

SWARNA SECURITIES LIMITED

(CIN: L52520AP1990PLC011031)

Ph: 2575928

Date: 25/08/2021

To
Corporate Relationship Department
BSE Limited, P.J. Towers, Dalal Street
Mumbai - 400001

Dear Sirs,

**SUB: Submission of Annual Report for the F.Y 2020-21 in compliance with
Regulation 34 of SEBI (LODR) Regulations 2015**

Ref: ISIN - INE595G01018 & SYMBOL: SWRNASE

In terms of Regulation 34(1) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we are herewith enclosing the Annual Report of the Company along with Notice of AGM for the financial year 2020 - 21, which is being sent to the Members in due course in electronic mode.

The Annual Report along with Notice is also uploaded on the website of the Company.

This is for your information and record.

Thanking You,

Yours Faithfully,

For **Swarna Securities Limited**



M Anil Kumar
Company Secretary & Compliance Officer
Membership No: A27989

Enclosed: a/a



Swarna Securities Limited

**31st ANNUAL REPORT
2020 - 21**

Registered Office :
27-1-102, II Floor
Governorpet
Vijayawada - 520 002.
Phone : 2575928

BOARD OF DIRECTORS

Sri M. Murali Krishna	: Chairman and Managing Director
Smt. M.V.N.S. Sushma	: Non Executive Director
Sri Pradeep Kumar	: Independent Director
Sri K. Sridhar	: Independent Director (up to 22.04.2021)
Sri V.E.Ch. Vidya Sagar	: Independent Director
Sri Mr. Karunakar Mandava	: Independent Director (w.e.f. 15.07.2021)
Sri M. Anil Kumar	: Compliance Officer & Company Secretary

Audit Committee:

Sri Pradeep Kumar Jain	- Chairman
Sri K Sridhar	- Member (up to 22.04.2021)
Sri V.E.Ch. Vidya Sagar	- Member
Sri Mr. Karunakar Mandava	: Member (w.e.f. 15.07.2021)

Nomination and Remuneration Committee:

Sri Pradeep Kumar Jain	- Chairman
Sri K Sridhar	- Member (up to 22.04.2021)
Sri V.E.Ch. Vidya Sagar	- Member
Sri Mr. Karunakar Mandava	: Member (w.e.f. 15.07.2021)

Stakeholders Relationship Committee:

Sri Pradeep Kumar Jain	- Chairman
Sri K Sridhar	- Member (up to 22.04.2021)
Sri V.E.Ch. Vidya Sagar	- Member
Sri Mr. Karunakar Mandava	: Member (w.e.f. 15.07.2021)

Registered Office

27-1-102, II Floor, Swarnalok Complex, Governorpet
Eluru Road, Vijayawada - 520 002, AP, India.

Statutory Auditors

Ms. V. Shilpa

Chartered Accountant

P-3, Classic Towers, Ratnamamba Street, Mogalrajapuram
VIJAYAWADA - 520010

Secretarial Auditors

Mr. Kode Hemachand

Practicing Company Secretary

#59/A-28-3/1, 1st Floor, More Super Market
Gurunanak Colony, Vijayawada - 520010, AP.

Listed at - BSE Limited
Corporate Identity Number - L52520AP1990PLC011031

Bankers:

HDFC Bank Ltd
Punjab National Bank

Registrars and Share Transfer Agents

Aarthi Consultants Private Limited

1-2-285, Domalguda

Hyderabad - 500029

Phone:040-27638111 040-27638111 040-27638111 040-27638111

Email:info@aarthicconsultants.com

Web: <http://www.aarthicconsultants.com>

31st ANNUAL GENERAL MEETING

Day, Date : Saturday 25th September, 2021
Venue : D.No. 54-15-3, Srinagar Colony
Ring Road, Vijayawada- 8, AP
Time : 11.00 A.M.

NOTICE

NOTICE is hereby given that the Thirty First Annual General Meeting of the members of the Company will be held on Saturday, the 25th day of September, 2021, at D.No.54-15-3, Srinagar Colony, Ring Road, Vijayawada-8 at 11.00 AM to transact the following business:

AS ORDINARY BUSINESS:

1. To consider and adopt the Audited Financial Statements for the year ended 31st March, 2021 and reports of the Directors and Auditors thereon.
2. To appoint a Director in place of Smt. M.V.N.S. Sushma (DIN: 01890545), who retires by rotation and being eligible, offers herself for re-appointment.

AS SPECIAL BUSINESS:

- 3: To appoint Mr.KarunakarMandava(DIN: 07256176)as Independent Director of the Company:

To consider, and if thought fit, to pass with or without modification, the following Resolution as Special Resolution:

"RESOLVED THAT pursuant to Sec.149, 152 read with Schedule IV and all other applicable provisions of the Companies Act, 2013 and the Companies (Appointment and Qualifications of Directors) Rules, 2014(including any statutory modification(s) or re-enactment thereof for the time being in force) and SEBI(Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended from time to time, and other applicable provisions if any, Mr. KarunakarMandava(DIN: 07256176), who was appointed by the Board of Directors as an Additional Independent Director of the Company with effect from July 15th, 2021 and who holds office up to the date of this Annual General Meeting of the Company in terms of Section 161(1) of the Act and the Articles of Association of the Company, being eligible for appointment and in respect of whom the Company has received a notice in writing from a Member under Section 160(1) of the Act proposing his candidature for the office of Director of the company, be and is hereby appointed as an Independent Director of Company to hold office for a term of five consecutive years commencing from 15thJuly 2021 and not liable to retire by rotation."

BY ORDER OF THE BOARD
SWARNA SECURITIES LIMITED
(Sd/-) (M. MURALI KRISHNA)
Chairman & Managing Director
DIN: 01889812

Regd.Office :

27-1-102, II Floor
Governorpet, Vijayawada-2
Date: 23.08.2021

NOTICE**NOTES:**

- 01 A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF AND SUCH A PROXY NEED NOT BE A MEMBER. THE PROXY FORMS, IN ORDER TO BE EFFECTIVE, SHALL BE LODGED WITH THE COMPANY NOT LESS THAN 48 HOURS BEFORE THE MEETING.
- 02 A person can act as proxy on behalf of members not exceeding 50 (fifty) in number and holding in the aggregate not more than 10 (ten) percent of the total share capital of the Company carrying voting rights. However, a member holding more than ten percent of the total share capital of the Company voting rights may appoint a single person as proxy and such person shall not act as proxy for any other shareholder.
- 03 The Register of Members and Share Transfer Books of the Company will remain closed from Sunday, the 19th day of September, 2021 to Saturday the 25th day of September, 2021 (Both days inclusive).
- 04 Shareholders desiring any information as regards accounts are requested to write to the Company seven days before the date of the Meeting so as to enable the Company to keep the information ready at the meeting.
- 05 As a measure of economy, copies of the Annual Report will not be distributed at the Annual General Meeting. Members are requested to bring their copies of the Annual Report to the Meeting.
- 06 As per SS-2, complete particulars of the venue of the Meeting through route map has been attached herewith the Notice.
- 07 The Statement pursuant to Section 102 of the Companies Act, 2013 ('Act') with respect to item No. 3 forms part of this Notice. Additional Information, pursuant to applicable Regulations of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, and Secretarial Standard on General Meetings issued by the Institute of Company Secretaries of India in respect of Directors seeking appointment/ re- appointment at this Annual General Meeting ('Meeting' or 'AGM') is furnished annexure to this Notice.

- 08 A proxy form is being sent herewith and is annexed to this Annual Report. Only registered members of the Company or any proxy appointed by such registered members may attend the AGM as provided under the provisions of the Companies Act, 2013.
- 09 During the period beginning 24 hours before the time fixed for the commencement of the meeting and ending with the conclusion of the meeting, members would be entitled to inspect the proxies lodged, at any time during the business hours of the Company (10.00 a.m. to 1.00 p.m.), provided not less than 3 days' written notice is given to the Company.
- 10 In case you are holding the Company's shares in dematerialized form, please contact your depository Participant and give suitable instructions to update and to notify any changes with respect to any changes of addresses, email id and other details.
- 11 In case you are holding Company's shares in physical form, please inform Company's RTA to update and to notify any changes with respect to any changes of addresses, email id and other details.
- 12 Corporate members intending to send their authorized representatives to attend the meeting are requested to send to the Company a certified true copy of the Board resolution authorizing their representative to attend and vote on their behalf at the meeting.
- 13 Relevant documents referred to in the accompanying Notice are open for inspection by the members at the registered office of the Company on all working days, between 11.00 A.M. to 1.00 P.M. up to the date of the meeting.
- 14 Members/Proxies are requested to bring the attendance slip annexed to this Annual Report, duly filled in for attending the Meeting.
- 15 The Securities and Exchange Board of India (SEBI) has mandated the submission of Permanent Account Number (PAN) by every participant in securities market. Members holding shares in electronic form are, therefore, requested to submit their PAN to their Depository Participants with whom they are maintaining their demat accounts. Members holding shares in physical form can submit their PAN details to the Company / RTA.

