-	-	-	-
c) State Govt (s)	-	-	-	-	-	-	-	-	-
d) Bodies Corp.	-	-	-	-	-	-	-	-	-
e) Banks/FI	-	-	-	-	-	-	-	-	-
f) Any Other	-	-	-	-	-	-	-	-	-
Sub-total (A) (1):-	12,583,624	-	12,583,624	65.40	12,583,624	-	12,583,624	65.40	-
(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)	12,583,624	-	12,583,624	65.40	12,583,624	-	12,583,624	65.40	-
B. Public Shareholding									
1. Institutions	-	-	-	-	-	-	-	-	-
a) Mutual Funds	0	0	0	0.00	0	0	0	0.00	-
b) Banks/FI	0	0	0	0.00	0	0	0	0.00	-
c) Central Govt	0	0	0	0.00	0	0	0	0.00	-
d) State Govt(s)	0	0	0	0.00	0	0	0	0.00	-
e) Venture Capital Funds	0	0	0	0.00	0	0	0	0.00	-
f)Insurance Companies	0	0	0	0.00	0	0	0	0.00	-
g) FIIs	0	0	0	0.00	0	0	0	0.00	-
h) Foreign Venture Capital Funds	0	0	0	0.00	0	0	0	0.00	-
i) Others (specify)	0	0	0	0.00	0	0	0	0.00	-
Sub-total (B)(1):-	0	0	0	0.00	0	0	0	0.00	-
2. Non-Institutions									
a) Bodies Corp.									
i) Indian	27,61,157	-	27,61,157	14.35	25,63,950	-	25,63,950	13.33	(1.02)
ii) Overseas	-	-	-	-	-	-	-	-	-
b) Individuals									
i)Individual shareholders holding nominal share	5,87,203	-	5,87,203	3.05	5,93,203	-	5,93,203	3.08	0.03

Category of Shareholders	No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
capital upto Rs.1 lakh									
ii) Individual shareholders holding nominal share capital in excess of Rs 1 lakh	28,96,000	-	28,96,000	15.05	33,16,000	-	33,16,000	17.23	2.18
c) Others (specify)									
(i) Non Resident	4,000	-	4,000	0.02	4,000	-	4,000	0.02	-
(ii) Clearing Members	2,80,000	-	2,80,000	1.46	27,207	-	27,207	0.14	(1.32)
(iii) HUF	1,28,000	-	1,28,000	0.67	1,52,000	-	1,52,000	0.79	0.12
Sub-total (B)(2):- Total Public Shareholding (B) = (B)(1) + (B)(2)	66,56,360	-	66,56,360	34.60	66,56,360	-	66,56,360	34.60	-
C. Shares held by Custodian for GDRs & ADRs	-	-	-	-	-	-	-	-	-
Grand Total (A+B+C)	1,92,39,984	-	1,92,39,984	100.00	1,92,39,984	-	1,92,39,984	100.00	-

ii) Shareholding of Promoters

Sr. No.	Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% change in shareholding 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.	Rajiv Agrawal (HUF)	21,99,960	11.43	0.00	21,99,960	11.43	0.00	-
2.	Mamta Agarwal	2,78,528	1.45	0.00	2,78,528	1.45	0.00	-
3.	Rajiv Agrawal	1,01,05,136	52.52	0.00	1,01,05,136	52.52	0.00	-

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

Sr. No.	Name of Shareholder(s)	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the Company	No. of shares	% of total shares of the Company
1.	Rajiv Agrawal HUF				
	At the beginning of the year	21,99,960	11.43	21,99,960	11.43
	Increase/decrease in Shareholding during the year specifying the reasons for increase/decrease (e.g. allotment/transfer/bonus/sweat equity etc)	Nil			
	At the end of the year	21,99,960	11.43	21,99,960	11.43
2.	Mamta Agrawal				
	At the beginning of the year	2,78,528	1.45	2,78,528	1.45
	Increase/decrease in Shareholding during the year specifying the reasons for increase/decrease (e.g. allotment/transfer/bonus/sweat equity etc)	Nil			
	At the end of the year	2,78,528	1.45	2,78,528	1.45
3.	Rajiv Agrawal				
	At the beginning of the year	1,01,05,136	52.52	1,01,05,136	52.52
	Increase/decrease in Shareholding during the year specifying the reasons for increase/decrease (e.g. allotment/transfer/bonus/sweat equity etc)	Nil			
	At the end of the year	1,01,05,136	52.52	1,01,05,136	52.52

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

Sr. No.	For Each of the Top 10 Shareholders	Shareholding at the beginning of the year	
		No. of shares	% of total shares of the Company
1.	Amrapali Capital And Finance Services Limited	19,64,000	10.21
2.	Hitesh Mohanbhai Patel	11,00,000	5.72
3.	Airan Finstocks Private Limited	3,19,950	1.66
4.	Harishkumar Jitmal Bhansali	1,92,000	0.99
5.	Viral Mukundbhai Shah	1,68,000	0.87
6.	Mohak Amitkumar Shah	1,32,000	0.69
7.	Indresh Waghjibhai Shah	1,28,000	0.67
8.	Afpl Tradelink LLP	1,16,000	0.60

9.	Indresh Waghjibhai Shah	1,12,000	0.58
10.	Mohinidevi Mahendrakumar Bhansali	1,12,000	0.58

v. Shareholding of Directors and Key Managerial Personnel

Sr. No.	Name of Director(s) & KMP	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the Company	No. of shares	% of total shares of the Company
1.	Rajiv Agrawal				
	At the beginning of the year	1,01,05,136	52.52	1,01,05,136	52.52
	Increase/decrease in Shareholding during the year specifying the reasons for increase/decrease (e.g. allotment/transfer/bonus/sweat equity etc)	No Change during the year			
	At the end of the year	1,01,05,136	52.52	1,01,05,136	52.52
2.	Arpitkumar Soni				
	At the beginning of the year	0	0.00	0	0.00
	Increase/decrease in Shareholding during the year specifying the reasons for increase/decrease (e.g. allotment/transfer/bonus/sweat equity etc)	No Change during the year			
	At the end of the year	0	0.00	0	0.00
3.	Riddhi Kumar				
	At the beginning of the year	60	0.00	60	0.00
	Increase/decrease in Shareholding during the year specifying the reasons for increase/decrease (e.g. allotment/transfer/bonus/sweat equity etc)	No Change during the year			
	At the end of the year	60	0.00	60	0.00

V. INDEBTEDNESS

Indebtedness of the Company is as below:

(Amount in Rs.)

Particulars	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the Beginning of the Financial Year				
i) Principal Amount	31,34,51,924	7,23,03,946	0	38,57,55,870
ii) Interest due but not paid	0	0	0	0

iii) Interest accrued but not due	0	0	0	0
Total (i+ ii+ iii)	31,34,51,924	7,23,03,946	0	38,57,55,870
Change in Indebtedness during the financial year				
• Addition	-	1,50,22,232	-	1,50,22,232
• Reduction	(1,79,01,685)	-	-	(1,79,01,685)
Net Change	(1,79,01,685)	1,50,22,232	-	(28,79,453)
Indebtedness at the end of the financial year				
i) Principal Amount	29,55,50,239	8,73,26,178	0	38,28,76,417
ii) Interest due but not paid	0	0	0	0
iii) Interest accrued but not due	0	0	0	0
Total (i + ii+ iii)	29,55,50,239	8,73,26,178	0	38,28,76,417

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

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

The Company has paid Rs. 18,00,000/- p.a., remuneration to the Managing Director i.e. Mr. Rajiv Agrawal.

B. Remuneration to other Directors:

The Company has not paid any amount of Sitting Fees / Commission to the Non-Executive Directors due to Loss occurred during the year under review. However, Company has paid sitting fees to Independent Directors.

C. Remuneration to Key Managerial Personnel other than MD/Manager/WTD:

There is no remuneration paid to Key Managerial Personnel other than MD/Manager/WTD.

VII. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES: NIL

Registered Office:

Survey No. 127, Jalalpur - Godhneshwar
Dholka - Bagodara Highway,
Ahmedabad - 387 810

Place: Ahmedabad

Date: 9th December, 2020

**By the Order of the Board
Mahip Industries Limited**

Sd/-

**Rajiv Agrawal
Whole-Time Director
DIN: 01922581**

Sd/-

**Arpitkumar Soni
Director
DIN: 08612898**

FORM NO. MR-3
SECRETARIAL AUDIT REPORT FOR THE FINANCIAL YEAR ENDED 31ST MARCH, 2020

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

To,
The Members of
Mahip Industries Limited

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

Based on my verification of **Mahip Industries Limited's** books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, I hereby report that in my 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:

I have examined the books, papers, minute books, forms and returns filed and other records maintained by **Mahip Industries Limited** ("the Company") for the Financial Year ended on 31st March, 2020, according to the provisions of:-

1. The Companies Act, 2013 (the Act) and the rules made thereunder;
2. The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder;
3. The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
4. Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings; (Not applicable to the Company during the Audit Period).
5. The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):
 - a. The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
 - b. The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 1992;
 - c. The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009; (Not applicable to the Company during the Audit Period).
 - d. The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015
 - e. The Securities and Exchange Board of India (Buyback of Securities) Regulations, 2018 (Not applicable to the Company during the Audit Period).
 - f. The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993;

I have also examined Secretarial Standards issued by The Institute of Company Secretaries of India;

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

1. *The Appointment of Company Secretary as per Section 203 of the Companies Act, 2013.*
2. *Company has delayed in filing some Quarter / half year / yearly Compliances as per the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.*
3. *E-form MGT-14 for resolutions passed by the Board of Directors of the Company as per Section 179(3) of the Companies Act, 2013 was not filed by the Company.*
4. *Company has delayed in filing Some E-forms as per Companies Act, 2013.*

I 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. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.

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

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

I 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.

**FOR, GAURAV BACHANI & ASSOCIATES,
COMPANY SECRETARIES**

**GAURAV V. BACHANI
PROPREITOR**

ACS: 61110

COP: 22830

FRN: S2020GJ718800

UDIN: A061110B001436101

Date: 8th December, 2020

Place: Ahmedabad

This report is to be read with our letter of even date which is annexed as Annexure - 1 and forms an integral part of this report.

To,
The Members
Mahip Industries Limited

My 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. My responsibility is to express an opinion on these secretarial records based on my audit.
2. I 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. I believe that the processes and practices, I followed provide a reasonable basis for my opinion.
3. We have not verified the correctness and appropriateness of financial records and Books of Accounts of the Company.
4. Where ever required, I 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, GAURAV BACHANI & ASSOCIATES,
COMPANY SECRETARIES**

**GAURAV V. BACHANI
PROPREITOR**

ACS: 61110

COP: 22830

FRN: S2020GJ718800

UDIN: A061110B001436101

Date: 8th December, 2020

Place: Ahmedabad

Annexure - 3

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

This section shall include discussion on the following matters within the limits set by the listed entity's competitive position:

A. Industry structure and developments

The Industry has been growing as per the increase in consumption and demand in the economy. There was a slowdown in the economy during the first and last quarter of Financial Year 2019-20 which had an impact on the demand of corrugated boxes as well.

The industry is also seeing the prices of Raw Material.

However, the company was placed in a safe position where the economic growth slow-down and reduction in Raw Material prices did not heavily impact the company's output and the company saw growth in volumes and turnover.

B. Opportunities and Threats

The Company is amongst the largest manufacturers of corrugated boxes in the country. It is equipped with state of the art machines imported from Europe, Taiwan and Japan. With age long experience of the promoters and healthy business relations with its customers, business with existing customers is growing year by year. The Company is making concerted efforts to acquire new customers. The Company is in the process of installation of new machines to enhance capabilities with more efficiency.

The Company sees an opportunity in Value Added high graphic printed Corrugated Boxes. These act as a medium of display advertising for end consumers.

A threat scenario would be an alternative to Corrugated Packaging. However, seeing to the initiatives taken up by countries all over the world (including India) corrugated packaging is a promising, bio-degradable, recyclable and sustainable packaging medium that has the potential to replace non-sustainable / non-recyclable packaging mediums.

C. Segment—wise or product-wise performance

The Sale of Corrugated boxes in the Financial Year 2019-20 amounted to Rs. 20.81/- Crores bifurcated amongst the products Corrugated Boxes and Partitions.

D. Outlook

With the growth in economy, purchasing power of the masses is improving and with more consumption, demand of packaging including corrugated boxes is bound to increase. Also, thanks to the initiatives taken by the Indian Government with regards to sustainable and recyclable material usage, the corrugated packaging can witness increased demands.

E. Risks and concerns

One of the major risks in the industry is the increase in the prices of our basic Raw Material, i.e. Kraft Paper, which may have an adverse impact on our operations and financial conditions. Besides this, the huge working capital requirements may be a matter of concern.

F. Internal control system and their adequacy

The Company has adequate and efficient internal and external control system, which provides protection to all its assets against loss from unauthorized use and ensures correct reporting of transactions. The internal control systems are further supplemented by internal audits carried out by the respective Internal Auditors of the Company and Periodical review by the management. The Company has put in place proper controls, which are reviewed at regular intervals to ensure that transactions are properly authorized, correctly reported and assets are safeguarded. The Audit Committee of the Board addresses issue raised by both the Internal and Statutory Auditors, to keep constant check on cost structure and to provide adequate financial and accounting controls and implement accounting standards.

In addition to the above, the Company has formulated a Vigil Mechanism (Whistle Blower Policy) for its Directors and Employees for reporting genuine concerns about unethical practices and suspected malpractices.

G. Discussion on financial performance with respect to operational performance

The financial performance of the Company for the Financial Year 2019-20 is described in the report of the Board of Directors' of the Company.

H. Material developments in Human Resources/Industrial Relations front, including number of people employed

The cordial employer - employee relationship also continued during the year under the review. The Company has continued to give special attention to human resources.