- 16 Electronic copy of the Notice for the 31st Annual General Meeting and the Annual Report 2020-21 are being sent by electronic mode to all the members whose email IDs are registered with the Company /depository participant(s) and for members who have not registered their email addresses, physical copy of the Notice together with the Annual Report will be sent upon request, at free of cost. The Notice together with the Annual Report is also available on the Company's Website <https://www.swarnasecurities.com/financial.php> for their download.
- 17 Under Rule 18 of Companies (Management and Administration) Rules, 2014, Members, who have not registered their E-Mail IDs, are requested to register their email address and changes therein with the Company/RTA in case of physical shares and with Depository Participants in case of dematerialized shares. Members are also requested to provide their Unique Identification Number and PAN (CIN in the case of Corporate Members) to the Company/RTA/ Depository Participants.
- 18 Mr. Kode Hemachand, Company Secretary in Whole Time Practice, (CP No. 13416, M No. 35463), Vijayawada, AP has been appointed as the Scrutinizer to Scrutinize the voting by ballot, remote e-Voting or polling at the meeting in a fair and transparent manner.
- 19 The Company has fixed Saturday, the 18th Sept., 2021 as cut-off date for identifying the Shareholders for determining the eligibility to vote by electronic means or in meeting by the ballot or polling. A persons whose name is recorded in the register of members or in the register of beneficial owners maintained by the depositories as on the cut-off/entitlement date only shall be entitled to avail the facility of remote e-voting as well as voting at the meeting.
- 20 Members may address their queries / communications at swarnasecurities@rediffmail.com
- 21 (i) In compliance with provisions of Section 108 of the Companies Act, 2013 and Rule 20 of the Companies (Management and Administration) Rules, 2014 as amended by the Companies (Management and Administration) Rules, 2015 and Regulation 44 of the SEBI (LODR) Regulations, 2015, the Company is providing members a facility to exercise their right to vote at the Annual General Meeting by electronic means and the business may be transacted through such voting, through e-Voting services provided by Central Depository Services (India) Limited (CDSL).

(ii) The facility for voting through ballot or polling paper shall also be made available at the meeting and members attending the meeting who have not already cast their vote by remote e-Voting shall be able to exercise their right at the meeting.

(iii) The members 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.

E-Voting:

The facility for remote e-Voting shall remain open from 9.00 a.m. on Wednesday, the 22nd September, 2021 to 5.00 p.m. on Friday, the 24th September, 2021. During this period, the members of the Company, holding shares either in Physical Form or in Dematerialized form, as on the cut-off-date, viz., Saturday, the 18th September, 2021, may opt for remote e-Voting.

The e-voting module shall be disabled by CDSL for voting thereafter.

The instructions for e-Voting are as under:

- i) To log on to the e-Voting website www.evotingindia.com
- ii) To Click on Shareholders tab.
- iii) Now enter your **User ID** as given below:
 - ❖ For CDSL: 16 Digits beneficiary ID
 - ❖ For NSDL: 8 Character DP ID followed by 8 Digits Client ID
 - ❖ Members holding shares in Physical Form should enter Folio Number registered with the Company.
- iv) Next enter the Captcha Code as displayed and Click on Login.

v) PASSWORD

- ❖ If you are holding shares in demat form and had logged on to www.evotingindia.com and voted on an earlier voting of any Company, then your existing password is to be used.
 - ❖ If you are the first time user follow the steps given below:
- a) Enter your 10 digit alpha-numeric PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders).

Members who have not updated their PAN with the Company/Depository Participant are requested to use the first two letters of their name and the 8 digits of the sequence number * in the PAN Field.

* Sequence number is available in the address label pasted in the cover and / or in the e-mail sent to Members. In case the sequence number is less than 8 digits, enter the applicable number of 0's before the number after the first two characters of the name in CAPITAL letters. E.g. If your name is Ramesh Kumar with sequence number 1 then enter RA00000001 in the PAN Field.

b) Please enter any one of the following details in order to login:

Date of Birth: Enter the Date of Birth as recorded in your demat account or in the Company records for the said demat account or folio in dd/mm/yyyy format.

Dividend Bank Details: Please enter Dividend Bank Details as recorded in your demat account or in the company records for the said demat account or folio.

If both of the above details are not recorded with the depository or Company, please enter the member ID/Folio Number in the Dividend Bank details field.

vi) After entering these details appropriately, click on "SUBMIT" tab.

vii) Members holding shares in physical form will then directly reach the Company selection screen.

However, members holding shares in demat form will now reach 'Set Password' menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the demat holders for voting for resolutions of any other Company on which they are eligible to vote, provided that Company opts for e-Voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.

viii) For members holding shares in physical form, the details can be used only for remote e-voting on there solutions contained in this Notice.

ix) Click on the relevant EVSN for 'SWARNA SECURITIES LIMITED' on which you choose to vote.

x) On the voting page, you will see "RESOLUTION DESCRIPTION" and against the same the option "YES/NO" for voting. Select the option YES or No as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.

xi) Click on the "RESOLUTION FILE LINK" if you wish to view the entire Resolutions.

xii) After selecting the resolution you have decided to vote on, click on "SUBMIT". A confirmation box will be displayed. If you wish to confirm your vote, click on "OK", else to change your vote, click on "CANCEL" and accordingly modify your vote.

xiii) Once you "CONFIRM" your vote on the resolution, you will not be allowed to modify your vote.

xiv) You can also take out print of the voting done by you clicking on "Click here to Print" option on the Voting page. It need not be sent to the Company.

xv) If demat account holder has forgotten the changed password, then Enter the User ID and Captcha Code and click on Forgot Password & enter the details as prompted by the system.

xvi) Shareholders can also cast their vote using CDSL's mobile app m-Voting available for android based mobiles. The m-Voting app can be downloaded from Google Play Store; Apple and Windows phone users can download the app from the App Store and the Windows Phone Store respectively. Please follow the instructions as prompted by the mobile app while voting on your mobile.

xvii) Institutional shareholders (i.e. other than Individuals, HUF, NRI etc.) are required to log on to <https://www.evotingindia.com> and register themselves as Corporates. After receiving the login details they have to link the account(s) which they wish to vote on and then cast their vote. They should upload a scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, in PDF format in the system for the scrutinizer to verify the same.

- A. In case you have any queries or issues regarding e-Voting, you may refer the Frequently Asked Questions ("FAQs") and e-Voting manual available at www.evotingindia.com under help section or write an email to helpdesk.evoting@cdslindia.com.
- B. Mr. Kode Hemachand, Company Secretary in Whole Time Practice, (CP No. 13416, M No. 35463), Vijayawada, AP has been appointed as the Scrutinizer to scrutinize the e-Voting process in a fair and transparent manner.
- C. Copy of the Notice together with Annual Report 2020-21 are being sent to those Members whose names appear in the Register of Members / statements of beneficial ownership maintained by the Depositories as

on the close of business hours on Saturday, the 18th Sept., 2021. Any person who becomes a member of the Company after the said date and holding shares as on the cut-off date i.e. Saturday, the 18th Sept., 2021 may obtain user ID and Password by sending an email request to info@aarthiconsultants.com. Members may also send a request to the Company Secretary by writing to him at the registered office of the Company.

- D. The Chairman shall, at the general meeting, at the end of discussion on the resolutions on which voting is to be held, allow voting, with the assistance of scrutiner, by use of ballot or polling paper or by using an electronic voting system for all those members who are present at the general meeting but have not cast their votes by availing the remote e-voting facility.
- E. The Scrutinizer shall, immediately after the conclusion of AGM, count the votes cast at the AGM and thereafter, unblock the votes cast through remote e-voting in the presence of at least two witnesses not in employment of the Company. The Scrutinizer shall submit a consolidated Scrutinizer's Report of the total votes cast in favour of or against, if any, not later than 48 hours after the conclusion of the AGM to the Chairman of the Company. The Chairman, or any other person authorized by the Chairman, shall declare the result of the voting forthwith. The Results so declared, along with the Scrutinizer's Report, shall be placed on the Company's website viz. <https://www.swarnasecurities.com>. The results shall also be forwarded to stock exchange.