Registered Office:

Survey No. 127, Jalalpur - Godhneswar
Dholka - Bagodara Highway,
Ahmedabad - 387 810

Place: Ahmedabad

Date: 9th December, 2020

**By the Order of the Board
Mahip Industries Limited**

Sd/-
Rajiv Agrawal
Whole-Time Director
DIN: 01922581

Sd/-
Arpitkumar Soni
Director
DIN: 08612898

Independent Auditor's Report
On The Financial Statement of **Mahip Industries Limited**

To
THE MEMBERS OF
Mahip Industries Limited
(Formerly Known As Care Corupack Ltd)

Report on the Financial Statements

We have audited the accompanying standalone financial statements of **MAHIP INDUSTRIES LIMITED (Formerly Known As Care Corupack Ltd)** (“the Company”), which comprise the Balance Sheet as at March 31, 2020, the Statement of Profit and loss and the Cash Flow Statement for the Period then ended, and a summary of significant accounting policies and other explanatory information.

Qualified Opinion

In our opinion and to the best of our information and according to the explanations given to us, except for the effects of the matter described in the Basis for Qualified Opinion section of our report, 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 specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014 and other accounting principles generally accepted in India:

- a) in the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2020;

- b) in the case of the Profit and Loss Account, of the profit/Loss for the period ended on that date.
- c) In case of Cash Flow Statement, of the Cash Flow for the period ended on that date.

Basis for Qualified Opinion

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

1. We draw attention to the non-provision of interest on NPA accounts of banks. The exact amounts of the said non provisions are not determined and accounted for by the Company. Had the provision been made in the financial statements; Finance cost, Banker's loan liability and loss for the year would have been higher by the amount of such provision and the Shareholder's funds, as per the Balance sheet would have been lower by the same amount.
2. In the absence of the actuarial valuation report, the impact on loss for the year on account of such valuation is not ascertainable and relevant disclosures not been given. The Company has not made provision for gratuity and leave encashment for the year. This is not in compliance with AS-15 Employee Benefits. Had the provision been made in the financial

statements, Employee Benefits and loss for the year, as per the Statement of Profit & Loss would have been higher by the amount of such provision and the long-term investments, long-term and short-term loans and advances and the Shareholder's funds, as per the Balance Sheet would have been lower by the same amount.

3. Certain Debit and Credit transactions appearing in the Financial Statements are subject to confirmation and reconciliation.

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 of 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.

Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Act with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating

effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the standalone financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so. Those Board of Directors are also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibility

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

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

- Identify and assess the risks of material misstatement of the standalone financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The

risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal financial control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system 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 management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the standalone financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the standalone financial statements, including the disclosures, and whether the standalone financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

Report on other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2017 ("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**" statement on the matters specified in paragraph 3 and 4 of the Order, to the extent applicable.
2. As required by section 143 (3) of the Act, we report that:
 - a) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
 - b) In our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books.
 - c) The Balance Sheet, Statement of Profit and Loss, and Cash Flow Statement dealt with by this Report are in agreement with the books of account.
 - d) In our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014;
 - e) On the basis of the written representations received from the directors as on 31st March, 2020 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2020 from being appointed as a director in terms of Section 164 (2) of the Act.

- f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in “**Annexure B**”. Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company’s internal financial controls over financial reporting.
- g) With respect to the other matters to be included in the Auditor’s Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- i) The Company has disclosed the impact of pending litigations on its financial position in its financial statements.
 - ii) The Company has made provision, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long-term contracts including derivative contracts.
 - iii) There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.

FOR, A N A M & ASSOCIATES.
CHARTERED ACCOUNTANTS
Firm Regn. No. : 005496S

CA NAZIM F. RAJAIWALA
PARTNER
UDIN : 20131829AAAAKO9051
Membership No. : 131829
Date: 14.09.2020
Place: Ahmedabad

“Annexure - A”

To the Independent Auditors’ Report on Financial Statement of Mahip Industries Limited.

Referred to in the Paragraph 8 under the heading ‘Report on the Other Legal and Regulatory Requirements’ of our report of even date on the financial statements of the Company for the period ended on March 31, 2020

I. In respect of its fixed assets:

- a. The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets on the basis of available information.
- b. All the assets have not been physically verified by the management during the year but there is a regular program of verification which in our opinion is reasonable having regard to the size of the company and the nature of its assets. No material discrepancies were noticed on such verification.
- c. As per the information and explanations provided to us and on the basis of our examination of the records of the Company, the title deeds of immovable properties are generally held in the name of the Company except the land situated in the Dholka which has been taken on lease.
- d. In our opinion and according to the information and explanations given to us, no major part of fixed asset has been disposed during the year and therefore does not affect the going concern assumption.

II. In respect of its Inventories:

- a. As explained to us, the inventory has been physically verified during the year by the management. In our opinion, the frequency of verification is reasonable.
- b. In our opinion and according to the information and explanations given to us, the procedures of physical verification of inventory followed by the management are reasonable and adequate in relation to the size of the Company and the nature of its business.

c. As explained to us no material discrepancy were noticed on physical verification

III. In respect of loans granted and taken to / from parties covered in the register maintained u/s 189 of the Companies Act, 2013

According to the information and explanations given to us during the year covered audit, the Company has granted interest free loans to the companies covered in the Register required to be maintained under Section 189 of the Companies Act, 2013. In respect of such loans

- (i) the terms and conditions of the grant of such loans are not prejudicial to the company's interest.
- (ii) the schedule of repayment of principal and payment of interest has been stipulated and whether the repayments or receipts are regular.
- (iii) There are no overdue amount as at the period-end in respect of both principal and interest.

IV. In respect of loans, investments and guarantees u/s. Section 185 and 186 of the Companies Act, 2013.

In our opinion and according to the information and explanations given to us, In respect of loans, investments and guarantees, whether provisions of Section 185 and 186 of the Companies Act, 2013 have been complied with.

V. In respect of deposits from public:

In our opinion and according to the information and explanations given to us, the Company has not accepted deposits from the public during the year. Therefore, the provisions of clause 4(vi) of CARO are not applicable to the Company.

VI. In respect of maintenance of cost records:

Pursuant to rules made by the Central Government for the maintenance of cost records under sub-section (1) of section 148 of the Companies Act 2013 in respect of certain manufacturing activities, as informed to us, the Company has maintained cost records.

VII. In respect of statutory dues:

(a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, amounts deducted / accrued in the books of account in respect of undisputed statutory dues including Provident fund, Income tax, Wealth tax, and any other material statutory dues have generally been not regularly deposited during the year by the Company with the appropriate authorities except the following. According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has outstanding dues of Rs. 82,047/- payable towards the Employee's Provident fund and Rs.19,90,653/- payable towards Income Tax (Tax deducted at source) related to F.Y. 2018-19 not deposited to the accounts of government. And Rs.10,71,703/- payable towards Income Tax (Tax deducted at source) related to F.Y. 2019-20 not deposited to the accounts of government and the liability towards the Employee's Provident fund have not been determined for the F.Y. 2019-20.

Except above, the company did not have any dues on account of Employees' State Insurance, Custom Duty and Excise duty. According to the information and explanations given to us, there are no undisputed statutory dues payable in respect of Employees State Insurance, Sales-tax, Wealth Tax, Custom Duty, Excise Duty, Cess which are outstanding as at 31.3.2020 for a period of more than six months from the date they became payable.

(b) According to the information and explanations given to us, there is no amount which have not been deposited on account of any disputed amount payable in respect of Income tax, Sales tax, Service tax, Customs, Excise or Value added tax and Cess.

VIII. In respect of dues to financial institution / banks / debentures:

Based on our audit procedures and on the basis of information and explanation given by the management, we are of the opinion that the company has defaulted in the repayment of instalments of the loans obtained from Banks, NBFC and financial institution and in payment of interest on such loans. In the absence of information and material records we are unable to comment on amount of default in loan liability including interest and other charges payable thereon.

IX. In respect of application of money raised by Initial public offer, further public offer (including debt instruments) and term loans.

According to the information and explanations given to us, company has not issued any shares and has not raised money from initial public offer, and not raised money from further public offer (including debt instruments).

According to the information and explanations given to us and based on the documents and records examined by us, on an overall basis, the term loan has been applied for the purpose for which the loans were obtained.

X. In respect of fraud:

To the best of our knowledge and belief and according to the information and explanations given to us, no fraud by the Company or on the Company by its officers or employees has been noticed or reported during the course of our audit.

XI. In respect of Managerial Remuneration.

In our opinion and according to the information and explanations given to us and on the basis of our examination of the records, managerial remuneration has been paid or provided in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Companies Act.

XII. In respect of Nidhi Company

In our opinion and according to the information and explanations given to us, Company is not Nidhi Company. Hence Compliance related to Net owned fund is not applicable to company.

XIII. In Respect of Related parties Transactions

In our opinion and according to the information and explanations given to us, all transactions with the related parties are in compliance with Section 188 and 177 of Companies Act, 2013, where applicable and the details have been disclosed in the Financial Statements etc as required by the accounting standards and Companies Act, 2013.

XIV. In Respect of Preferential Allotment/Private Placement of shares.

According to the information and explanations given to us, the company has not made any preferential allotment or private placement of shares or fully

or partly convertible debentures during the year under review and if so, compliance under section 42 of the Companies Act, 2013 need not complied with.

XV. In Respect of Bonus Shares issued.

According to the information and explanations given to us the company has not issued any Bonus shares during the year to the equity shareholders including directors of the company from the balance available to the extent of security premium and remaining from reserve & surplus account.

XVI. In Respect of Non-Cash transactions with Directors

According to the information and explanations given to us the company has not entered into any non-cash transactions with directors or persons connected with him and so compliance under section 42 of the Companies Act, 2013 need not complied with.

XVII. In Respect of Registration of Nidhi Company.

The company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

FOR, A N A M & ASSOCIATES.
CHARTERED ACCOUNTANTS
Firm Regn. No. : 005496S

CA NAZIM F. RAJAIWALA
PARTNER
UDIN : 20131829AAAAKO9051
Membership No. : 131829
Date: 14.09.2020
Place: Ahmedabad

“ANNEXURE B”

TO THE INDEPENDENT AUDITOR’S REPORT ON FINANCIAL STATEMENTS OF MAHIP INDUSTRIES LIMITED.

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 **Mahip Industries Limited** (“the Company”) as of 31st March, 2020 in conjunction with our audit of the standalone financial statements of the Company for the period ended on that date.

Management’s Responsibility for Internal Financial Controls

The Company’s management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India (‘ICAI’).

These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company’s policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors’ Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the “Guidance Note”) and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate

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

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, 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 authorizations of management and directors of the company; and (3) 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.

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 override of controls

by the Management, 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

Basis for Disclaimer of Opinion

The system of internal financial controls over financial reporting with regard to the Company were not made available to us to enable us to determine if the Company has established adequate internal financial control over financial reporting and whether such internal financial controls were operating effectively as at March 31, 2020.

Disclaimer of Opinion

According to the information and explanation given to us and as stated in "basis of disclaimer of opinion " paragraph above, the Company does not have adequate internal financial control over financial reporting on criteria based on or 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. Because of this reason, we are unable to obtain sufficient appropriate audit evidence to provide a basis for our opinion whether the Company has adequate internal financial controls over financial reporting and whether such controls were operating effectively as at March 31, 2020.

We have considered the disclaimer reported above in determining the nature, timing, and extent of audit tests applied in our audit of the financial statements of the Company, and the disclaimer has affected our opinion on the financial statements of the Company and we have issued qualified opinion on the financial statements.

FOR, A N A M & ASSOCIATES.
CHARTERED ACCOUNTANTS
Firm Regn. No. : 005496S

CA NAZIM F. RAJAIWALA
PARTNER

Membership No. : 131829

UDIN : 20131829AAAAKO9051

Date: 14.09.2020

Place: Ahmedabad

Mahip Industries Limited
(Formerly Known As Care Corupack Limited)
Balance Sheet as at 31st March, 2020

(Amt in Rs. `)

Particulars	Refer Note No.	31 March 2020	31 March 2019
I. EQUITY AND LIABILITIES			
1 Shareholders' funds			
(a) Share capital	1	19,23,99,840	19,23,99,840
(b) Reserves and surplus	2	12,83,16,657	20,96,92,551
		32,07,16,497	40,20,92,391
2 Share application money pending allotment			
		-	-
3 Non-current liabilities			
(a) Long-term borrowings	3	15,59,61,924	15,38,81,618
(b) Deferred tax liability (Net)	4	22,47,356	22,47,356
(c) Other Long Term Liabilities		-	-
		15,82,09,280	15,61,28,974
4 Current liabilities			
(a) Short-term borrowings	5	22,69,14,493	23,18,74,251
(b) Trade payables	6	25,18,74,863	3,76,19,896
(c) Other current liabilities		-	-
(d) Short-term provisions	7	1,56,97,260	2,80,58,105
		49,44,86,615	29,75,52,252
Total		97,34,12,393	85,57,73,617
II. ASSETS			
Non-current assets			
1 (a) Property, Plant and Equipment	8	17,27,98,849	18,79,55,048
(b) Non-current investments	9	42,40,536	39,76,058
(c) Deferred tax assets (Net)		-	-
(d) Long-term loans and advances	10	5,10,00,811	33,26,313
(e) Other Non Current Assets	11	1,00,34,315	1,45,59,996
		23,80,74,511	20,98,17,415
2 Current assets			
(a) Inventories	12	20,15,31,347	24,14,11,092
(b) Trade receivables	13	36,69,94,699	35,54,97,269
(c) Cash and cash equivalents	14	41,89,593	1,26,68,487
(d) Short-term loans and advances	15	16,26,22,243	3,63,79,354
		73,53,37,882	64,59,56,202
Total		97,34,12,393	85,57,73,617

Notes forming part of accounts 24

(The Schedules referred to above and Notes to account form an integral part of Balance Sheet)

As per our Report of Even Date

FOR, A N A M & ASSOCIATES
CHARTERED ACCOUNTANTS
Firm Reg. No.:005496S

FOR, MAHIP INDUSTRIES LIMITED

NAZIM F RAJAIWALA
PARTNER
Membership No. : 131829
Date: 14.09.2020
Place: Ahmedabad

RAJIV AGRAWAL
Wholetime Director
DIN: 01922581

ARPIT KUMAR SONI
Director
DIN: 08612898

RAJIV AGRAWAL
CFO

KESHITA DHRUV
Company Secretary

Date: 14.09.2020
Place: Ahmedabad

Mahip Industries Limited
(Formerly Known As Care Corupack Limited)
Standalone Profit and loss statement for the period ended 31st March, 2020

(Amt in Rs.`)

Particulars	Refer Note No.	31st March 2020	31st March, 2019
I. Revenue from operations	16	20,80,97,636	1,35,53,58,145
II. Other income	17	2,97,02,553	29,14,856
III. Total Revenue		23,78,00,189	1,35,82,73,001
IV. Expenses:			
Cost of Materials Consumed & Purchase of Stock-in-Trade	18	23,52,76,790	1,31,85,95,621
Changes in Inventories of Finished Goods, Work-in-Progress and Stock-in-Trade	19	1,50,98,048	(5,02,45,642)
Other Direct Expenses	20	16,73,748	45,42,089
Employee benefits expense	21	88,92,314	1,29,83,307
Finance costs	22	3,28,36,259	4,78,96,643
Depreciation & Amortiation Expense	8	1,65,56,305	1,65,56,977
Selling, General and Administrative expense	23	88,42,616	27,51,293
Total expenses		31,91,76,082	1,35,30,80,287
V. Profit before exceptional and extraordinary items and tax (III-IV)		(8,13,75,893)	51,92,714
VI. Exceptional items			-
VII. Profit before extraordinary items and tax (V - VI)		(8,13,75,893)	51,92,714
VIII. Extraordinary Items		-	1,70,360
IX. Profit before tax (VII- VIII)		(8,13,75,894)	50,22,354
X. Tax expense:			
(1) Current tax		-	-
(2) Deferred tax		-	-
XI. Profit (Loss) for the period from continuing operations (VII-VIII)		(8,13,75,894)	50,22,354
XII. Profit (Loss) for the period (XI + XIV)		(8,13,75,894)	50,22,354
XIII. Earnings per equity share:			
(1) Basic and Diluted		-4.23	0.35
(2) Adjusted		-	-

Notes forming part of accounts 24

(The Schedules referred to above and Notes to account form an integral part of Balance Sheet)

As per our Report of Even Date
FOR, A N A M & ASSOCIATES
CHARTERED ACCOUNTANTS
Firm Reg. No.:005496S

FOR, MAHIP INDUSTRIES LIMITED

NAZIM F RAJAIWALA
PARTNER
Membership No. : 131829
Date: 14.09.2020
Place: Ahmedabad

RAJIV AGRAWAL
Wholetime Director
DIN: 01922581

ARPIT KUMAR SONI
Director
DIN: 08612898

RAJIV AGRAWAL
CFO

KESHITA DHRUV
Company Secretary

Date: 14.09.2020
Place: Ahmedabad

Mahip Industries Limited
(Formerly Known As Care Corupack Limited)
Cash Flow Statement for the Year Ended 31st March, 2020

(Amount in Rs)

	2019-20	2018-19
Cash Flow from Operating Activities		
Net profit before taxation	(8,13,75,894)	50,22,354
Adjustment for :		
Depreciation and Amortization Expense	1,65,56,305	1,65,56,977
Interest expenses	3,28,36,259	4,67,43,055
Interest Received	-	-
Transfer from Reserves	-	(7,76,841)
Profit on sale of investments	(18,00,000)	-
Profit sale of fixed assets	(7,75,556)	-
Extraordinary income / expenses	-	(9,640)
	4,68,17,009	6,25,13,551
Operating profit before working capital changes	(3,45,58,885)	6,75,35,905
Changes in current assets (exclud cash and bank balances)		
Change in Debtors	(1,14,97,430)	(8,07,70,674)
Change in Stock	3,98,79,745	(11,19,75,302)
Change in other current assets	(12,62,42,889)	3,492
Changes in current liabilities(exclud div and debts)		
Change in creditors	21,42,54,967	(1,01,80,123)
Change in bank finance	(49,59,759)	2,53,50,597
Change in other current liabilities	(1,23,60,845)	1,00,75,971
Cash generated from operations	6,45,14,904	(9,99,60,134)
Income tax for the current year (excluding deferred tax)	-	-
Cash from operations before extraordinary items	6,45,14,904	(9,99,60,134)
Extraordinary items	-	-
Net cash from operating activities (1)	6,45,14,904	(9,99,60,134)
Cash Flows from Investing activities		
Dividend Received	-	-
Interest Received	-	-
(Purchase) of Fixed Assets	(87,500)	-
Sale of Fixed Assets	18,19,000	(2,60,065)
Sale of Investment	19,00,000	-
Change in Non current Investments	(3,64,478)	-
Change in Non current assets and Long term Loans and advances	(4,55,04,867)	(1,74,90,431)
Net cash from investing activities (2)	(4,22,37,845)	(1,77,50,497)
Cash Flows from Financing activities		
Interest expenses	(3,28,36,259)	(4,67,43,055)
Dividend paid	-	-
Increase / Decrease in Share Capital	-	5,19,60,000
Change in Share Premium	-	11,43,12,000
Change in Subsidiary Adj	-	-
Change in Term Debt	20,80,306	(37,96,030)
Change in other short / long term debts	-	-
Net cash from financing activities (3)	(3,07,55,953)	11,57,32,916
Net increase in cash / bank balance (4) = (1) + (2) + (3)	(84,78,895)	(19,77,715)
Cash / Bank Balance at the beginning of period (5)	1,26,68,488	1,46,46,202
Cash / Bank Balance at the end of period (4) + (5)	41,89,594	1,26,68,488

Notes forming part of accounts 18

(The Schedules referred to above and Notes to account form an integral part of Balance Sheet)

As per our Report of Even Date

FOR, A N A M & ASSOCIATES
CHARTERED ACCOUNTANTS
Firm Reg. No.:005496S

FOR, MAHIP INDUSTRIES LIMITED

NAZIM F RAJAIWALA
PARTNER
Membership No. : 131829
Date: 14.09.2020
Place: Ahmedabad

RAJIV AGRAWAL
Wholetime Director
DIN: 01922581

ARPIT KUMAR SONI
Director
DIN: 08612898

RAJIV AGRAWAL
CFO

KESHITA DHURV
Company Secretary

Date: 14.09.2020
Place: Ahmedabad

NOTE 1

Share Capital	As at 31st March 2020	As at 31 March 2019
Authorised 21000000 Equity Shares of `10' each (P.Y. 10000000 Equity Shares of `10 each)	21,00,00,000	21,00,00,000
Issued 14043984 Equity Shares of `10' each (P.Y. 7021992 Equity Shares of `10 each)	19,23,99,840	19,23,99,840
Subscribed & Paid up 14043984 Equity Shares of `10 each (P.Y. 7021992 Equity Shares of `10 each)	19,23,99,840	19,23,99,840
Subscribed but not fully Paid up Nil Equity Shares (P.Y. Nil Equity Shares)	-	-
Total	19,23,99,840	19,23,99,840

NOTE 1 (a)

Particulars	Equity Shares	Equity Shares
	2019-20	2018-19
Shares outstanding at the beginning of the year	1,92,39,984	70,21,992
Shares Issued during the year	-	51,96,000
Shares Issued as Bonus	-	70,21,992
Shares bought back during the year	-	-
Shares outstanding at the end of the year	1,92,39,984	1,92,39,984

NOTE 1 (b) : More than 5 % of equity shares

Sr. No.	Name of Shareholder	As at 31st March 2020	As at 31 March 2019
		No. of Shares and % of Holding	No. of Shares and % of Holding
1	Rajiv Agrawal	1,01,05,136 (52.52%)	1,01,05,136 (52.52%)
2	Rajiv Agrawal HUF	21,99,960 (11.43%)	21,99,960 (11.43%)
3	Amrapali Capital and Finance Services Limited	19,64,000 (10.21%)	19,64,000 (10.21%)
4	Hitesh Mohanbhai Patel	11,00,000 (5.72%)	11,00,000 (5.72%)

NOTE 2

Reserves & Surplus	As at 31st March 2020	As at 31 March 2019
C. Securities Premium Account		
Opening Balance	11,43,12,000	3,25,43,790
Add : Securities premium credited on Share issue	-	11,43,12,000
<u>Less : Premium Utilised for various reasons</u>		
Premium on Redemption of Debentures	-	-
For Issuing Bonus Shares	-	3,25,43,790
Closing Balance	11,43,12,000	11,43,12,000
b. Subsidy		
Opening Balance	-	-
(+) Current Year Transfer	-	-
(-) Written Back in Current Year	-	-
Closing Balance	-	-
B. Reserve & Surplus		
Opening balance	9,53,80,551	12,77,17,339
(+) Net Profit/(Net Loss) For the current year	(8,13,75,894)	50,22,354
(+) Transfer to Reserves	-	10,93,830
(-) Proposed Dividends	-	-
(-) On Account of Depreciation	-	-
(-) Transfer from Reserves	-	3,84,52,972
Closing Balance	1,40,04,657	9,53,80,551
Total	12,83,16,657	20,96,92,551

NOTE 3

<u>Long Term Borrowings</u>	As at 31st March 2020	As at 31 March 2019
<u>Secured</u>		
<u>From Bank</u>		
(a) Term Loan from Banks (Secured by hypo against Plant and Machinery & Land and (of the above is guaranteed by Directors & Corporate	5,37,85,581	6,46,73,309
(b) Term Loan from NBFC (Secured by hypo against Vehicles) Repayment shall be in 60 Monthly Installments including last installment as on December 2020.	8,10,972	15,59,694
(c) Mortgage Term Loan from NBFC (Secured by personal assets of Directors & Shareholders)	92,60,466	94,90,351
(d) Vehicle & Heavy Vehicle Loan (Secured by hypo against resepective Vehicles)	47,78,726	58,54,318
	6,86,35,746	8,15,77,672
<u>Unsecured</u>		
<u>From Banks & Financial Institutions</u>		
(a) Loan from NBFC	51,09,689	85,51,410
	51,09,689	85,51,410
<u>Unsecured</u>		
From Directors & Relatives	3,95,61,256	3,35,48,177
From Others / Inter Corporate Loans	4,26,55,233	3,02,04,359
	8,22,16,489	6,37,52,536
Total	15,59,61,924	15,38,81,618

NOTE 4

<u>Deferred Tax Liabilities</u>	As at 31st March 2020	As at 31 March 2019
Deferred Tax Liabilities (Net)	22,47,356	22,47,356
Total	22,47,356	22,47,356

NOTE 5

<u>Short Term Borrowings</u>	As at 31st March 2020	As at 31 March 2019
Secured		
(a) Loans repayable on demand		
(i) Cash Credit Account (Secured against hypothecation of Book Debts and Stock)	22,45,16,495	21,22,23,866
(of the above is guaranteed by Directors)		
(ii) Canara Bank Factor (Secured by hypo against Book Debts) (of the above is guaranteed by Directors)	23,97,998	1,96,50,385
Total	22,69,14,493	23,18,74,251

NOTE 6

<u>Trade Payables</u>	As at 31st March 2020	As at 31 March 2019
<u>(a) Creditors for Goods & Expenses</u>	25,18,74,862.92	3,76,19,896.05
Total	25,18,74,862.92	3,76,19,896.05

NOTE 7

<u>Short Term Provisions</u>	As at 31st March 2020	As at 31 March 2019
Audit fees Payable	360000	0
Income Tax Payable	1,55,70,894	1,91,70,894
Salary & Wages Payable	-	10,94,494
Other Expenses Payable	90,000	68,38,776
Provision for taxation	-	-
TDS Payable	30,77,356	19,90,653
Professional Tax Payable	2,12,760	2,12,760
GST Payable	-37,27,521	-13,78,233
Provident Fund Payable	1,13,771	1,28,761
Total	1,56,97,260	2,80,58,105

NOTE 9

<u>Non Current Investments</u>	As at 31st March 2020	As at 31 March 2019
Other Investments		
(a) Investment in Equity instruments	18,30,800	18,30,800
(b) Investments in Gold	19,95,258	19,95,258
(c) Investments in Shares	-	1,00,000
(d) Sunsidy F.D. at Canara Bank	-	-
(e) Kotak Life Insurance Term Plan	3,64,478	-
(f) Canara Robeco Force Fund	50,000	50,000
Total (A)	42,40,536	39,76,058
Less : Provision for diminution in the value of Investments	-	-
Total	42,40,536	39,76,058

NOTE 10

<u>Long Term Loans and Advances</u>	As at 31st March 2020	As at 31 March 2019
(a) Advances receivable in cash or in kind	5,10,00,811	33,26,313
Total	5,10,00,811	33,26,313

NOTE 11

<u>Others Non-Current Assets</u>	As at 31st March 2020	As at 31 March 2019
(a) Security Deposits	29,66,160	29,66,160
(b) FD with PNB	-	21,69,630
(c) IPO Deferred Expenses	70,68,155	94,24,206
Total	1,00,34,315	1,45,59,996

NOTE 12

<u>Inventories</u>	As at 31st March 2020	As at 31 March 2019
a. Raw Materials and components	4,97,32,905	7,45,14,602
<i>Sub total</i>	4,97,32,905	7,45,14,602
b. Work-in-progress	-	-
<i>Sub total</i>	-	-
c. Finished goods	15,17,98,442	16,68,96,490
<i>Sub total</i>	15,17,98,442	16,68,96,490
Grand Total	20,15,31,347	24,14,11,092

NOTE 13

Trade Receivables	As at 31st March 2020	As at 31 March 2019
Trade receivables outstanding for a period less than six months from the date they are due for payment Secured Consider Good	7,74,97,175	35,33,94,704
Trade receivables outstanding for a period more than six months from the date they are due for payment	28,94,97,525	21,02,565
Total	36,69,94,699	35,54,97,269

NOTE 14

Cash and cash equivalents	As at 31st March 2020	As at 31 March 2019
Cash on hand	38,47,524	3,96,552
Balances held as Fixed Deposit (Under Lien)	-	1,20,36,495
Balances in Current Account	3,42,069	2,35,440
Total	41,89,593	1,26,68,487

NOTE 15

Short-term loans and advances	As at 31st March 2020	As at 31 March 2019
(a) Advances receivable in cash or in kind	15,67,73,980	3,20,04,096
(b) Interest Receivables	-	-
(c) Deposits / Advance Tax	10,01,000	10,01,000
(d) Prepaid Exp	-	62,919
(d) TDS Receivable	48,47,264	33,11,340
Total	16,26,22,243	3,63,79,354

(Amount in Rs.)