**PARTICULARS OF DIRECTORS RE-APPOINTED IN
PURSUANCE TO CLAUSE 49 OF THE LISTING
AGREEMENT**

- 01 Smt. M.V.N.S. Sushma is a graduate in Science and has more than 20 years of experience in the fields of Hire Purchase and Construction. She is the director of M/s Siva Credits (P) Limited and other companies.
- 02 Sri M. Karunakar is a Graduate in B.A., B.L. and has more than 15 year of experience in fields of Finance, Real Estate etc.,

EXPLANATORY STATEMENT

(Pursuant to the provisions of Section 102 (1) and Section 110 of the Companies Act, 2013)

The following statement sets out the all-material facts relating to special businesses mentioned in the accompanied Notice:

Item No: 3:**To Appoint Mr. Karunakar Mandava (DIN: 07256176) as Independent Director of the Company:**

The Board of Directors of the Company appointed, Mr. Karunakar Mandava (DIN: 07256176) as an Additional Director of the Company with effect from 15.07.2021, pursuant to the provisions of Section 161(1) of the Companies Act, 2013("Act") and the Articles of Association of the Company.

In terms of the provisions of Section 161(1) of the Act, Mr. Karunakar Mandava will hold office up to the date of the ensuing Annual General Meeting. The Company has received a notice in writing from a member along with the deposit of requisite amount under Section 160(1) of the Act proposing the candidature of Mr. Karunakar Mandava for the office of Independent Director of the Company. Mr. Karunakar Mandava is not disqualified from being appointed as a Director in terms of Section 164 of the Act and has given his consent to act as a Director. The Company has received a declaration from Mr. Karunakar Mandava that he meets with the criteria of independence as prescribed under sub-section (6) of Section 149 of the Act and SEBI Listing Regulations. The resolution seeks the approval of members for the appointment of Mr. Karunakar Mandava as an Independent Director of the company up to July 14, 2026 pursuant to Section 149 and other applicable provisions of the Act and Rules made there under. He is not liable to retire by rotation.

In the opinion of the Board, Mr. Karunakar Mandava fulfils the conditions for his appointment as an Independent Director as specified in the Act and SEBI Listing Regulations. Mr. Karunakar Mandava is independent of the management and possesses appropriate skills, experience and knowledge.

Brief Resume: Mr. Karunakar Mandava has very rich experience of 15 years in the fields of Finance, Hospitality, Real Estate, Business Development etc. He is graduated in B.A, B.L. His interests include venturing in to new assignments, reading books etc.

Keeping in view his expertise and knowledge, it will be in the interest of the Company that Mr. Karunakar Mandava is appointed as an Independent Director of the Company.

Mr. Karunakar Mandava does not hold by himself or for any other person on a beneficial basis, any shares in the Company. The Board considers that his association would be of immense benefit to the Company and it is desirable to continue to avail services of Mr. Karunakar Mandava as an Independent Director. Accordingly, the Board recommends the said resolution for the approval of the shareholders. Copy of the draft letter for appointment of Mr. Karunakar Mandava as an Independent Director setting out the terms and conditions is available for inspection by members at the registered office of the Company.

Except Mr. Karunakar Mandava being an appointee, none of the Directors and Key Managerial Personnel of the Company and their relatives is concerned or interested, financial or otherwise, in the resolution set out at Item No.3. This Explanatory Statement may also be regarded as a disclosure Regulation 27 of SEBI (Listing obligations and disclosure Requirements) Regulations, 2015.

A brief profile of the Independent Director to be re-appointed, including the nature of his expertise and other disclosures as required under Regulation 36 of SEBI (Listing Obligation and Disclosure requirements) Regulations, 2015 is provided in Annexure-A to this notice.

**BY ORDER OF THE BOARD
SWARNA SECURITIES LIMITED**

(Sd/-)

(M. MURALI KRISHNA)

Chairman & Managing Director

DIN: 01889812

Regd.Office :

27-1-102, II Floor

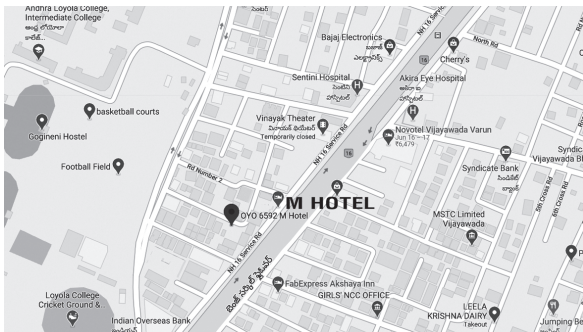
Governorpet, Vijayawada-2

Date: 23.08.2021

Information in respect of Director seeking re-appointment as required under the Secretarial Standards on General Meetings issued by ICSI:-

Name of the Director	M. V.N.S. Sushma
Date of Appointment including terms and conditions of appointment	She was Re-appointed in the AGM held on 27/06/2019 upon retirement by rotation.
Date of first appointment on the Board	11.07.2008
Date of Birth	02.11.1966
Directorships in other Companies	1.Siva Credits (P) Ltd., 2.Muthavarapu Leasing (P) Ltd., 3.Kandhari Hotels (P) Ltd., 4. Swarna Spinning Mills Pvt. Ltd., 5.MMK Farms (P) Ltd., 6. Bezawada Real Estates Pvt. Ltd.,
Details of Remuneration sought to be paid and the remuneration last drawn by such Person	N.A.
Shareholding in the Company as on 31.03.2021	237400
Number of Meetings of the Board attended during the year	07

ROUTE MAP



ANNEXURE-A

Details of Directors seeking appointment/ re-appointment at the Annual General Meeting

[pursuant to Regulation 36(3) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015]

Name of the Director	Mr. Karunakar Mandava
Date of Birth	01/08/1972
Date of Appointment	15-07-2021
Relationship with other Directors	None
Expertise in specific functional areas:	He has very rich experience of 15 years in the fields of Finance, Hospitality, Real Estate, Business Development etc.
Qualifications	BA., BL
Board Membership of other Listed Companies as on March 31, 2021	NIL
Chairman/Member of the Committee of the Board of Directors of Diligent Industries Limited as on March 31, 2021	NIL
Chairman/Member of the Committee of Directors of other companies in which he is a director as on March 31, 2021	NIL
a) Audit Committee	NIL
b) Stakeholders' Relationship	NIL
c) Nomination and Remuneration Committee	NIL
Number of shares held in the Company as on March 31, 2021	NIL

DIRECTORS' REPORT

Your Directors take pleasure in presenting their 31st Annual Report and the Audited Financial Statements of the Company for the year ending 31st March, 2021.

FINANCIAL RESULTS:	(Rupees in Lakhs)	
	Current Year	Previous Year
Total Income	106.68	97.64
Less: Expenditure	32.10	27.18
	<hr/>	<hr/>
Profit before depreciation	74.58	70.46
Less: Depreciation	00.02	00.02
	<hr/>	<hr/>
Profit before tax	74.56	70.44
Less/Add: Provision for Taxation	13.28	13.00
	<hr/>	<hr/>
Profit after tax	61.28	57.44
Add: Surplus carried forward	-30.06	-87.50
	<hr/>	<hr/>
Balance Carried to Balance Sheet	31.22	-30.06
	<hr/>	<hr/>

DIVIDEND:

Due to constraints of profit, the Board do not recommend any dividend for the year 2020-21.

REVIEW OF OPERATIONS:

With the surrender of the NBFC certificate of registration to the Reserve Bank of India, the Company has stopped the business of non-banking finance company. There has been no fresh issue of any loans during the year. The Company has only been collecting the outstanding dues from its borrowers. Therefore, there is no business in the Company, has some non-operating income in the form of rent / lease.

PUBLIC DEPOSITS:

The Company had neither accepted nor held any public deposits during the year under review. In pursuance to Clause 5 (Part III) of the Non-Banking Finance Companies (Reserve Bank) Directions, 1998, your Directors wish to state that as on 31st March, 2021 there are no depositors who have not claimed or to whom the amount was not paid by the Company after the date on which the deposits became due for repayment and as on date there are no deposits that are matured and remained unclaimed or deposits that are claimed and remained unpaid.

FUTURE PROSPECTS:

After coming out of the non-banking finance business as mentioned hereinabove, the Company is intending to venture in to real estate and development sector. Plans are afoot to diversify the activities of the company in to other business sectors.

DIRECTORS:

To appoint a Director in place of Smt. M.V.N.S. Sushma (DIN: 01890545), who retires by rotation and being eligible, offers herself for re-appointment.

There are no changes in the Board of Directors during the financial year under review. But sad to inform that Mr. Sridhar Kolluri (DIN: 01890628), Director of the Company died due to Covid-19 on 22.04.2021. The Board pray the almighty to give sufficient fortitude to the bereaved family members to withstand the irreparable loss.