NOTE 16

Particulars	2019-20	2018-19
Sales of products	20,80,97,636	1,35,53,58,145
Total	20,80,97,636	1,35,53,58,145

NOTE 17

Other Income	2019-20	2018-19
Rent Income	47,91,100	29,14,856
Interest	79,53,297	-
Other Misc Income	1,69,58,156	-
Total	29702552.52	2914856

NOTE 18

Cost of Materials Consumed & Purchase of Stock-in-Trade	2019-20	2018-19
Cost of Materials Consumed		
Op Stock of Raw Material	7,45,14,601.47	1,27,84,942.00
Add : Purchase	21,04,95,093.68	1,38,03,25,279.97
Sub Total	28,50,09,695.15	1,39,31,10,221.97
Less : Closing Stock of Raw Material	4,97,32,904.93	7,45,14,601.47
Cost of Raw Material Produced	23,52,76,790.22	1,31,85,95,620.50

NOTE 19

Changes in Inventories of Finished Goods, Work-in-Progress and Stock-in-Trade	2019-20	2018-19
Inventories (at commencement):-		
Work-in-Progress	-	75,333.00
Finished Goods / Stock-in-Trade	16,68,96,490.00	11,65,75,515.00
	16,68,96,490.00	11,66,50,848.00
Inventories (at close):-		
Work-in-Progress	-	-
Finished Goods / Stock-in-Trade	15,17,98,441.66	16,68,96,490.00
	15,17,98,441.66	16,68,96,490.00
Total	1,50,98,048.34	-5,02,45,642.00

NOTE 20

Other Direct Expenses	2019-20	2018-19
Dye & Block Manufacturing Exp.	30,885	1,46,367
Electricity Exp.	11,18,305	16,65,050
Carriage Inward Exp.	-	8,57,006
Fuel Exp.	4,57,005	18,73,666
Job Work Exps	67,554	-
Total	1673748	4542089

(Amount in Rs.)

NOTE 21

Employee Benefits Expense	2019-20	2018-19
Salaries and incentives	59,49,179	1,00,69,927
Staff welfare expenses	3,04,180	1,36,718
P.F.Contribution	-	96,360
Director Remuneration	18,00,000	18,00,000
Keyman Insurance	-	-
Bonus expenses	8,38,955	8,80,302
Leave encashment exp	-	-
Total	88,92,314	1,29,83,307

NOTE 22

Finance costs	2019-20	2018-19
Interest expenses	3,02,21,385	4,67,43,055
Other borrowing costs	19,00,221	7,07,490
Other Financial Charges	7,14,654	4,46,098
Total	3,28,36,259	4,78,96,643

NOTE 23

Selling, General and Administrative Expense	2019-20	2018-19
Packing Exp.	-	1,39,866
Audit Fees	4,00,000	-
Computer Repairing & Maintainance Exp.	1,09,107	25,321
Legal & Professional Fees	10,51,971	7,45,100
Telephone & Internet Charges	1,59,860	1,17,986
Insurance Exp.	2,51,474	4,20,916
Conveyance Exp.	1,39,140	65,994
Travelling Exp.	1,771	1,54,938
Stationary and Printing Exp.	1,51,733	1,93,895
Rent, Rate & Taxes	10,65,966	5,60,000
Office & Other Miscellaneous Expense	11,84,714	5,07,277
Discount Charges	3,42,055	-
Repairs and maintenance	3,60,616	-
Carriage Outward Exp.	5,33,866	-
Business Promotion Exp.	16,67,045	-
Security Charges	2,26,706	-
Bad Debts	11,96,592	-
Total	88,42,616	27,51,293

Note No 8: Property, Plant and Equipment

2019-20

-

	Property, Plant and Equipment	Gross Block				Accumulated Depreciation			Net Block		
		As at 31st March 2019	Additions during the year	Disposals during the year	As at 31st March 2020	As at 31st March 2019	Depreciation charge for the year	Adjustment	As at 31st March 2020	As at 31st March 2019	As at 31st March 2019
		-	-	-	-	-	-	-	-	-	-
	Tangible Assets										
1	Building	11,43,50,204	-	-	11,43,50,204	2,58,33,635	3624901	-	2,94,58,536	8,48,91,668	8,85,16,569
2	Computers and Printers	20,95,608	-	-	20,95,608	18,89,421	20276	-	19,09,697	1,85,911	2,06,187
3	Land	9,87,480	-	-	9,87,480	-	0	-	-	9,87,480	9,87,480
4	Furniture & Fixture	8,17,276	-	-	8,17,276	5,62,768	77641	-	6,40,409	1,76,867	2,54,508
5	Motor Car	1,22,32,512	-	-	1,22,32,512	59,84,391	626277	-	66,10,668	56,21,844	62,48,121
6	Heavy Vehicle	69,09,137	-	18,19,000	50,90,137	39,17,278	820805	7,75,556	39,62,527	11,27,610	29,91,859
7	Plant & Machinery	8,06,36,105	-	-	8,06,36,105	3,29,57,148	5103108	-	3,80,60,256	4,25,75,849	4,76,78,957
8	Shed	5,97,90,355	-	-	5,97,90,355	1,94,11,060	3784730	-	2,31,95,790	3,65,94,565	4,03,79,295
9	Tubewell	1,42,496	-	-	1,42,496	1,30,438	4933	-	1,35,371	7,125	12,058
10	Office Equipment	12,30,088	-	-	12,30,088	6,17,080	118595	-	7,35,675	4,94,413	6,13,008
11	Air Conditioner	1,99,875	87,500	-	2,87,375	1,32,870	18988	-	1,51,858	1,35,518	67,006
		-	-	-	-	-	-	-	-	-	-
	Total	27,93,91,136	87,500	18,19,000	27,76,59,636	9,14,36,089	1,42,00,254	7,75,556	10,48,60,787	17,27,98,849	18,79,55,047

(0.85)

Note

- In the Current year, the company have incurred expenditures worth Rs1,07,80,257 and Rs 10,00,000 in the year 2017-18 towards IPO of the company of which Rs23,56,051 have been amortized in the current year and the rest have been deferred to be amortized in further years.

**SCHEDULES ANNEXED TO AND FORMING PART OF ACCOUNTS
AS ON 31-03-2020**

SCHEDULE 24: NOTES ON ACCOUNTS

A) SIGNIFICANT ACCOUNTING POLICIES:

1. BASIS OF PREPARATION OF STANDALONE FINANCIAL STATEMENTS

The standalone financial statements are prepared on accrual basis under historical cost convention as a going concern.

These standalone financial statements have been prepared to comply with Generally Accepted Accounting Principles in India including the mandatory Accounting Standards issued by the Institute of Chartered Accountants of India and the provisions of the Companies Act, 2013.

2. USES OF ESTIMATES

The preparation of the financial statements in conformity with Accounting Standards issued by the Institute of Chartered Accountants of India requires judgments, estimates and assumptions to be made that affect the reported amount of assets and liabilities, disclosure of contingent liabilities on the date of the standalone financial statements and the reported amount of revenues and expenses during the reporting period. Difference between the actual results and estimates are recognized in the period in which the results are known/materialised.

3. FIXED ASSETS

Tangible Assets

Tangible Assets are stated at cost net of recoverable taxes, trade discounts and rebates and include amounts added on revaluation, less accumulated depreciation and impairment loss, if any. The cost of Tangible Assets comprises its purchase price, borrowing cost and any cost directly attributable to bringing the asset to its working condition for its intended use, net charges on foreign exchange contracts and adjustments arising from exchange rate variations attributable to the assets.

Subsequent expenditures related to an item of Tangible Asset are added to its book value only if they increase the future benefits from the existing asset beyond its previously assessed standard of performance.

Intangible Assets

Intangible Assets are stated at cost of acquisition net of recoverable taxes less accumulated amortisation/depletion and impairment loss, if any. The cost comprises purchase price, borrowing costs, and any cost directly attributable to

bringing the asset to its working condition for the intended use and net charges on foreign exchange contracts and adjustments arising from exchange rate variations attributable to the intangible assets.

4. DEPRECIATION, AMORTISATION AND DEPLETION

Tangible and Intangible Assets

Depreciation on Fixed Assets is provided to the extent of depreciable amount on the Straight Line Method (SLM). Depreciation is provided based on useful life of the assets as prescribed in Schedule II to the Companies Act, 2013.

5. TAXATION

Tax expense comprises of current tax and deferred tax. Current tax is measured at the amount expected to be paid to the tax authorities, using the applicable tax rates. Deferred income tax reflect the current period timing differences between taxable income and accounting income for the period and reversal of timing differences of earlier years/period. Deferred tax assets are recognised only to the extent that there is a reasonable certainty that sufficient future income will be available except that deferred tax assets, in case there are unabsorbed depreciation or losses, are recognized if there is virtual certainty that sufficient future taxable income will be available to realize the same.

Deferred tax assets and liabilities are measured using the tax rates and tax law that have been enacted or substantively enacted by the Balance Sheet date. However no deferred tax calculation made for this current period.

Current tax is determined as the amount of tax payable to the taxation authorities in respect of taxable income for the period.

6. FOREIGN CURRENCY TRANSACTION

- a. Transactions denominated in foreign currencies are recorded at the exchange rate prevailing on the date of the transaction or that approximates the actual rate at the date of the transaction.
- b. Monetary items denominated in foreign currencies at the period end are restated at period end rates. In case of items which are covered by forward exchange contracts, the difference between the period end rate and rate on the date of the contract is recognised as exchange difference and the premium paid on forward contracts is recognised over the life of the contract.
- c. Non-monetary foreign currency items are carried at cost.
- d. In respect of integral foreign operations, all transactions are translated at rates prevailing on the date of transaction or that approximates the actual

rate at the date of transaction. Monetary assets and liabilities are restated at the period end rates.

- e. Any income or expense on account of exchange difference either on settlement or on translation is recognised in the Profit and Loss Statement, except in case of long term liabilities, where they relate to acquisition of Fixed Assets, in which case they are adjusted to the carrying cost of such assets.

7. INVESTMENTS

Current investments are carried at lower of cost and quoted/fair value, computed category-wise. Non Current investments are stated at cost. Long-term investments are stated at cost plus income accrued on Investment. Provision for diminution in the value of Non Current investments is made only if such a decline is other than temporary.

Investments that are readily realizable and intend to be held for not more than 12 months from the date of acquisition are classified as current investment.

All other investments are classified as non-current investments.

8. BORROWING COSTS

Borrowing costs include exchange differences arising from foreign currency borrowings to the extent they are regarded as an adjustment to the interest cost. Borrowing costs that are attributable to the acquisition or construction of qualifying assets are capitalised as part of the cost of such assets. A qualifying asset is one that necessarily takes substantial period of time to get ready for its intended use. All other borrowing costs are charged to the Profit and Loss Statement in the period in which they are incurred.

9. EMPLOYEE BENEFITS

Post-Employment Benefits

Defined Contribution Plans : A defined contribution plan is a post-employment benefit plan under which the Company pays specified contributions to a separate entity. The Company makes specified monthly contributions towards Provident Fund. The Company's contribution is recognised as an expense in the Profit and Loss Statement during the period in which the employee renders the related service.

10. REVENUE RECOGNITION

Revenue is recognised only when risks and rewards incidental to ownership are transferred to the customer, it can be reliably measured and it is reasonable to expect ultimate collection. Revenue from operations includes sale of goods,

services, service tax, excise duty and sales during trial run period, adjusted for discounts (net), and gain/loss on corresponding hedge contracts.

Dividend income is recognised when the right to receive payment is established.

Interest income is recognised on a time proportion basis taking into account the amount outstanding and the interest rate applicable.

11. INVENTORIES

Items of inventories are measured at lower of cost and net realizable value after providing for obsolescence, if any. Cost of inventories comprises of cost of purchase, cost of conversion and other costs including manufacturing overheads net of recoverable taxes incurred in bringing them to their respective present location and condition.

Cost of raw materials, in process materials, stores & spares, packing materials, trading and other products are determined on cost basis.

12. PROVISIONS, CONTINGENT LIABILITIES AND CONTINGENT ASSETS

Provision is recognised in the accounts when there is a present obligation as a result of past event(s) and it is probable that an outflow of resources will be required to settle the obligation and a reliable estimate can be made. Provisions are not discounted to their present value and are determined based on the best estimate required to settle the obligation at the reporting date. These estimates are reviewed at each reporting date and adjusted to reflect the current best estimates.

Contingent liabilities are disclosed unless the possibility of outflow of resources is remote.

Contingent assets are neither recognised nor disclosed in the financial statements.

13. IMPAIRMENT

An asset is treated as impaired when the carrying cost of asset exceeds its recoverable value. An impairment loss is charged to the Profit and Loss Statement in the period in which an asset is identified as impaired. The impairment loss recognised in prior accounting period is reversed if there has been a change in the estimate of recoverable amount.

B)GENERAL NOTES TO ACCOUNTS:

- 1) Previous year's figures have been reworked, regrouped, rearranged and reclassified wherever necessary.
- 2) Paisas are rounded up to nearest rupees.
- 3) All sundry debit and credit balances standing as debtors, creditors and other balances are subject to confirmation from the concerned parties & hence, subject to adjustments if any, arising out of reconciliation.
- 4) In the opinion of the Board of Directors, Current Assets, Loans & Advances have a value on realization in the ordinary course of business equal to the amount at which they are stated in the balance sheet.
- 5) Wherever, external evidence in the form of cash memos / bills / supporting documents is available, the vouchers have been prepared and authorized by the company.
- 6) The amount overdue and outstanding at the close of the year payable to Small-Scale and Ancillary industries as defined by the Interest on Delayed Payments to Small Scale and Ancillary Industrial Undertakings Act, 1993, is Nil as certified by the management.
- 7) Expenditure incurred on employees in receipt of remuneration of not less than Rs.2400000/- (Rupees Twenty Four lacs only) per annum or Rs.200000/-(Rupees Two lacs only) per month, if employed throughout the year or a part of the year :

	Employed throughout The year		Employed for a part of the year	
	AS ON 31/03/2020	AS ON 31/03/2019	AS ON 31/03/2020	AS ON 31/03/2019
Salaries &Wages	NIL	NIL	NIL	NIL
No. of Employees	NIL	NIL	NIL	NIL

8) Payment to Auditors	AS ON 31.03.2020	AS ON 31.03.2019
Audit Fees	0	29,500

9) Managerial Remuneration	AS ON 31.03.2020	AS ON 31.03.2019
	18,00,000	12,00,000

10) Foreign Exchange Earnings / Outgoing

	AS ON 31.03.2020	AS ON 31.03.2019
CIF value of Imports	NIL	NIL.
Expenditure in Foreign Currency	NIL	NIL.
Income in Foreign Currency(Net)	NIL	NIL

11) Company has Rs. 6,86,35,746/-Secured Loans at the end of period.

12) Earning Per Share:

Particulars	AS ON 31.03.2020	AS ON 31.03.2019
Net profit/Loss for the period attributable to equity	(8,13,75,894)	50,22,472
No. Of Equity Shares as at 31-3-2020 Comprising of. (Nos.)	1,92,39,984	1,92,39,984
Weighted average number of equity Shares Outstanding (Nos.)	1,92,39,984	1,43,28,696
Basic & Diluted earnings per share (Face Value of Rs. 10 each)	(4.23)	0.35

13) Related Party Disclosure (Accounting Standard 18)

As per AS 18 Related Party Disclosure notified by the Rules, the disclosure of transaction with the related party as defined in AS 18 are given below

ANNEXURE I

Particulars of Related Party

A. Name of related parties and description of relationship

I. Key Management Personnel

1. Mr. Rajeev Govindram Agarwal, Director
2. Mr. ArpitkumarSoni, Director

II. Enterprises where Key Management Personnel or their relatives Exercise significant influence

1. Arnav Fibers Private Limited (Associate Company)
2. Mamta Rajiv Agrawal
3. Tanishqa Trade Private Limited

4. Vanguard Holidays (India) Limited
5. Tanishqua Financial Services Limited
6. S.G. Consultancy Limited
7. Mahip Logistics (Partnership Firm)
8. Dhanvarsha Portfolio
9. Tanishqa Corporation
10. Aashi Enterprise
11. Shaurya Developers

Transactions with Related parties

Sr. No.	Nature of Transaction	Key management personnel & their relatives	Enterprises where key management personnel or their relatives exercise significant influence
I.	Loans & Advances received/ recovered/ adjusted		
	Dhanvarsha Portfolio		35,00,000
	Mamta Rajiv Agrawal	47,32,899	-
	Rajeev Govindram Agrawal	2,57,42,064	-
	Tanishqa Trade Private Ltd		58,00,000
	Aashi Enterprises		1,00,000
II.	Loans & Advances, Deposits given/ repaid/ adjusted		
	Dhanvarsha Portfolio		30,00,000
	Mamta Rajiv Agrawal	37,99,770	
	S.G. Consultancy Ltd.		99,50,000
	Rajeev Govindram Agrawal	2,28,30,094	-
	Mahiplogistics (partnership Firm)		64,068
	Aashi Enterprises		2,15,75,300
III.	Rent Expense		
	Rajeev Govindram Agrawal	1,80,000	-
	Arnav Fibers Pvt Ltd.		1,65,000

IV.	Sales		
	Tanishqua Corporation		2,60,80,321
V.	Director's Remuneration		
	Rajeev Govindram Agarwal	18,00,000	-
	ArpitkumarSoni	1,80,900	
VI.	Tours & Travelling Exp.		
	Vanguard Holidays (India)Ltd.	-	25,43,863

ForANAM & ASSOCIATES
Chartered Accountants
(Firm Registration No: 005496S)

For and on behalf of the Board

CA.NAZIM F. RAJAIWALA
Partner
Membership Number. :131829
UDIN : 20131829AAAAKO9051
Date: 14.09.2020
Place: AHMEDABAD

Rajiv Govindram Agrawal
Director
DIN: 01922581

ArpitkumarSoni
Director
DIN: 08612898

Independent Auditor's Report
On The Financial Statement of **Mahip Industries Limited**

To
THE MEMBERS OF
Mahip Industries Limited
(Formerly Known As Care Corupack Ltd)

Report on the Financial Statements

We have audited the accompanying consolidated financial statements of **MAHIP INDUSTRIES LIMITED (Formerly Known As Care Corupack Ltd)** (“the Company”), which comprise the Balance Sheet as at March 31, 2020, the Statement of Profit and loss and the Cash Flow Statement for the Period then ended, and a summary of significant accounting policies and other explanatory information.

Qualified Opinion

In our opinion and to the best of our information and according to the explanations given to us, except for the effects of the matter described in the Basis for Qualified Opinion section of our report, 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 specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014 and other accounting principles generally accepted in India:

- a) in the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2020;

- b) in the case of the Profit and Loss Account, of the profit/Loss for the period ended on that date.
- c) In case of Cash Flow Statement, of the Cash Flow for the period ended on that date.

Basis for Qualified Opinion

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

1. We draw attention to the non-provision of interest on NPA accounts of banks. The exact amounts of the said non provisions are not determined and accounted for by the Company. Had the provision been made in the financial statements; Finance cost, Banker's loan liability and loss for the year would have been higher by the amount of such provision and the Shareholder's funds, as per the Balance sheet would have been lower by the same amount.
2. In the absence of the actuarial valuation report, the impact on loss for the year on account of such valuation is not ascertainable and relevant disclosures not been given. The Company has not made provision for gratuity and leave encashment for the year. This is not in compliance with AS-15 Employee Benefits. Had the provision been made in the financial

statements, Employee Benefits and loss for the year, as per the Statement of Profit & Loss would have been higher by the amount of such provision and the long-term investments, long-term and short-term loans and advances and the Shareholder's funds, as per the Balance Sheet would have been lower by the same amount.

3. Certain Debit and Credit transactions appearing in the Financial Statements are subject to confirmation and reconciliation.

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 of 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.

Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Act with respect to the preparation of these consolidated financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting

records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so. Those Board of Directors are also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibility

Our objectives are to obtain reasonable assurance about whether the consolidated 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 consolidated 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 consolidated 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 financial control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system 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 management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated 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 consolidated financial statements, including the disclosures, and whether the consolidated 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.

Report on other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2017 ("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**" statement on the matters specified in paragraph 3 and 4 of the Order, to the extent applicable.

2. As required by section 143 (3) of the Act, we report that:
 - a) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
 - b) In our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books.
 - c) The Balance Sheet, Statement of Profit and Loss, and Cash Flow Statement dealt with by this Report are in agreement with the books of account.
 - d) In our opinion, the aforesaid consolidated financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014;
 - e) On the basis of the written representations received from the directors as on 31st March, 2020 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2020 from being appointed as a director in terms of Section 164 (2) of the Act.

 - f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of

such controls, refer to our separate Report in “**Annexure B**”. Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company’s internal financial controls over financial reporting.

- g) With respect to the other matters to be included in the Auditor’s Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i) The Company has disclosed the impact of pending litigations on its financial position in its financial statements.
 - ii) The Company has made provision, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long-term contracts including derivative contracts.
 - iii) There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.

FOR, A N A M & ASSOCIATES.
CHARTERED ACCOUNTANTS
Firm Regn. No. : 005496S

CA NAZIM F. RAJAIWALA
PARTNER
UDIN : 20131829AAAAKO9051
Membership No. : 131829
Date: 14.09.2020
Place: Ahmedabad

“Annexure - A”

To the Independent Auditors’ Report on Financial Statement of Mahip Industries Limited.

Referred to in the Paragraph 8 under the heading ‘Report on the Other Legal and Regulatory Requirements’ of our report of even date on the financial statements of the Company for the period ended on March 31, 2020

I. In respect of its fixed assets:

- a. The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets on the basis of available information.
- b. All the assets have not been physically verified by the management during the year but there is a regular program of verification which in our opinion is reasonable having regard to the size of the company and the nature of its assets. No material discrepancies were noticed on such verification.
- c. As per the information and explanations provided to us and on the basis of our examination of the records of the Company, the title deeds of immovable properties are generally held in the name of the Company except the land situated in the Dholka which has been taken on lease.
- d. In our opinion and according to the information and explanations given to us, no major part of fixed asset has been disposed during the year and therefore does not affect the going concern assumption.

II. In respect of its Inventories:

- a. As explained to us, the inventory has been physically verified during the year by the management. In our opinion, the frequency of verification is reasonable.
- b. In our opinion and according to the information and explanations given to us, the procedures of physical verification of inventory followed by the management are reasonable and adequate in relation to the size of the Company and the nature of its business.

c. As explained to us no material discrepancy were noticed on physical verification

III. In respect of loans granted and taken to / from parties covered in the register maintained u/s 189 of the Companies Act, 2013

According to the information and explanations given to us during the year covered audit, the Company has granted interest free loans to the companies covered in the Register required to be maintained under Section 189 of the Companies Act, 2013. In respect of such loans

- (i) the terms and conditions of the grant of such loans are not prejudicial to the company's interest.
- (ii) the schedule of repayment of principal and payment of interest has been stipulated and whether the repayments or receipts are regular.
- (iii) There are no overdue amount as at the period-end in respect of both principal and interest.

IV. In respect of loans, investments and guarantees u/s. Section 185 and 186 of the Companies Act, 2013.

In our opinion and according to the information and explanations given to us, In respect of loans, investments and guarantees, whether provisions of Section 185 and 186 of the Companies Act, 2013 have been complied with.

V. In respect of deposits from public:

In our opinion and according to the information and explanations given to us, the Company has not accepted deposits from the public during the year. Therefore, the provisions of clause 4(vi) of CARO are not applicable to the Company.

VI. In respect of maintenance of cost records:

Pursuant to rules made by the Central Government for the maintenance of cost records under sub-section (1) of section 148 of the Companies Act 2013 in respect of certain manufacturing activities, as informed to us, the Company has maintained cost records.

VII. In respect of statutory dues:

(a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, amounts deducted / accrued in the books of account in respect of undisputed statutory dues including Provident fund, Income tax, Wealth tax, and any other material statutory dues have generally been not regularly deposited during the year by the Company with the appropriate authorities except the following. According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has outstanding dues of Rs. 82,047/- payable towards the Employee's Provident fund and Rs.19,90,653/- payable towards Income Tax (Tax deducted at source) related to F.Y. 2018-19 not deposited to the accounts of government. And Rs.10,71,703/- payable towards Income Tax (Tax deducted at source) related to F.Y. 2019-20 not deposited to the accounts of government and the liability towards the Employee's Provident fund have not been determined for the F.Y. 2019-20.

Except above, the company did not have any dues on account of Employees' State Insurance, Custom Duty and Excise duty. According to the information and explanations given to us, there are no undisputed statutory dues payable in respect of Employees State Insurance, Sales-tax, Wealth Tax, Custom Duty, Excise Duty, Cess which are outstanding as at 31.3.2020 for a period of more than six months from the date they became payable.

(b) According to the information and explanations given to us, there is no amount which have not been deposited on account of any disputed amount payable in respect of Income tax, Sales tax, Service tax, Customs, Excise or Value added tax and Cess.

VIII. In respect of dues to financial institution / banks / debentures:

Based on our audit procedures and on the basis of information and explanation given by the management, we are of the opinion that the company has defaulted in the repayment of instalments of the loans obtained from Banks, NBFC and financial institution and in payment of interest on such loans. In the absence of information and material records we are unable to comment on amount of default in loan liability including interest and other charges payable thereon.

IX. In respect of application of money raised by Initial public offer, further public offer (including debt instruments) and term loans.

According to the information and explanations given to us, company has not issued any shares and has not raised money from initial public offer, and not raised money from further public offer (including debt instruments).

According to the information and explanations given to us and based on the documents and records examined by us, on an overall basis, the term loan has been applied for the purpose for which the loans were obtained.

X. In respect of fraud:

To the best of our knowledge and belief and according to the information and explanations given to us, no fraud by the Company or on the Company by its officers or employees has been noticed or reported during the course of our audit.

XI. In respect of Managerial Remuneration.

In our opinion and according to the information and explanations given to us and on the basis of our examination of the records, managerial remuneration has been paid or provided in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Companies Act.

XII. In respect of Nidhi Company

In our opinion and according to the information and explanations given to us, Company is not Nidhi Company. Hence Compliance related to Net owned fund is not applicable to company.

XIII. In Respect of Related parties Transactions

In our opinion and according to the information and explanations given to us, all transactions with the related parties are in compliance with Section 188 and 177 of Companies Act, 2013, where applicable and the details have been disclosed in the Financial Statements etc as required by the accounting standards and Companies Act, 2013.

XIV. In Respect of Preferential Allotment/Private Placement of shares.

According to the information and explanations given to us, the company has not made any preferential allotment or private placement of shares or fully

or partly convertible debentures during the year under review and if so, compliance under section 42 of the Companies Act, 2013 need not complied with.

XV. In Respect of Bonus Shares issued.

According to the information and explanations given to us the company has not issued any Bonus shares during the year to the equity shareholders including directors of the company from the balance available to the extent of security premium and remaining from reserve & surplus account.

XVI. In Respect of Non-Cash transactions with Directors

According to the information and explanations given to us the company has not entered into any non-cash transactions with directors or persons connected with him and so compliance under section 42 of the Companies Act, 2013 need not complied with.

XVII. In Respect of Registration of Nidhi Company.

The company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

**FOR, A N A M & ASSOCIATES.
CHARTERED ACCOUNTANTS
Firm Regn. No. : 005496S**

**CA NAZIM F. RAJAIWALA
PARTNER
UDIN : 20131829AAAAKO9051
Membership No. : 131829
Date: 14.09.2020
Place: Ahmedabad**

“ANNEXURE B”

TO THE INDEPENDENT AUDITOR’S REPORT ON FINANCIAL STATEMENTS OF MAHIP INDUSTRIES LIMITED.