Appointments / Re - appointments:

In view of the sad demise of Mr. Sridhar Kolluri, the Board had appointed Mr. Karunakar Mandava in it's meeting held on 15.07.2021 as an Additional Independent Director to ensure the compliance with SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and his term will be till the conclusion of the ensuing Annual General Meeting.

STATEMENT ON DECLARATION GIVEN BY INDEPENDENT DIRECTORS:

All Independent Directors have given declarations that they meet the criteria of independence as laid down under Section 149 (6) of the Companies Act, 2013 and Regulation 16 (b) of SEBI (LODR) Regulations, 2015.

DIRECTORS' RESPONSIBILITY STATEMENT:

Your Directors wish to confirm that:

- (i) in the preparation of annual accounts for the year ended 31st March, 2021, the applicable accounting standards read with requirements set out under Schedule III to the Act, have been followed and there are no material departures from the same;
- (ii) such accounting policies have been selected and applied consistently and judgments and estimates are made that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at 31st March, 2021 and of the profit of the company for the year ended on that date;
- (iii) proper and sufficient care has been taken for maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safe guarding the assets of the Company and for preventing and detecting fraud and other irregularities;

- (iv) accounts for the financial year ended on 31st March, 2021 are prepared on a going-concern basis.
- (v) internal financial controls to be followed by the Company has been laid down and such internal financial controls are adequate and are operating effectively; and
- (vi) proper systems have been devised to ensure compliance with the provisions of all applicable laws and such systems are adequate and operating effectively.

INTERNAL FINANCIAL CONTROLS:

The Company has in place adequate internal financial controls with reference to the financial statements. During the year, such controls were tested and no reportable material weakness in design or operation were observed.

CONSERVATION OF ENERGY&TECHNOLOGY ABSORPTION:

Your Company not being a manufacturing company and no active business is carried out, therefore the Company has no particulars to report in respect of Conservation of Energy and Technology Absorption as required under rule 8(3) of the Companies (Accounts) Rules, 2014. However, efforts are made to further reduce energy consumption.

STATUTORY AUDITORS:

Ms. V. Shilpa, Chartered Accountant, the Auditor of the Company, was appointed as such during the 27th Annual General Meeting of the Company to hold office till the conclusion of the 33rd Annual General Meeting. Therefore, she hold the office as statutory auditor of the Company till the conclusion of the 33rd Annual General Meeting of the Company.

AUDITOR'S REPORT:

The observations made in the audit report are self-explanatory as given in the notes of accounts attached thereto and do not call for any further comments. The Auditor's Report does not contain any qualification, reservation or adverse remark.

SECRETARIAL AUDITOR&REPORT:

The Board has appointed Sri K. Hemachand, Practicing Company Secretary, to conduct the Secretarial Audit for the financial year 2020-21. The Secretarial Audit Report for the financial year ended 31st March, 2021 is annexed herewith as "Annexure - I". The report does not contain any qualification, reservation or adverse remark.

The late caused in submission of details regarding the voting results of the 30th Annual General Meeting under Regulation 44 (3) of the SEBI (LODR) Regulations, 2015 is inadvertent only.

EXTRACT OF ANNUAL RETURN:

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

MEETINGS:

A calendar of meetings is prepared and circulated in advance to the Directors. During the year Seven Board Meetings and four Audit Committee Meetings were convened and held; the details of which are given in the Corporate Governance Report. The intervening gap between the Meetings was within the period prescribed under the Companies Act, 2013.

LISTING:

The shares of the Company were listed in BSE Ltd., Mumbai and the listing fee has been paid up to financial year 2020-21.

CORPORATE GOVERNANCE:

A detailed report on Corporate Governance along with the certificate from the Auditors of the Company regarding compliance of Corporate Governance as stipulated under clause 49 of the listing agreement is attached to this report.

SUBSIDIARY COMPANIES:

The Company does not have any subsidiaries.

HUMAN RESOURCES:

There are no employees covered in terms of the provisions of section 197(12) of the Act read with Rules 5(2) and 5(3) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 to furnish the particulars mentioned in Rule 5(1) thereof.

FOREIGN EXCHANGE INFLOW & OUTGO:

There has been no foreign exchange inflow or outgo in the current year.

RISK MANAGEMENT FRAMEWORK:

Risk management is embedded in your Company's operating framework. Your Company believes that managing risks helps in maximizing returns. The Company's approach to addressing business risks is comprehensive and includes periodic review of such risks and a framework for mitigating controls and reporting mechanism of such risks. The risk management framework is reviewed periodically by the Board and the Audit Committee.

CORPORATE SOCIAL RESPONSIBILITY (CSR):

The present financial position of your Company does not mandate the implementation of corporate social responsibility activities pursuant to the provisions of Section 135 and Schedule VII of the Companies Act, 2013. The

Company will constitute CSR Committee, develop CSR policy and implement the CSR initiatives whenever it is applicable to the Company.

AUDIT COMMITTEE:

The Board has constituted Audit Committee as per the provisions of Section 177 of the Companies Act, 2013 and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. The composition, attendance, powers and role of the Audit Committee are included in Corporate Governance Report. All there commendations made by the Audit Committee were accepted by the Board of Directors.

ANNUAL EVALUATION OF BOARD PERFORMANCE AND PERFORMANCE OF ITS COMMITTEES AND OF DIRECTORS:

Pursuant to the provisions of the Companies Act, 2013 and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Board has carried out the annual performance evaluation of its own performance and the Directors individually as well as the evaluation of the working of its Audit and other Committees.

A structured questionnaire was prepared after taking into consideration inputs received from the Directors, covering various aspects of the Board's functioning such as adequacy of the composition of the Board and its Committees, Board culture, execution and performance of specific duties, obligations and governance. A separate exercise was carried out to evaluate the performance of individual Directors including the Chairman of the Board, who were evaluated on parameters such as level of engagement and contribution, independence of judgment, safeguarding the interest of the Company and its minority shareholders etc. The performance evaluation of the Independent Directors was carried out by the entire Board. The performance evaluation of the Chairman and the Non-Independent Directors was carried out by the Independent Directors who also reviewed the performance of the Secretarial Department. The Directors expressed their satisfaction with the evaluation process.

ADEQUACY OF INTERNAL FINANCIAL CONTROLS WITH REFERENCE TO THE FINANCIAL STATEMENTS:

The Board has adopted policies and procedures for ensuring the orderly and efficient conduct of its business, including adherence to the Company's policies, safeguarding of its assets, prevention and detection of frauds and errors, accuracy and completeness of the accounting records, and timely preparation of reliable financial disclosures. The Internal Audit Reports were reviewed periodically by Audit Committee as well as by the Board.

Further, the Board annually reviews the effectiveness of the Company's internal control system. The Directors and Management confirm that the Internal Financial Controls (IFC) is adequate with respect to the operations of the Company. A report of Auditors pursuant to Section 143(3) (i) of the Companies Act, 2013 certifying the adequacy of Internal Financial Controls is annexed with the Auditors report.

NOMINATION AND REMUENRATION POLICY:

A committee of the Board named as "Nomination and Remuneration Committee" has been constituted to comply with the provisions of section 178 of Companies Act, 2013 and Regulation 19 of SEBI (LODR) Regulations, 2015 to recommend a policy of the Company on directors' appointment and remuneration, including criteria for determining qualifications, positive attributes, independence of a director and other matters and to frame proper systems for identification, appointment of Directors & KMPs, Payment of Remuneration to them and Evaluation of their performance and to recommend the same to the Board from time to time. The policy is also posted in the investors section of the company's website.

POLICY ON DIRECTOR'S APPOINTMENT AND REMUNERATION AND OTHER MATTERS:**(a) Procedure for Nomination and Appointment of Directors:**

The Nomination and Remuneration Committee has been formed pursuant to and in compliance with Regulation 19 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and pursuant to Section 178 of the Companies Act, 2013. The main object of this Committee is to identify persons who are qualified to become directors and who may be appointed in senior management of the Company, recommend to the Board their appointment and removal and shall carry out evaluation of every Director's performance, recommend the remuneration package of both the Executive and the Non-Executive Directors on the Board and also the remuneration of Senior Management, one level below the Board. The Committee reviews the remuneration package payable to Executive Director(s) and recommends to the Board the same and acts in terms of reference of the Board from time to time.

On the recommendation of the Nomination and Remuneration Committee, the Board has adopted and framed a Nomination and Remuneration policy for the Directors, Key Managerial Personnel and other employees pursuant to the provisions of the Companies Act, 2013 and SEBI Listing Regulations.