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 **Mahip Industries Limited** (“the Company”) as of 31st March, 2020 in conjunction with our audit of the consolidated financial statements of the Company for the period ended on that date.

Management’s Responsibility for Internal Financial Controls

The Company’s management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India (‘ICAI’).

These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company’s policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors’ Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the “Guidance Note”) and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate

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

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, 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 authorizations of management and directors of the company; and (3) 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.

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 override of controls

by the Management, 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

Basis for Disclaimer of Opinion

The system of internal financial controls over financial reporting with regard to the Company were not made available to us to enable us to determine if the Company has established adequate internal financial control over financial reporting and whether such internal financial controls were operating effectively as at March 31, 2020.

Disclaimer of Opinion

According to the information and explanation given to us and as stated in "basis of disclaimer of opinion " paragraph above, the Company does not have adequate internal financial control over financial reporting on criteria based on or 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. Because of this reason, we are unable to obtain sufficient appropriate audit evidence to provide a basis for our opinion whether the Company has adequate internal financial controls over financial reporting and whether such controls were operating effectively as at March 31, 2020.

We have considered the disclaimer reported above in determining the nature, timing, and extent of audit tests applied in our audit of the financial statements of the Company, and the disclaimer has affected our opinion on the financial statements of the Company and we have issued qualified opinion on the financial statements.

FOR, A N A M & ASSOCIATES.
CHARTERED ACCOUNTANTS
Firm Regn. No. : 005496S

CA NAZIM F. RAJAIWALA
PARTNER

Membership No. : 131829
UDIN : 20131829AAAAKO9051
Date: 14.09.2020
Place: Ahmedabad

Mahip Industries Limited
(Formerly Known As Care Corupack Limited)
Consolidated Balance Sheet as at 31st March, 2020

(Amt in Rs. `)

Particulars	Refer Note No.	31 March 2020	31 March 2019
I. EQUITY AND LIABILITIES			
1 Shareholders' funds			
(a) Share capital	1	19,23,99,840	19,23,99,840
(b) Reserves and surplus	2	12,84,27,382	20,97,76,243
		32,08,27,222	40,21,76,083
2 Share application money pending allotment			
		-	-
3 Non-current liabilities			
(a) Long-term borrowings	3	15,59,61,924	15,38,81,618
(b) Deferred tax liability (Net)	4	22,47,356	22,47,356
(c) Other Long Term Liabilities		-	-
		15,82,09,280	15,61,28,974
4 Current liabilities			
(a) Short-term borrowings	5	22,69,14,493	23,18,74,251
(b) Trade payables	6	25,18,74,863	3,76,19,896
(c) Other current liabilities		-	-
(d) Short-term provisions	7	1,56,97,260	2,80,58,105
		49,44,86,615	29,75,52,252
Total		97,35,23,117	85,58,57,309
II. ASSETS			
Non-current assets			
1 (a) Property, Plant and Equipment	8	17,27,98,850	18,79,55,048
(b) Non-current investments	9	43,51,260	40,59,750
(c) Deferred tax assets (Net)		-	-
(d) Long-term loans and advances	10	5,10,00,811	33,26,313
(e) Other Non Current Assets	11	1,00,34,315	1,45,59,996
		23,81,85,235	20,99,01,107
2 Current assets			
(a) Inventories	12	20,15,31,347	24,14,11,092
(b) Trade receivables	13	36,69,94,699	35,54,97,269
(c) Cash and cash equivalents	14	41,89,593	1,26,68,487
(d) Short-term loans and advances	15	16,26,22,243	3,63,79,354
		73,53,37,882	64,59,56,202
Total		97,35,23,117	85,58,57,309

Notes forming part of accounts 24

(The Schedules referred to above and Notes to account form an integral part of Balance Sheet)

As per our Report of Even Date

FOR, A N A M & ASSOCIATES

CHARTERED ACCOUNTANTS

Firm Reg. No.:005496S

FOR, MAHIP INDUSTRIES LIMITED

NAZIM F RAJAIWALA

PARTNER

Membership No. : 131829

Date: 14.09.2020

Place: Ahmedabad

RAJIV AGRAWAL

Wholetime Director

DIN: 01922581

ARPIT KUMAR SONI

Director

DIN: 08612898

RAJIV AGRAWAL

CFO

KESHITA DHRUV

Company Secretary

Date: 14.09.2020

Place: Ahmedabad

Mahip Industries Limited
(Formerly Known As Care Corupack Limited)
Consolidated Profit and loss statement for the period ended 31st March, 2020

(Amt in `)

Particulars	Refer Note No.	31st March 2020	31st March, 2019
I. Revenue from operations	16	20,80,97,636	1,35,54,47,785
II. Other income	17	2,97,92,193	29,14,856
III. Total Revenue		23,78,89,829	1,35,83,62,641
IV. Expenses:			
Cost of Materials Consumed & Purchase of Stock-in-Trade	18	23,52,76,790	1,31,85,95,621
Changes in Inventories of Finished Goods, Work-in-Progress and Stock-in-Trade	19	1,50,98,048	(5,02,45,642)
Other Direct Expenses	20	16,73,748	45,42,089
Employee benefits expense	21	89,14,724	1,30,19,163
Finance costs	22	3,28,36,371	4,78,97,340
Depreciation & Amortiation Expense	8	1,65,56,305	1,65,56,977
Selling, General and Administrative expense	23	88,82,702	27,75,496
Total expenses		31,92,38,690	1,35,31,41,044
V. Profit before exceptional and extraordinary items and tax (III-IV)		(8,13,48,861)	52,21,598
VI. Exceptional items			-
VII. Profit before extraordinary items and tax (V - VI)		(8,13,48,861)	52,21,598
VIII. Extraordinary Items		-	1,70,360
IX. Profit before tax (VII- VIII)		(8,13,48,862)	50,51,237
X. Tax expense:			
(1) Current tax		-	-
(2) Deferred tax		-	-
XI. Profit (Loss) for the period from continuing operations (VII-VIII)		(8,13,48,862)	50,51,237
XII. Profit (Loss) for the period (XI + XIV)		(8,13,48,862)	50,51,237
XIII. Earnings per equity share:			
(1) Basic and Diluted		-4.23	0.35
(2) Adjusted		-	-

Notes forming part of accounts 24

(The Schedules referred to above and Notes to account form an integral part of Balance Sheet)

As per our Report of Even Date

FOR, A N A M & ASSOCIATES
CHARTERED ACCOUNTANTS
Firm Reg. No.:005496S

FOR, MAHIP INDUSTRIES LIMITED

NAZIM F RAJAIWALA
PARTNER
Membership No. : 131829
Date: 14.09.2020
Place: Ahmedabad

RAJIV AGRAWAL
Wholtime Director
DIN: 01922581

ARPIT KUMAR SONI
Director
DIN: 08612898

RAJIV AGRAWAL
CFO

KESHITA DHRUV
Company Secretary

Date: 14.09.2020
Place: Ahmedabad

Mahip Industries Limited
(Formerly Known As Care Corupack Limited)
Consolidated Cash Flow Statement for the Year Ended 31st March, 2020

(Amount in Rs)

	2019-20	2018-19
Cash Flow from Operating Activities		
Net profit before taxation	(8,13,48,862)	50,22,354
Adjustment for :		
Depreciation and Amortization Expense	1,65,56,305	1,65,56,977
Interest expenses	3,28,36,371	4,67,43,055
Interest Received	-	-
Transfer from Reserves	-	(7,76,841)
Profit on sale of investments	(18,00,000)	-
Profit sale of fixed assets	(7,75,556)	-
Extraordinary income / expenses	-	(9,640)
	4,68,17,121	6,25,13,551
Operating profit before working capital changes	(3,45,31,741)	6,75,35,905
Changes in current assets (exclud cash and bank balances)		
Change in Debtors	(1,14,97,430)	(8,07,70,674)
Change in Stock	3,98,79,745	(11,19,75,302)
Change in other current assets	(12,62,42,889)	3,492
Changes in current liabilities(exclud div and debts)		
Change in creditors	21,42,54,967	(1,01,80,123)
Change in bank finance	(49,59,759)	2,53,50,597
Change in other current liabilities	(1,23,60,845)	1,00,75,971
	19,69,34,363	2,52,46,445
Cash generated from operations	6,45,42,048	(9,99,60,134)
Income tax for the current year (excluding deferred tax)	-	-
Cash from operations before extraordinary items	6,45,42,048	(9,99,60,134)
Extraordinary items	-	-
Net cash from operating activities (1)	6,45,42,048	(9,99,60,134)
Cash Flows from Investing activities		
Dividend Received	-	-
Interest Received	-	-
(Purchase) of Fixed Assets	(87,500)	-
Sale of Fixed Assets	18,19,000	(2,60,065)
Sale of Investment	19,00,000	-
Change in Non current Investments	(3,91,510)	-
Change in Non current assets and Long term Loans and advances	(4,55,04,867)	(1,74,90,431)
Net cash from investing activities (2)	(4,22,64,877)	(1,77,50,497)
Cash Flows from Financing activities		
Interest expenses	(3,28,36,371)	(4,67,43,055)
Dividend paid	-	-
Increase / Decrease in Share Capital	-	5,19,60,000
Change in Share Premium	-	11,43,12,000
Change in Subsidiary Adj	-	-
Change in Term Debt	20,80,306	(37,96,030)
Change in other short / long term debts	-	-
Net cash from financing activities (3)	(3,07,56,066)	11,57,32,916
Net increase in cash / bank balance (4) = (1) + (2) + (3)	(84,78,895)	(19,77,715)
Cash / Bank Balance at the beginning of period (5)	1,26,68,488	1,46,46,202
Cash / Bank Balance at the end of period (4) + (5)	41,89,593	1,26,68,488

Notes forming part of accounts 18

(The Schedules referred to above and Notes to account form an integral part of Balance Sheet)

As per our Report of Even Date

FOR, A N A M & ASSOCIATES

CHARTERED ACCOUNTANTS

Firm Reg. No.:005496S

FOR, MAHIP INDUSTRIES LIMITED

NAZIM F RAJAIWALA

PARTNER

Membership No. : 131829

Date: 14.09.2020

Place: Ahmedabad

RAJIV AGRAWAL

Wholtime Director

DIN: 01922581

ARPIT KUMAR SONI

Director

DIN: 08612898

RAJIV AGRAWAL

CFO

KESHITA DHURV

Company Secretary

Date: 14.09.2020

Place: Ahmedabad

NOTE 1

<u>Share Capital</u>	As at 31st March 2020	As at 31 March 2019
Authorised 21000000 Equity Shares of `10' each (P.Y. 10000000 Equity Shares of `10 each)	21,00,00,000	21,00,00,000
Issued 14043984 Equity Shares of `10' each (P.Y. 7021992 Equity Shares of `10 each)	19,23,99,840	19,23,99,840
Subscribed & Paid up 14043984 Equity Shares of `10' each (P.Y. 7021992 Equity Shares of `10 each)	19,23,99,840	19,23,99,840
Subscribed but not fully Paid up Nil Equity Shares (P.Y. Nil Equity Shares)	-	-
Total	19,23,99,840	19,23,99,840

NOTE 1 (a)

Particulars	Equity Shares 2019-20	Equity Shares 2018-19
	Shares outstanding at the beginning of the year	1,92,39,984
Shares Issued during the year	-	51,96,000
Shares Issued as Bonus	-	70,21,992
Shares bought back during the year	-	-
Shares outstanding at the end of the year	1,92,39,984	1,92,39,984

NOTE 1 (b) : More than 5 % of equity shares

SR NO	Name of Shareholder	As at 31st March 2020	As at 31 March 2019
		No. of Shares and % of Holding	No. of Shares and % of Holding
1	Rajiv Agrawal	1,01,05,136 (52.52%)	1,01,05,136 (52.52%)
2	Rajiv Agrawal HUF	21,99,960 (11.43%)	21,99,960 (11.43%)
3	Amrapali Capital and Finance Services Limited	19,64,000 (10.21%)	19,64,000 (10.21%)
4	Hitesh Mohanbhai Patel	11,00,000 (5.72%)	11,00,000 (5.72%)

NOTE 2

<u>Reserves & Surplus</u>	As at 31st March 2020	As at 31 March 2019
C. Securities Premium Account		
Opening Balance	11,43,12,000	32543790
Add : Securities premium credited on Share issue	-	114312000
<u>Less : Premium Utilised for various reasons</u>		
Premium on Redemption of Debentures	-	-
For Issuing Bonus Shares	-	32543790
Closing Balance	11,43,12,000	11,43,12,000
b. Subsidy		
Opening Balance	-	-
(+) Current Year Transfer	-	-
(-) Written Back in Current Year	-	-
Closing Balance	-	-
B. Reserve & Surplus		
Opening balance	9,54,64,243	12,77,72,148
(+) Net Profit/(Net Loss) For the current year	(8,13,48,862)	50,51,237
(+) Transfer to Reserves	-	10,93,830
(-) Proposed Dividends	-	-
(-) On Account of Depreciation	-	-
(-) Transfer from Reserves	-	3,84,52,972
Closing Balance	1,41,15,381	9,54,64,243
Total	12,84,27,381	20,97,76,243

NOTE 3

<u>Long Term Borrowings</u>	As at 31st March 2020	As at 31 March 2019
<u>Secured</u>		
<u>From Bank</u>		
(a) Term Loan from Banks (Secured by hypo against Plant and Machinery & Land and (of the above is guaranteed by Directors & Corporate	5,37,85,581	6,46,73,309
(b) Term Loan from NBFC. (Secured by hypo against Vehicles) Repayment shall be in 60 Monthly Installments including last installment as on December 2020.	8,10,972	15,59,694
(c) Mortgage Term Loan from NBFC (Secured by personal assets of Directors & Shareholders)	92,60,466	94,90,351
(d) Vehicle & Heavy Vehicle Loan (Secured by hypo against resepective Vehicles)	47,78,726	58,54,318
	6,86,35,746	8,15,77,672
<u>Unsecured</u>		
<u>From Banks & Financial Institutions</u>		
(a) Loan from NBFC	51,09,689	85,51,410
	51,09,689	85,51,410
<u>Unsecured</u>		
From Directors & Relatives	3,95,61,256	3,35,48,177
From Others / Inter Corporate Loans	4,26,55,233	3,02,04,359
	8,22,16,489	6,37,52,536
Total	15,59,61,924	15,38,81,618