The remuneration paid to Directors, Key Managerial Personnel and all other employees is in accordance with the Nomination and Remuneration policy of the Company.

The Nomination and Remuneration Policy and other matters provided in Section 178 (3) of the Act and Regulation 19 of SEBI Listing Regulations have been disclosed in the Corporate Governance Report, which forms part of this Annual Report.

(b) Familiarization/Orientation program for Independent Directors:

It is the general practice of the Company to notify the changes in all the applicable laws from time to time in every Board Meeting conducted.

The details of such familiarization programs for Independent Directors are posted on the website of the Company <https://www.swarnasecurities.com/index.php>.

PARTICULARS OF LOANS, GUARANTEES AND INVESTMENTS:

No Loans, Guarantees and Investments under the provisions of Section 186 of the Companies Act, 2013 are given during the financial year.

DEPOSITS:

The Company has neither accepted nor renewed any deposits falling within the provisions of Sections 73 and 76 of the Companies Act, 2013 read with the Companies (Acceptance of Deposits) Rules, 2014 from the its member and public during the Financial Year.

POLICY ON PREVENTION, PROHIBITION AND REDRESSAL OF SEXUAL HARASSMENT AT WORK PLACE:

Your Company strongly supports the rights of all its employees to work in an environment, free from all forms of harassment. The Company has adopted a Policy on Prevention, Prohibition and Redressal of Sexual Harassment at workplace as per the provisions of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 and the Rules made there under. The policy aims to provide protection to Employees at the workplace and prevent and redress complaints of sexual harassment and for matters connected or incidental thereto, with the objective of providing a safe working environment, where Employees feel secure. The Company has proper procedures in place to address the concerns and complaints of sexual harassment and to recommend appropriate action.

The Company has not received any complaint on sexual harassment during the year.

VIGIL MECHANISM / WHISTLE BLOWER POLICY:

The Company has a Whistle Blower Policy framed to deal with instance of fraud and mismanagement if any, in the Company. The details of the Policy are explained in the Corporate Governance Report and also posted on the website of the Company <https://www.swarnasecurities.com/index.php>.

RELATED PARTY TRANSACTIONS:

During the year under review, there were no related party transactions. Hence, a disclosure in Form AOC-2 Is not applicable. As required under Regulation 46 (2) (g) of SEBI (LODR) Regulations, 2015, the Company has developed a Policy on Related Party Transactions in accordance with provisions of all applicable laws for the purpose of identification and monitoring of such transactions. The Policy on dealing with related party transactions is available on the website of the Company <https://www.swarnasecurities.com/index.php>.

MANAGEMENT DISCUSSION AND ANALYSIS:

A detailed report on Management Discussion and Analysis as stipulated under clause 49 of the listing agreement is attached to this report.

CORPORATE GOVERNANCE REPORT:

The Company has been making every endeavor to bring more transparency in the conduct of its business. As per the requirements of the per SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 a compliance report on Corporate Governance for the year 2020-21 and a Certificate from the Practicing Company is furnished, which form part of this Annual Report.

SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS:

No orders passed by the Any Regulator / Courts which would impact the future operations / going concern status of the Company.

MATERIAL CHANGES AND COMMITMENTS:

There were no material changes and commitments affecting the financial position of the Company that have occurred between the end of the Financial Year 2020-21 of the Company and the date of the report.

APPRECIATION:

Your Directors wish to place on record their sincere appreciation to the Company's customers, Bankers, Financial Institutions and shareholders for their continued support and faith in the Company. A word of appreciation is also due to the employees of the Company for their hard work and commitment.

For and on behalf of the Board

Place: VIJAYAWADA

Date : 23.08.2021

(Sd/-)

**M. Murali Krishna
Chairman & Managing Director
DIN: 01889812**

Annexure - I
Form NO. MR-3

SECRETARIAL AUDIT REPORT
for the Financial Year Ended 31st March, 2021

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

To,

The Members,
SWARNA SECURITIES LIMITED

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

Based on my verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, I hereby report that in my opinion, the company has, during the audit period covering the financial year ended on March 31, 2021, complied with the statutory provisions listed here under 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 the Company for the financial year ended on March 31, 2021, according to the provisions of:

- i. The Companies Act, 2013 (the Act) and the Rules made there under.
- ii. The Securities Contract (Regulation) Act, 1956('SCRA') and the Rules made there under.
- iii. The Depositories Act, 1996 and the Regulations and Bye-laws framed there under.

IV. Foreign Exchange Management Act, 1999 and the rules and regulations made there under to the extent of Foreign Direct Investment, Overseas Direct Investment.

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, 2015;
- c) The Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014. (Not applicable to the Company during the period of audit);
- d) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;
- e) The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015;
- f) Securities and Exchange Board of India (Buy-back of Securities) Regulations, 2018. (Not applicable to the Company during the period of audit);
- g) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018. (Not applicable to the Company during the period of audit);
- h) The Securities and Exchange Board of India (Share Based on Employee Benefits) Regulations, 2014; (Not applicable to the Company during the period of audit);
- i) The Securities and Exchange Board of India (Issue and listing of Debt Securities) Regulations, 2008; (Not applicable to the Company during the period of audit);
- j) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993; regarding the Company Act and dealing with client;

- k) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009; (Not applicable to the Company during the period of audit); and
- l) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 2018; (Not applicable to the Company during the period of audit).
- m) SEBI (Issue and Listing of Non-convertible redeemable preferential shares) Regulation, 2013; (Not applicable to the Company during the period of audit).
- n) Other laws specifically applicable to the company as per the representations made by the management. We have also examined compliance with the applicable clauses of the following:
 - i. Secretarial Standards issued by The Institute of Company Secretaries of India was applicable and compiled.
 - ii. The Listing Agreements entered into by the Company with BSE Limited.
 - iii. The Company has given all publications as required relating to Board Meetings, Annual General Meetings and unaudited financial results.
 - iv. Section 203 of the Companies Act, 2013 is complied. The company had made its entire good attempt to appoint a company secretary and compiled.
 - v. The website of the Company is updated as per the requirements.
 - vi. The company has appointed the internal auditor and met the compliance.

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

Company has complied with Regulation 44 (3) of the SEBI (LODR) Regulations, 2015 lately, therefore company paid SOP Penalty of Rs. 11,800/- to BSE Limited.

We further report that

The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. 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.

Decisions at the Board Meetings are carried out unanimously as recorded in the Minutes.

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

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

Place : VIJAYAWADA
Date : 21/05/2021

CS KODE HEMACHAND
Practicing Company Secretary

(Sd/-)
Mem. No. 35463
CP No. 13416
UDIN : A035463C000352516

ANNEXURE 'A'

To,

**The Members,
SWARNA SECURITIES LIMITED**

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

1. Maintenance of secretarial record is the responsibility of the management of the company. Our responsibility is to express an opinion on the sesecretarial records based on our audit on SWARNA SECURITIES LIMITED Annual Report 2020-21.
2. We have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. We believe that the processes and practices, we followed, provide a reasonable basis favour opinion.
3. We have not verified the correctness and appropriateness of financial records and Books of Accounts of the Company.
4. Where ever required, we have obtained the Management Representation about the compliance of laws, rules and regulations and happening of events etc.
5. The compliance of the provisions of Corporate and other applicable laws, rules, regulations, standards, is the responsibility of management. Our examination was limited to the verification of procedures on test basis.
6. The Secretarial Audit report is neither an assurance as to the further viability of the company nor of the efficacy or effectiveness and with which the management has conducted the affairs of the Company.

Place : VIJAYAWADA
Date : 21/05/2021

CS KODE HEMACHAND
Practicing Company Secretary

(Sd/-)
Mem. No. 35463
CP No. 13416

Annexure - II
FORM NO. MGT 9
EXTRACT OF ANNUAL RETURN

As on financial year ended on 31.03.2021
Pursuant to Section 92 (3) of the Companies Act, 2013 and rule 12(1) of
the Company (Management & Administration) Rules, 2014.

I. REGISTRATION & OTHER DETAILS:

1.	CIN	L52520AP1990PLC011031
2.	Registration Date	19.02.1990
3.	Name of the Company	Swarna Securities Limited
4.	Category/Sub-category of the Company	Public Limited Company
5.	Address of the Registered office & contact details	II Floor, Swarnalok Complex Governorpet VIJAYAWADA – 520 002
6.	Whether listed company	Yes
7.	Name, Address & contact details of the Registrar & Transfer Agent, if any.	Aarathi Consultants (P) Limited Regd. Office :1-2-285 Domalguda, HYDERABAD-500 029

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)

S. No.	Name and Description of main products / services	NIC Code of the Product/ service	% to total turnover of the company
1	Rent from Immovable Property	681	97.09%

III. SHARE HOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity) Category-wise Share Holding

Category of Shareholders	No. of Shares held at the beginning of the year (as on 31/03/2020)			No. of Shares held at the end of the year (as on 31/03/2021)			% change during the year
	Demat	Physical	Total	Demat	Physical	Total	
A. Promoters							
(1) Indian							
a) Individual/HUF	1910657	--	1910657	1910657	--	1910657	63.69%
b) Central Govt							
c) State Govt(s)							
d) Bodies Corp.							
e) Banks / FI							
f) Any other							
Total shareholding of Promoter (A)	1910657	--	1910657	1910657	--	1910657	63.69%
							--
B. Public Shareholding							
1. Institutions							
a) Mutual Funds							
b) Banks / FI	250000	--	250000	250000	--	250000	8.33%
							8.33%

c) Central Govt																	
d) State Govt(s)																	
e) Venture Capital Funds	---	2000	2000	0.07%	---	2000	2000	0.07%	---	2000	2000	0.07%	---				
f) Insurance Companies																	
g) FIs																	
h) Foreign Venture Capital Funds																	
i) Others (specify)																	
Sub-total (B)(1):	250000	2000	252000	8.40%	250000	2000	252000	8.40%	250000	2000	252000	8.40%	250000				---
2. Non-Institutions																	
a) Bodies Corp.																	
i) Indian	16125	54100	70275	2.34%	16125	54100	70225	2.34%	16125	54100	70225	2.34%	16125				---
ii) Overseas																	
b) Individuals																	
i) Individual shareholders holding nominal share capital upto Rs. 2 lakhs	88855	267600	356455	11.88%	92050	260300	352350	11.75%	92050	260300	352350	11.75%	92050				-0.13

ii) Individual shareholders holding nominal share capital in excess of Rs 2 lakhs	279413	0	279413	283518	0	283518	09.45%	283518	0.13
c) Others (specify)	--	130250	130250	--	130250	130250	4.34%	130250	---
Non Resident Indians									
Overseas Corporate Bodies									
Foreign Nationals		0	1000	1000	0	1000	0.03%	1000	---
Clearing Members									
Trusts									
Foreign Bodies - D R									
Sub-total (B)(2):	385393	451950	837343	392693	444650	837343	27.91%	837343	--
Total Public									
Shareholding									
(B)=(B)(1)+ (B)(2)	635393	453950	1089343	642693	446650	1089343	36.31%	1089343	--
C. Shares held by Custodian for GDRs & ADRs									
Grand Total (A+B+C)	2546050	453950	3000000	2553350	446650	3000000	100%	3000000	--

B) Shareholding of Promoter-

S. No.	Shareholder's 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	M. Murali Krishna	718750	23.96%	--	718750	23.96%	--	--
2	M.V.N.S. Sushma	237400	7.91%	--	237400	7.91%	--	--
3	Siva Credits (P) Ltd.	482657	16.09%	--	482657	16.09%	--	--
4	P. Kasturi	348200	11.61%	--	348200	11.61%	--	--
5	G.V. Chandra Rao	123650	4.12%	--	123650	4.12%	--	--

**D) Shareholding Pattern of top ten Shareholders:
(Other than Directors, Promoters and Holders of GDRs and ADRs):**

S.No.	For Each of the Top 10 Shareholders	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
	At the beginning of the year				
	Date wise Increase / Decrease in Shareholding during the year specifying the reasons for increase /decrease (e.g. allotment / transfer / bonus/ sweat equity etc) :		As per Schedule -I		
	At the end of the year/				

E) Shareholding of Directors and Key Managerial Personnel:

S. No.	Shareholding of each Directors	Shareholding at the beginning of the year		Increase/ Decrease Shares	Increase/ Decrease Shares %age	Cumulative Shareholding during the year	
		No. Of Shares	% of total shares of the company			No. of shares	% of total shares of the company
1.	M Muralikrishna						
	At the beginning of the year	718750	23.96%				
	At the end of the year					718750	23.96%
2.	M.V.N.S. Sushma						
	At the beginning of the year	237400	7.91%				
	At the end of the year					237400	7.91%
3.	K. Sridhar						
	At the beginning of the year	100	0%				
	At the end of the year					100	0%
4.	S.V.E.Ch. Vidya Sagar						
	At the beginning of the year	100	0%				
	At the end of the year					100	0%

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

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

IN

V. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL-

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

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

C. REMUNERATION TO KEY MANAGERIAL PERSONNEL OTHER THAN MD/MANAGER/WTD

S.No.	Particulars of Remuneration	Key Managerial Personnel			
		CEO	CS	CFO	Total
1	Gross salary		230000	--	230000
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	--	230000	--	230000
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961				
	(c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961				
2	Stock Option				
3	Sweat Equity				
4	Commission				
	- as % of profit				
	others, specify...				
5	Others, please specify				
	Total	--	230000	--	230000

VI. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES:

Type	Section of the Companies Act	Brief Description	Details of Penalty / Punishment/ Compounding fees imposed	Authority [RD / NCLT/ COURT]	Appeal made, if any (give Details)
A. COMPANY					
Penalty					
Punishment					
Compounding					
B. DIRECTORS					
Penalty					
Punishment					
Compounding					
C. OTHER OFFICERS IN DEFAULT					
Penalty					
Punishment					
Compounding					

N/A

**Schedule-1 to Annexure B: Form MGT-9 EXTRACT OF ANNUAL RETURN
Shareholding pattern of top 10 shareholders (Other than Directors, Promoters, Holders of ADRs, GDRs)**

S.No.	Name	Shareholding		Date	Increase / Decrease in shareholding	Reason	Cumulative shareholding during the year	
		No. of shares at the beginning / end of the year	% of total shares of the Company				No. of shares	% of total shares of the Company
1.	A.P.I.D.C. Ltd.,	250000	8.33%				250000	8.33%
2.	Ch.V. Narasimha Rao	134869	4.50%				134869	4.50%
3.	Haridar Kankar	78250	2.61%				78250	2.61%
4.	M. Sai Venkatesh	91284	3.04%		4125	Transfer	95409	3.18%
5.	Sri Krishnadevaraya Hatcheries (P) Ltd.	51400	1.71%				51400	1.71%
6.	K. Srinivasa Reddy	50000	1.67%				50000	1.67%
7.	K. Venkata Narayana	53260	1.78%		--20	Transfer	53240	1.78%
8.	Muthavarapu Leasing (P) Ltd.,	16124	0.54%				16124	0.54%
9.	M. Swarna Priya	-----	0.00%		12798	Transfer	12798	0.43%
10.	G.g.Agarwal	11800	0.39%				11800	0.39%

**For SWARNA SECURITIES LIMITED
(Sd/-)**

**M. Murali Krishna
Chairman & Managing Director
DIN: 01889812**

**Place: VIJAYAWADA
Date : 23.08.2021**

REPORT ON CORPORATE GOVERNANCE

- I. Your Company has been practicing the principles of good corporate governance and lays a strong emphasis on transparency, accountability and integrity. All the matters of strategy, significant developments etc., are routinely placed before the Board. The Audit, Share Transfer and Investor Grievance Committees meet regularly to consider the aspects relevant to each committee.

II. BOARD OF DIRECTORS

a) Composition and Category of Directors as on 31st March, 2021

S No	Name of Director	Category	Designation	No. of shares held
1	Sri M Murali Krishna	Executive Director	Chairman and Managing Director	7,18,750
2	Smt.M.V.N.S. Sushma	Non-Executive Director and Non-Independent Director	Director	2,37,400
3	Sri Pradeep Kumar	Independent Director	Director	NIL
4	Sri K Sridhar	Independent Director	Director	100
5	Sri V.E.Ch. Vidya Sagar	Independent Director	Director	100

Selection criteria of Board Members

The Nomination and Remuneration Committee in accordance with the Company's Policy for determining the qualifications, positive attributes and independence of director and the requirements of the skill-sets of the Board considers eminent persons having an independent standing in their respective field and who can effectively contribute to the Company's business, for appointment of new Directors on the Board. The Policy for determining the qualifications, positive attributes and independence of director is available on the website of the Company.

The Nomination and Remuneration Committee works with the Board to determine the appropriate characteristics, skills and experience required for the Board as a whole and for individual member. The Company has adopted Guidelines on selection criteria of Board members, which is available on the website of the Company.