NOTE 4

<u>Deferred Tax Liabilities</u>	As at 31st March 2020	As at 31 March 2019
Deferred Tax Liabilities (Net)	22,47,356	22,47,356
Total	22,47,356	22,47,356

NOTE 5

<u>Short Term Borrowings</u>	<u>As at 31st March 2020</u>	<u>As at 31 March 2019</u>
Secured		
(a) Loans repayable on demand		
(i) Cash Credit Account (Secured against hypothecation of Book Debts and Stock)	22,45,16,495	21,22,23,866
(of the above is guaranteed by Directors)		
(ii) Canara Bank Factor (Secured by hypo against Book Debts)	23,97,998	1,96,50,385
(of the above is guaranteed by Directors)		
Total	22,69,14,493	23,18,74,251

NOTE 6

<u>Trade Payables</u>	<u>As at 31st March 2020</u>	<u>As at 31 March 2019</u>
(a) Creditors for Goods & Expenses	25,18,74,863	3,76,19,896
Total	25,18,74,863	3,76,19,896

NOTE 7

<u>Short Term Provisions</u>	<u>As at 31st March 2020</u>	<u>As at 31 March 2019</u>
Audit fees Payable	3,60,000	-
Income Tax Payable	1,55,70,894	1,91,70,894
Salary & Wages Payable	-	10,94,494
Other Expenses Payable	90,000	68,38,776
Provision for taxation	-	-
TDS Payable	30,77,356	19,90,653
Professional Tax Payable	2,12,760	2,12,760
GST Payable	(37,27,521)	(13,78,233)
Provident Fund Payable	1,13,771	1,28,761
Total	1,56,97,260	2,80,58,105

NOTE 9

<u>Non Current Investments</u>	As at 31st March 2020	As at 31 March 2019
Other Investments		
(a) Investment in Equity instruments	19,41,524	19,14,492
(b) Investments in Gold	19,95,258	19,95,258
(c) Investments in Shares	-	1,00,000
(d) Sunsidy F.D. at Canara Bank	-	-
(e) Kotak Life Insurance Term Plan	3,64,478	-
(f) Canara Robeco Force Fund	50,000	50,000
Total (A)	43,51,260	40,59,750
Less : Provision for diminution in the value of Investments	-	-
Total	43,51,260	40,59,750

NOTE 10

<u>Long Term Loans and Advances</u>	As at 31st March 2020	As at 31 March 2019
(a) Advances receivable in cash or in kind	5,10,00,811	33,26,313
Total	5,10,00,811	33,26,313

NOTE 11

<u>Others Non-Current Assets</u>	As at 31st March 2020	As at 31 March 2019
(a) Security Deposits	29,66,160	29,66,160
(b) FD with PNB	-	21,69,630
(c) IPO Deferred Expenses	70,68,155	94,24,206
Total	1,00,34,315	1,45,59,996

NOTE 12

<u>Inventories</u>	As at 31st March 2020	As at 31 March 2019
a. Raw Materials and components	4,97,32,905	7,45,14,602
<i>Sub total</i>	4,97,32,905	7,45,14,602
b. Work-in-progress	-	-
<i>Sub total</i>	-	-
c. Finished goods	15,17,98,442	16,68,96,490
<i>Sub total</i>	15,17,98,442	16,68,96,490
Grand Total	20,15,31,347	24,14,11,092

NOTE 13

Trade Receivables	As at 31st March 2020	As at 31 March 2019
Trade receivables outstanding for a period less than six months from the date they are due for payment Secured Consider Good	7,74,97,175	35,33,94,704
Trade receivables outstanding for a period more than six months from the date they are due for payment	28,94,97,525	21,02,565
Total	36,69,94,699	35,54,97,269

NOTE 14

Cash and cash equivalents	As at 31st March 2020	As at 31 March 2019
Cash on hand	38,47,524	3,96,552
Balances held as Fixed Deposit (Under Lien)	-	1,20,36,495
Balances in Current Account	3,42,069	2,35,440
Total	41,89,593	1,26,68,487

NOTE 15

Short-term loans and advances	As at 31st March 2020	As at 31 March 2019
(a) Advances receivable in cash or in kind	15,67,73,980	3,20,04,096
(b) Interest Receivables	-	-
(c) Deposits / Advance Tax	10,01,000	10,01,000
(d) Prepaid Exp	-	62,919
(d) TDS Receivable	48,47,264	33,11,340
Total	16,26,22,243	3,63,79,354

(Amount in Rs.)

NOTE 16

Particulars	2019-20	2018-19
Sales of products	20,80,97,636	1,35,54,47,785
Total	20,80,97,636	1,35,54,47,785

NOTE 17

Other Income	2019-20	2018-19
Rent Income	48,80,740	29,14,856
Interest	79,53,297	-
Other Misc Income	1,69,58,156	-
Total	29792192.52	2914856

NOTE 18

Cost of Materials Consumed & Purchase of Stock-in-Trade	2019-20	2018-19
Cost of Materials Consumed		
Op Stock of Raw Material	7,45,14,601.47	1,27,84,942.00
Add : Purchase	21,04,95,093.68	1380325279.97
Sub Total	28,50,09,695.15	1393110221.97
Less : Closing Stock of Raw Material	4,97,32,904.93	7,45,14,601.47
Cost of Raw Material Produced	23,52,76,790.22	1,31,85,95,620.50

NOTE 19

Changes in Inventories of Finished Goods, Work-in-Progress and Stock-in-Trade	2019-20	2018-19
Inventories (at commencement):-		
Work-in-Progress	-	75,333.00
Finished Goods / Stock-in-Trade	16,68,96,490.00	11,65,75,515.00
	16,68,96,490.00	11,66,50,848.00
Inventories (at close):-		
Work-in-Progress	-	-
Finished Goods / Stock-in-Trade	15,17,98,441.66	16,68,96,490.00
	15,17,98,441.66	16,68,96,490.00
Total	1,50,98,048.34	-5,02,45,642.00

NOTE 20

Other Direct Expenses	2019-20	2018-19
Dye & Block Manufacturing Exp.	30,885	1,46,367
Electricity Exp.	11,18,305	16,65,050
Carriage Inward Exp.	-	8,57,006
Fuel Exp.	4,57,005	18,73,666
Job Work Exps	67,554	-
Total	1673748	4542089

(Amount in Rs.)

NOTE 21

Employee Benefits Expense	2019-20	2018-19
Salaries and incentives	59,71,589	1,01,05,783
Staff welfare expenses	3,04,180	1,36,718
P.F.Contribution	-	96,360
Director Remuneration	18,00,000	18,00,000
Keyman Insurance	-	-
Bonus expenses	8,38,955	8,80,302
Leave encashment exp	-	-
Total	89,14,724	1,30,19,163

NOTE 22

Finance costs	2019-20	2018-19
Interest expenses	3,02,21,385	4,67,43,055
Other borrowing costs	19,00,221	7,07,490
Other Financial Charges	7,14,766	4,46,796
Total	3,28,36,371	4,78,97,340

NOTE 23

Selling, General and Administrative Expense	2019-20	2018-19
Packing Exp.	-	1,39,866
Audit Fees	4,00,000	7,470
Computer Repairing & Maintainance Exp.	1,09,107	25,321
Legal & Professional Fees	10,51,971	7,60,214
Telephone & Internet Charges	1,59,860	1,17,986
Insurance Exp.	2,51,474	4,20,916
Conveyance Exp.	1,39,140	65,994
Travelling Exp.	1,771	1,54,938
Stationary and Printing Exp.	1,51,733	1,93,895
Rent, Rate & Taxes	10,65,966	5,60,000
Office & Other Miscellaneous Expense	12,24,800	5,08,896
Discount Charges	3,42,055	-
Repairs and maintenance	3,60,616	-
Carriage Outward Exp.	5,33,866	-
Business Promotion Exp.	16,67,045	-
Security Charges	2,26,706	-
Bad Debts	11,96,592	-
Total	88,82,702	27,75,496

Note No 8: Property, Plant and Equipment 2019-20

	Property, Plant and Equipment	Gross Block				Accumulated Depreciation			Net Block		
		As at 31st March 2019	Additions during the year	Disposals during the year	As at 31st March 2020	As at 31st March 2019	Depreciation charge for the year	Adjustment	As at 31st March 2020	As at 31st March 2020	As at 31st March 2019
	Tangible Assets										
1	Building	11,43,50,204	-	-	11,43,50,204	2,58,33,635	3624901	-	2,94,58,536	8,48,91,668	8,85,16,569
2	Computers and Printers	20,95,608	-	-	20,95,608	18,89,421	20276	-	19,09,697	1,85,911	2,06,187
3	Land	9,87,480	-	-	9,87,480	-	0	-	-	9,87,480	9,87,480
4	Furniture & Fixture	8,17,276	-	-	8,17,276	5,62,768	77641	-	6,40,409	1,76,867	2,54,508
5	Motor Car	1,22,32,512	-	-	1,22,32,512	59,84,391	626277	-	66,10,668	56,21,844	62,48,121
6	Heavy Vehicle	69,09,137	-	18,19,000	50,90,137	39,17,278	820805	7,75,556	39,62,527	11,27,610	29,91,859
7	Plant & Machinery	14,04,26,460	-	-	14,04,26,460	5,23,68,208	8887838	-	6,12,56,046	7,91,70,415	8,80,58,253
8	Tubewell	1,42,496	-	-	1,42,496	1,30,438	4933	-	1,35,371	7,125	12,058
9	Office Equipment	12,30,088	-	-	12,30,088	6,17,080	118595	-	7,35,675	4,94,413	6,13,008
10	Air Conditioner	1,99,875	87,500	-	2,87,375	1,32,870	18988	-	1,51,858	1,35,518	67,006
		-			-						
	Total	27,93,91,136	87,500	18,19,000	27,76,59,636	9,14,36,089	1,42,00,254	7,75,556	10,48,60,787	17,27,98,850	18,79,55,048

(0.34)

Note

- In the Current year, the company have incurred expenditures worth Rs1,07,80,257 and Rs 10,00,000 in the year 2017-18 towards IPO of the company of which Rs23,56,051 have been amorized in the current year and the rest have been deferred to be amortized in further years.

**SCHEDULES ANNEXED TO AND FORMING PART OF ACCOUNTS
AS ON 31-03-2020**

SCHEDULE 24: NOTES ON ACCOUNTS

A) SIGNIFICANT ACCOUNTING POLICIES:

1. BASIS OF PREPARATION OF CONSOLIDATED FINANCIAL STATEMENTS

The consolidated financial statements are prepared on accrual basis under historical cost convention as a going concern.

These consolidated financial statements have been prepared to comply with Generally Accepted Accounting Principles in India including the mandatory Accounting Standards issued by the Institute of Chartered Accountants of India and the provisions of the Companies Act, 2013.

2. USES OF ESTIMATES

The preparation of the financial statements in conformity with Accounting Standards issued by the Institute of Chartered Accountants of India requires judgments, estimates and assumptions to be made that affect the reported amount of assets and liabilities, disclosure of contingent liabilities on the date of the consolidated financial statements and the reported amount of revenues and expenses during the reporting period. Difference between the actual results and estimates are recognized in the period in which the results are known/materialised.

3. FIXED ASSETS

Tangible Assets

Tangible Assets are stated at cost net of recoverable taxes, trade discounts and rebates and include amounts added on revaluation, less accumulated depreciation and impairment loss, if any. The cost of Tangible Assets comprises its purchase price, borrowing cost and any cost directly attributable to bringing the asset to its working condition for its intended use, net charges on foreign exchange contracts and adjustments arising from exchange rate variations attributable to the assets.

Subsequent expenditures related to an item of Tangible Asset are added to its book value only if they increase the future benefits from the existing asset beyond its previously assessed standard of performance.

Intangible Assets

Intangible Assets are stated at cost of acquisition net of recoverable taxes less accumulated amortization/depletion and impairment loss, if any. The cost comprises purchase price, borrowing costs, and any cost directly attributable to

bringing the asset to its working condition for the intended use and net charges on foreign exchange contracts and adjustments arising from exchange rate variations attributable to the intangible assets.

4. DEPRECIATION, AMORTISATION AND DEPLETION

Tangible and Intangible Assets

Depreciation on Fixed Assets is provided to the extent of depreciable amount on the Straight Line Method (SLM). Depreciation is provided based on useful life of the assets as prescribed in Schedule II to the Companies Act, 2013.

5. TAXATION

Tax expense comprises of current tax and deferred tax. Current tax is measured at the amount expected to be paid to the tax authorities, using the applicable tax rates. Deferred income tax reflect the current period timing differences between taxable income and accounting income for the period and reversal of timing differences of earlier years/period. Deferred tax assets are recognised only to the extent that there is a reasonable certainty that sufficient future income will be available except that deferred tax assets, in case there are unabsorbed depreciation or losses, are recognized if there is virtual certainty that sufficient future taxable income will be available to realize the same.

Deferred tax assets and liabilities are measured using the tax rates and tax law that have been enacted or substantively enacted by the Balance Sheet date. However no deferred tax calculation made for this current period.

Current tax is determined as the amount of tax payable to the taxation authorities in respect of taxable income for the period.

6. FOREIGN CURRENCY TRANSACTION

- a. Transactions denominated in foreign currencies are recorded at the exchange rate prevailing on the date of the transaction or that approximates the actual rate at the date of the transaction.
- b. Monetary items denominated in foreign currencies at the period end are restated at period end rates. In case of items which are covered by forward exchange contracts, the difference between the period end rate and rate on the date of the contract is recognised as exchange difference and the premium paid on forward contracts is recognised over the life of the contract.
- c. Non-monetary foreign currency items are carried at cost.
- d. In respect of integral foreign operations, all transactions are translated at rates prevailing on the date of transaction or that approximates the actual

rate at the date of transaction. Monetary assets and liabilities are restated at the period end rates.