Skills of Directors

Your Board aims to be comprised of Directors with the appropriate mix of skills, experience, expertise and diversity relevant to the Company's business and the Board's responsibilities. The objectives of the skills matrix adopted by the Board are to:

- ❖ Identify the skills, knowledge, experience and capabilities that are considered to be desirable by Board as a whole, in order for the Board to fulfill its role and in light of the Company's strategic direction;
- ❖ Ascertain the current skills, knowledge, experience and capabilities of the Board, and provide the incumbent Directors with an opportunity to reflect upon and discuss the current composition of the Board; and
- ❖ Identify any gaps in skills or competencies that can be addressed in future Director Appointments.

Your Board considers the following key skills set out in the matrix collectively, which it considered to be desired of the Board of Directors of the Company:

Board skills and experience

S1- Industry expertise

S2- Executive leadership and Board experience

S3- Expertise in financial matters

S4- Corporate Governance

S5- Strategy & Risk Management

S6- Health, safety, environment and sustainability

S7- M&A/Capital Markets

S8- Sales, Marketing and Market Strategy

Board Competency Matrix:

Board of Directors	S1	S2	S3	S4	S5	S6	S7	S8
Sri M Murali Krishna	✓	✓	✓	✓	✓	✓	✓	✓
Smt. M.V.N.S. Sushma	✓	✓	✓	✓	✓	✓	✓	×
Sri Pradeep Kumar	×	✓	✓	✓	✓	✓	✓	✓
Sri K Sridhar	✓	✓	✓	✓	×	×	✓	✓
Sri V.E.Ch. Vidya Sagar	×	✓	✓	✓	✓	✓	✓	✓

The current composition of your Company's Board includes directors with core industry experience and has all the key skills and experience set out above.

Relationship among Directors

None of the Independent Directors are related to each of other Directors on the Board. Sri M Murali Krishna and Smt. M.V.N.S. Sushma are husband and wife.

b) b) Attendance of each Director at the Board Meetings and the last AGM

Director	No. of Board Meetings held	No of Board Meetings Attendance	Last AGM Attendance (Yes/No)
Sri M Murali Krishna	07	07	Yes
Smt. M.V.N.S. Sushma	07	07	Yes
Sri Pradeep Kumar	07	07	Yes
Sri K Sridhar	07	07	Yes
Sri V.E.Ch. Vidya Sagar	07	07	Yes
Sri M. Anil Kumar, Compliance Officer & Company Secretary	07	01	NA

c) Number of Other Directorships or Board Committees he/she is a member or chairperson of

Name of Director	Number of Directorships	No of Member ships in Board Committees Other than SSL	Whether Member or Chairman
Sri M. Murali Krishna	10	1	Chairman
Sri M.V.N.S.Sushma	06	-	-
Sri Pradeep Kumar	0	-	-
Sri K Sridhar	0	-	-
Sri V.E.Ch. Vidya Sagar	0	-	-

d) Number of Board Meetings held and dates on which held

Seven Board Meetings were held during the financial year from 01.04.2020 to 31.03.2021. The dates on which the meetings were held are as follows:

10.04.2020, 29.05.2020, 23.06.2020, 23.07.2020, 29.07.2020, 05.11.2020 and 09.02.2021.

III. AUDIT COMMITTEE

a) Terms of Reference:

The responsibilities of the Audit Committee include the overseeing of the financial reporting process to ensure a proper disclosure of the financial statements; recommending appointment/removal of the external auditors and fixing their remuneration; reviewing the quarterly, half yearly and annual financial results before submission to the Board; reviewing the adequacy of internal control systems; structure and staffing of the internal audit function, reviewing findings of the internal investigations and to make recommendations to the Board on any matter relating to the financial management of the Company including the Audit Report.

b) Composition

The Audit Committee consists of the following non-executive Independent Directors

1. Sri Pradeep Kumar	Chairman
2. Sri K Sridhar	Member
3. Sri V.E.Ch. Vidya Sagar	Member

c) Meetings and Attendance of the Audit Committee during the year

A total of 4 meetings were held during the financial year from 01.04.2020 to 31.03.2021 on 23.06.2020, 23.07.2020, 05.11.2020 and 09.02.2021.

All the Members and the Chairman attended all the meetings.

IV. NOMINATION AND REMUNERATION COMMITTEE:

a) The Nomination and Remuneration Committee has been formed in compliance of Regulation 19 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and pursuant to Section 178 of the Companies Act, 2013 comprising of 3 Independent Non-Executive Directors. The Following are the members of the Committee

b) Composition

Sri Pradeep Kumar	Chairman
Sri K Sridhar	Member
Sri V.E.Ch. Vidya Sagar	Member

c) Meetings and Attendance of the Nomination and Remuneration Committee during the year

A total of 4 meetings were held during the financial year from 01.04.2020 to 31.03.2021 on 23.06.2020, 23.07.2020, 05.11.2020 and 09.02.2021.

All the Members and the Chairman attended all the meetings.

REMUNERATION OF DIRECTORS:

All pecuniary relationship or transactions of the Non-Executive Directors:

The Company has not entered into any pecuniary transactions with the Non-Executive Directors. During the year, the Company has not paid any sitting fee or commission to any Directors.

Criteria of making payments to Non-Executive Directors:

The Non-Executive Directors are not paid any payment during the year.

Disclosure with respect to remuneration:

During the year, the Company has not paid Remuneration to any Directors, KMP and other Employees.

V. SHAREHOLDERS COMMITTEE

a) The Board has constituted the Share Holders Committee which looks into shareholders and investors grievances. The Following are the members of the Committee.

b) Composition

Sri Pradeep Kumar	Chairman
Sri K Sridhar	Member
Sri V.E.Ch. Vidya Sagar	Member

c) Meetings and Attendance of the Share Holders Committee during the year

A total of 4 meetings were held during the financial year from 01.04.2020 to 31.03.2021 on 23.06.2020, 23.07.2020, 05.11.2020 and 09.02.2021.

All the Members and the Chairman attended all the meetings.

d) During the year 2020-21, no shares were transferred and as at 31st March, 2021 there are no equity shares pending for transfer.

There are no complaints received during the year under review and as on 31st March, 2021 there are no complaints that are pending. Since the company has an in-house secretarial department in addition to the common agency for transfers, the shareholders grievances, if any are promptly attended to.

Name of the Compliance Officer : M. Anil Kumar

VI. CORPORATE SOCIAL RESPONSIBILITY COMMITTEE:

The present financial position of your Company does not mandate the implementation of corporate social responsibility activities pursuant to the provisions of Section 135 and Schedule VII of the Companies Act, 2013. The Company will constitute CSR Committee, develop CSR policy and implement the CSR initiatives whenever it is applicable to the Company. At present, the Company does not have any CSR Committee.

VII. RISK MANAGEMENT COMMITTEE:

The Company is not required to constitute Risk Management Committee pursuant to Regulation 21 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

VIII. CODE OF CONDUCT:

All the Directors and senior management confirmed the compliance of code of conduct. The Company has posted the Code of Conduct for Directors and Senior Management on the website <https://www.swarnasecurities.com/>.

IX. MEETING OF INDEPENDENT DIRECTORS

During the year under review, the Independent Directors met on 09.02.2021, inter alia, to discuss:

Evaluation of the performance of Non-Independent Directors and the Board of Directors as a whole;

Evaluation of the performance of the Chairman of the Company, taking into account the views of the Executive and Non-Executive Directors.

Evaluation of the quality, content and timelines of flow of information between the Management and the Board that is necessary for the Board to effectively and reasonably perform its duties.

All the Independent Directors were present at the Meeting.

X. FAMILIARIZATION PROGRAMME FOR BOARD MEMBERS:

A formal familiarization programme was conducted about the amendments in the Companies Act, 2013, Rules prescribed thereunder, SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and all other applicable laws of the Company.

It is the general practice of the Company to notify the changes in all the applicable laws from time to time in every Board Meeting conducted.

The details of such familiarization programs for Independent Directors are posted on the website of the Company.

XI. PERFORMANCE EVALUATION:

Pursuant to the provisions of the Companies Act, 2013 and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Board has carried out the annual performance evaluation of its own performance, the Directors individually as well as the evaluation of the working of its Audit and other Committees.

A structured questionnaire was prepared after taking into consideration inputs received from the Directors, covering various aspects of the Board's functioning such as adequacy of the composition of the Board and its Committees, Board culture, execution and performance of specific duties, obligations and governance.

A separate exercise was carried out to evaluate the performance of individual Directors including the Chairman of the Board, who were evaluated on parameters such as level of engagement and contribution, independence of judgment, safeguarding the interest of the Company and its minority shareholders etc. The performance evaluation of the Independent Directors was carried out by the entire Board. The performance evaluation of the Chairman and the Non-Independent Directors was carried out by the Independent Directors who also reviewed the performance of the Secretarial Department. The Directors expressed their satisfaction with the evaluation process.