- e. Any income or expense on account of exchange difference either on settlement or on translation is recognised in the Profit and Loss Statement, except in case of long term liabilities, where they relate to acquisition of Fixed Assets, in which case they are adjusted to the carrying cost of such assets.

7. INVESTMENTS

Current investments are carried at lower of cost and quoted/fair value, computed category-wise. Non Current investments are stated at cost. Long-term investments are stated at cost plus income accrued on Investment. Provision for diminution in the value of Non Current investments is made only if such a decline is other than temporary.

Investments that are readily realizable and intend to be held for not more than 12 months from the date of acquisition are classified as current investment.

All other investments are classified as non-current investments.

8. BORROWING COSTS

Borrowing costs include exchange differences arising from foreign currency borrowings to the extent they are regarded as an adjustment to the interest cost. Borrowing costs that are attributable to the acquisition or construction of qualifying assets are capitalized as part of the cost of such assets. A qualifying asset is one that necessarily takes substantial period of time to get ready for its intended use. All other borrowing costs are charged to the Profit and Loss Statement in the period in which they are incurred.

9. EMPLOYEE BENEFITS

Post-Employment Benefits

Defined Contribution Plans: A defined contribution plan is a post-employment benefit plan under which the Company pays specified contributions to a separate entity. The Company makes specified monthly contributions towards Provident Fund. The Company's contribution is recognised as an expense in the Profit and Loss Statement during the period in which the employee renders the related service.

10. REVENUE RECOGNITION

Revenue is recognised only when risks and rewards incidental to ownership are transferred to the customer, it can be reliably measured and it is reasonable to expect ultimate collection. Revenue from operations includes sale of goods,

services, service tax, excise duty and sales during trial run period, adjusted for discounts (net), and gain/loss on corresponding hedge contracts.

Dividend income is recognised when the right to receive payment is established.

Interest income is recognised on a time proportion basis taking into account the amount outstanding and the interest rate applicable.

11. INVENTORIES

Items of inventories are measured at lower of cost and net realizable value after providing for obsolescence, if any. Cost of inventories comprises of cost of purchase, cost of conversion and other costs including manufacturing overheads net of recoverable taxes incurred in bringing them to their respective present location and condition.

Cost of raw materials, in process materials, stores & spares, packing materials, trading and other products are determined on cost basis.

12. PROVISIONS, CONTINGENT LIABILITIES AND CONTINGENT ASSETS

Provision is recognised in the accounts when there is a present obligation as a result of past event(s) and it is probable that an outflow of resources will be required to settle the obligation and a reliable estimate can be made. Provisions are not discounted to their present value and are determined based on the best estimate required to settle the obligation at the reporting date. These estimates are reviewed at each reporting date and adjusted to reflect the current best estimates.

Contingent liabilities are disclosed unless the possibility of outflow of resources is remote.

Contingent assets are neither recognised nor disclosed in the financial statements.

13. IMPAIRMENT

An asset is treated as impaired when the carrying cost of asset exceeds its recoverable value. An impairment loss is charged to the Profit and Loss Statement in the period in which an asset is identified as impaired. The impairment loss recognised in prior accounting period is reversed if there has been a change in the estimate of recoverable amount.

B)GENERAL NOTES TO ACCOUNTS:

- 1) Previous year's figures have been reworked, regrouped, rearranged and reclassified wherever necessary.
- 2) Paisas are rounded up to nearest rupees.
- 3) All sundry debit and credit balances standing as debtors, creditors and other balances are subject to confirmation from the concerned parties & hence, subject to adjustments if any, arising out of reconciliation.
- 4) In the opinion of the Board of Directors, Current Assets, Loans & Advances have a value on realization in the ordinary course of business equal to the amount at which they are stated in the balance sheet.
- 5) Wherever, external evidence in the form of cash memos / bills / supporting documents is available, the vouchers have been prepared and authorized by the company.
- 6) The amount overdue and outstanding at the close of the year payable to Small-Scale and Ancillary industries as defined by the Interest on Delayed Payments to Small Scale and Ancillary Industrial Undertakings Act, 1993, is Nil as certified by the management.
- 7) Expenditure incurred on employees in receipt of remuneration of not less than Rs.2400000/- (Rupees Twenty Four lacs only) per annum or Rs.200000/-(Rupees Two lacs only) per month, if employed throughout the year or a part of the year :

	Employed throughout The year		Employed for a part of the year	
	AS ON 31/03/2020	AS ON 31/03/2019	AS ON 31/03/2020	AS ON 31/03/2019
Salaries & Waes	NIL	NIL	NIL	NIL
No. of Employees	NIL	NIL	NIL	NIL

8) Payment to Auditors	AS ON 31.03.2020	AS ON 31.03.2019
Audit Fees	0	29,500

9) Managerial Remuneration	AS ON 31.03.2020	AS ON 31.03.2019
	18,00,000	12,00,000

10) Foreign Exchange Earnings / Outgoing

	AS ON 31.03.2020	AS ON 31.03.2019
CIF value of Imports	NIL	NIL.
Expenditure in Foreign Currency	NIL	NIL.
Income in Foreign Currency(Net)	NIL	NIL

11) Company has Rs. 6,86,35,746/-Secured Loans at the end of period.

12) Earning Per Share:

Particulars	AS ON 31.03.2020	AS ON 31.03.2019
Net profit/Loss for the period attributable to equity	(8,13,75,894)	50,22,472
No. Of Equity Shares as at 31-3-2020 Comprising of. (Nos.)	1,92,39,984	1,92,39,984
Weighted average number of equity Shares Outstanding (Nos.)	1,92,39,984	1,43,28,696
Basic & Diluted earnings per share (Face Value of Rs. 10 each)	(4.23)	0.35

13) Related Party Disclosure (Accounting Standard 18)

As per AS 18 Related Party Disclosure notified by the Rules, the disclosure of transaction with the related party as defined in AS 18 are given below

ANNEXURE I

Particulars of Related Party

A. Name of related parties and description of relationship

I. Key Management Personnel

1. Mr. Rajeev Govindram Agarwal, Director
2. Mr. Arpitkumar Soni, Director

II. Enterprises where Key Management Personnel or their relatives Exercise significant influence

1. Arnav Fibers Private Limited (Associate Company)
2. Mamta Rajiv Agrawal
3. Tanishqa Trade Private Limited

4. Vanguard Holidays (India) Limited
5. Tanishqua Financial Services Limited
6. S.G. Consultancy Limited
7. Mahip Logistics (Partnership Firm)
8. Dhanvarsha Portfolio
9. Tanishqa Corporation
10. Aashi Enterprise
11. Shaurya Developers

Transactions with Related parties

Sr. No.	Nature of Transaction	Key management personnel & their relatives	Enterprises where key management personnel or their relatives exercise significant influence
I.	Loans & Advances received/ recovered/ adjusted		
	Dhanvarsha Portfolio		35,00,000
	Mamta Rajiv Agrawal	47,32,899	-
	Rajeev Govindram Agrawal	2,57,42,064	-
	Tanishqa Trade Private Ltd		58,00,000
	Aashi Enterprises		1,00,000
II.	Loans & Advances, Deposits given/ repaid/ adjusted		
	Dhanvarsha Portfolio		30,00,000
	Mamta Rajiv Agrawal	37,99,770	
	S.G. Consultancy Ltd.		99,50,000
	Rajeev Govindram Agrawal	2,28,30,094	-
	Mahiplogistics (partnership Firm)		64,068
	Aashi Enterprises		2,15,75,300
III.	Rent Expense		
	Rajeev Govindram Agrawal	1,80,000	-
	Arnav Fibers Pvt Ltd.		1,65,000

IV.	Sales		
	Tanishqua Corporation		2,60,80,321
V.	Director's Remuneration		
	Rajeev Govindram Agarwal	18,00,000	-
	Arpitkumar Soni	1,80,900	
VI.	Tours & Travelling Exp.		
	Vanguard Holidays (India)Ltd.	-	25,43,863

ForANAM & ASSOCIATES
Chartered Accountants
(Firm Registration No: 005496S)

For and on behalf of the Board

CA.NAZIM F. RAJAIWALA
Partner
Membership Number. :131829
UDIN : 20131829AAAAKO9051
Date: 14.09.2020
Place: AHMEDABAD

Rajiv Govindram Agrawal
Director
DIN: 01922581

Arpitkumar Soni
Director
DIN: 08612898

MAHIP INDUSTRIES LIMITED

CIN: U15549GJ1995PLC028116

Address: Survey No. 127, Jalalpur - Godhneshwar Dholka - Bagodara Highway
Ahmedabad - 387 810

E-mail: Website: www.mahipindustriesltd.in

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ATTENDANCE SLIP

Regd. Folio No./DP Id No.*/Client Id No.*	
No. of Shares held	
Name and Address of the First Shareholder (IN BLOCK LETTERS)	
Name of the Joint holder (if any)	

*Applicable for investor holding shares in electronic form.

I/we hereby record my/our presence at the 25th Annual General Meeting of the Members of Mahip Industries Limited will be held on Thursday, 31st December, 2020 at 09:30 A.M. at the Registered Office of the Company situated at Survey No. 127, Jalalpur - Godhneshwar Dholka - Bagodara Highway, Ahmedabad - 387 810.

Member's/Proxy's Name in Block Letters

Member's/Proxy's Signature

Notes:

1. A Member/Proxy holder wishing to attend the meeting must bring the Attendance Slip to the Meeting and handover at the entrance duly signed.
2. Only shareholders of the Company and/or their Proxy will be allowed to attend the Meeting.

MAHIP INDUSTRIES LIMITED

CIN: U15549GJ1995PLC028116

Address: Survey No. 127, Jalalpur - Godhneshwar Dholka - Bagodara Highway
Ahmedabad - 387 810

E-mail: Website: www.mahipindustriesltd.in

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PROXY FORM

(Form No. MGT-11 - Pursuant to section 105(6) of the Companies Act, 2013 and
Rule 19(3) of the Companies (Management and Administration) Rules, 2014)

Name of the member(s)	
Registered Address	
E-mail Id	
Folio No/Client Id	

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

1. Name:

Address: _____

E-mail Id: _____ Signature: _____ or failing him

2. Name:

Address: _____

E-mail Id: _____ Signature: _____ or failing him

3. Name:

Address: _____

E-mail Id: _____ Signature: _____

as my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the 25th Annual General Meeting of the Members of Mahip Industries Limited will be held on Thursday, 31st December, 2020 at 09:30 A.M. at the Registered Office of the Company situated at Survey No. 127, Jalalpur - Godhneshwar Dholka - Bagodara Highway, Ahmedabad - 387 810 any adjournment thereof in respect of such resolutions as are indicated below:

Ordinary Business:

1. To consider and adopt the standalone and consolidated audited financial statement of the Company for the Financial Year ended on 31st March, 2020 and statement of Profit and Loss account together with the notes & schedules forming part thereof and Cash Flow Statement for the Financial Year ended on that date, and the reports of the Board of Directors ("The Board") and Auditor thereon.
2. To appoint a director in place of Mr. Rajiv Agrawal (DIN: 01922581), who retires by rotation and being eligible, offers himself for re-appointment.

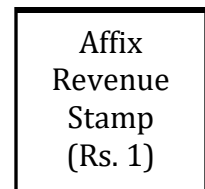
Special Business:

3. To Appoint Mr. Arpitkumar Soni as a Non-Executive Director of the Company.
4. To Appoint Mr. Omkar Patel as an Independent director of the Company.

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

Signature of shareholder

Signature of Proxy holder(s)



Note: This form of proxy in order to be effective should be duly completed, signed, stamped and be deposited at the Registered Office of the Company, not less than 48 hours before the commencement of the 25th Annual General Meeting.

MAHIP INDUSTRIES LIMITED

CIN: U15549GJ1995PLC028116

Address: Survey No. 127, Jalalpur - Godhneshwar Dholka - Bagodara Highway
Ahmedabad - 387 810

E-mail: Website: www.mahipindustriesltd.in

Form No. MGT- 12

Polling Paper

[Pursuant to section 109(5) of the Companies Act, 2013 and rule 21(1) (c) of the Companies
(Management and Administration) Rules, 2014]

25th Annual General Meeting

Date: December 31, 2020; Time: 09:30 A.M.

NAME OF THE COMPANY:	Mahip Industries Limited
REGISTERED OFFICE:	Survey No. 127, Jalalpur - Godhneshwar, Dholka - Bagodara Highway, Ahmedabad - 387 810
CIN:	U15549GJ1995PLC028116

BALLOT PAPER

Sr. No.	Particulars	Details
1.	Name of the first named Shareholder (In Block Letters)	
2.	Postal address	
3.	Registered Folio No./ *Client ID No. (*applicable to investors holding shares in dematerialized form)	
4.	Class of Share	Equity Share of Rs. 10/- Each

I hereby exercise my vote in respect of Resolutions enumerated below by recording my assent or dissent to the said resolutions in the following manner:

Sr. No.	Item No.	No. of Shares held by me	I assent to the resolution	I dissent from the resolution
	ORDINARY BUSINESS			
1.	To Consider and adopt the Audited Financial Statements for the year ended March 31, 2020 and reports of the Director and the auditors thereon.			
2.	To appoint a Director in place of Mr. Rajiv Agrawal who retires by rotation being eligible, has offered himself for re-appointment as Director of the Company.			
	SPECIAL BUSINESS			
3.	To Appoint Mr. Arpitkumar Soni as a Non - Executive Director of the Company.			
4.	To appoint Mr. Omkar Patel as an Independent Director.			

Place: Ahmedabad

Date: 31st December, 2020

(Signature of the Shareholder/Proxy Holder)

Note:

- Signature of Shareholder / Proxy holder should be as per specimen registered / recorded with the Company / Depository.
- Any cutting / overwriting in this ballot paper should be signed by the shareholder / proxy holder.
- Shareholder / Proxy holder may exercise their votes either by putting a^{*/} or indicating number of shares in appropriate column against the resolution indicated in the box.
- Number of shares held will be reckoned as on the cut-off date i.e. 24th December, 2020