XII. ANNUAL GENERAL MEETINGS:

The Location and Time of the Annual General Meetings held during the last 3 years are as follows:

AGM	Date	Time	Venue	No of Special Resolutions
28th	25.06.2018	10.00 A.M	D.No.54-15-3, Ring Road, Vijayawada	Nil
29th	27.06.2019	10.00 A.M	D.No.54-15-3, Ring Road, Vijayawada	Nil
30th	23.07.2020	10.00 A.M	D.No.54-15-3, Ring Road, Vijayawada	Nil

For the year ended 31st march, 2021 there have been no ordinary or special resolutions passed by the Company's shareholders through postal ballot.

XIII. DISCLOSURES:

- a) There are no non-compliances by the Company, penalties imposed on the Company by Stock Exchange or SEBI or any statutory authority, on any matter related to capital markets, during the last three years except certain penalties related to SOP for non-appointment of Whole Time Company Secretary and Company has complied with Regulation 44 (3) of the SEBI (LODR) Regulations, 2015 lately, therefore company paid SOP Penalty of Rs. 11,800/- to BSE Limited.
- b) No personnel has been denied direct access to the Audit Committee.
- c) All the mandatory requirements with respect to Corporate Governance (Clause 49 of listing agreement) are complied with.

XIV. MEANS OF COMMUNICATION:

The unaudited quarterly and annual financial results are sent to all the stock exchanges where the shares of the Company are listed. The results are also published in newspapers within 48 hours from the conclusion of the Board meeting.

MANAGEMENT DISCUSSION AND ANALYSIS**a) INDUSTRY STRUCTURE AND DEVELOPMENT:**

With the surrender of the certificate of registration to the Reserve Bank of India, the Company has stopped the business of non-banking finance company. There has been no fresh issue of any loans during the year. The Company has only been collecting the outstanding dues from its borrowers.

b) OPPORTUNITIES AND THREATS:

The Company is prospecting entry into the real estate sector.

c) SEGMENT WISE PERFORMANCE:

The Company as of now is not into non-banking finance business and has only been liquidating its financial assets by collecting its dues - the performance of which was discussed earlier in the report.

d) RISKS AND CONCERNS:**Risk of delayed receipt of installments:**

In case of delayed receipts of installment amounts of the hire purchase finance given, the funds of the Company get blocked resulting in high non-performing assets.

To mitigate this risk, the Company is trying to put pressure on the delayed payers for payment of installments and in inevitable cases legal action is also being initiated.

Risk of insolvency of the borrowers:

Where the borrower becomes insolvent, and is unable to clear the loan, the same becomes a bad debt and the total loan amount and the interest accrued thereon becomes a charge on the income generated by other good transactions.

To mitigate this risk, the company follows a very conservative policy of lending.

e) INTERNAL CONTROL SYSTEMS:

The Company has an adequate system of internal control and management with respect to disbursement of loans and follow-up action for collection of installments.

f) HUMAN RESOURCES:

There are no significant developments in this front during the year under review.

GENERAL SHAREHOLDERS' INFORMATION:

- i) AGM Date, Time and Venue : 25th Sept., 2021 at 11.00 A.M.
D.No. 54-15-3, Ring Road
VIJAYAWADA - 8.
- ii) Financial Year : 2020-21
- iii) Date of Book Closure : 19th Sept., 2021 to 25th Sept, 2021
(Both days inclusive)
- iv) Dividend Payment Date : Not Applicable
- v) Listing on Stock Exchanges : BSE Limited
- vi) Stock Code : SWRNASE
- vii) Market Price Data :

	Apr.	May	June	July	Aug.	Sep.	Oct.	Nov.	Dec.	Jan.	Feb.	Mar.
High	00.00	00.00	00.00	12.75	11.88	11.84	12.43	00.00	12.40	00.00	12.50	12.80
Low	00.00	00.00	00.00	10.79	11.32	10.75	11.84	00.00	12.00	00.00	12.40	12.65

- viii) Performance in comparison to Broad based indices : -----
- ix) Registrar & Transfer Agents : M/s Aarathi Consultants Private Limited,
1-2-285, Domalguda,
Hyderabad- 500029.

Email: info@aarthiconsultants.com

Phone:040-27638111
- x) Share transfer System : Transfers and dematerialization are handled by the Transfer Agents.
- xi) Distribution of shareholding:

Slab of share holding	Share holders	Percentage	No of shares	Percentage
0-500	336	66	89136	3
501-1000	100	20	85167	3
1001-2000	32	6	51750	2
2001-3000	11	2	27000	1
3001-4000	5	1	17700	1
4001-5000	6	1	27600	1
5001-10000	5	1	37100	1
10001 and above	15	3	2664547	88
TOTAL	510	100	3000000	100

- xii) Dematerialization of Shares and liquidity : As on 31.03.2021 a total number of 2553350 shares have been dematerialized.
- xiii) Outstanding GDRs/ADRs/ Warrants or any Convertible Debentures : The Company has not issued any GDRS/ADRs/ warrants or any convertible instruments.
- xiv) Plant Location : No Plants
- xv) Address for Correspondence: Swarna Securities Limited
II Floor, Swarnalok Complex
Governorpet, VIJAYAWADA - 520 002.

Dematerialization mandatory for effecting share transfers

SEBI has vide proviso to Regulation 40(1) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, mandated that requests for effecting transfer of securities shall not be processed unless the securities are held in the dematerialized form with a depository. In view of the same, the Company shall not process any requests for transfer of shares in physical mode. Shareholders who desire to demat their shares can get in touch with any Depository Participant having registration with SEBI to open a demat account and follow the procedure for share transfers.

DECLARATION REGARDING COMPLIANCE BY BOARD MEMBERS AND SENIOR MANAGEMENT PERSONNEL WITH THE COMPANY'S CODE OF CONDUCT:

In terms of SEBI (LODR) Regulations, 2015, I hereby confirm that all the Board members and Senior Management Personnel of the Company have affirmed compliance with the respective Code of Conduct, as applicable to them for the year ended 31st March, 2021.

For SWARNA SECURITIES LIMITED

Place: VIJAYAWADA

Date : 23.08.2021

(Sd/-)

**M. Murali Krishna
Chairman & Managing Director
DIN: 01889812**

CEO/CFO CERTIFICATION

I, M MURALI KRISHNA, Chairman & Managing Director of the Company, to the best of our knowledge and belief, certify that:

a. We have reviewed the financial statements including cash flow statement (standalone and consolidated) for the financial year ended 31st March, 2021 and to the best of our knowledge and belief :

- I. These statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
- II. These statements together present a true and fair view of the Company's affairs and are in compliance with existing accounting standards, applicable laws and regulations.

b. There are, to the best of our knowledge and belief, no transactions entered into by the Company during the year, which are fraudulent, illegal or violative of the Company's code of conduct.

c. We accept responsibility for establishing and maintaining internal controls for financial reporting and that we have evaluated the effectiveness of internal control systems of the Company pertaining to financial reporting and have disclosed to the auditors and the Audit Committee, deficiencies in the design or operation of such internal controls, if any, of which we are aware and the steps we have taken or propose to take to address these deficiencies.

d. We have indicated to the auditors and the Audit Committee:

- I. significant changes in the internal control over financial reporting during the year;
- II. significant changes in the accounting policies during the year and that the same have been disclosed in the notes to the financial statements; and
- III. that there are no instances of significant fraud of which they have become aware of and involvement therein of the management or an employee having a significant role in the Company's internal control system over financial reporting.

For SWARNA SECURITIES LIMITED

Place: VIJAYAWADA

Date : 23.08.2021

(Sd/-)

**M. Murali Krishna
Chairman & Managing Director
DIN: 01889812**

CERTIFICATE ON CORPORATE GOVERNANCE

To
The Members,
Swarna Securities Limited

I have examined the compliance of conditions of Corporate Governance by **Swarna Securities Limited** ('the Company') for the year ended 31st March, 2021 as per the relevant provisions of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('Listing Regulations') as referred to in Regulation 15 (2) of the Listing Regulations. The compliance of conditions of Corporate Governance is the responsibility of management. Our examination was limited to procedures and implementation thereof, adopted by the Company for ensuring the compliance of the conditions of Corporate Governance. It is neither an audit nor an expression of opinion on the financial statements of the Company.

In my opinion and to the best of our information and according to the explanations given to us, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in the above-mentioned Listing Regulations.

I further state that such compliance is neither an assurance as to the future viability of the Company nor the efficiency or effectiveness with which the management has conducted the affairs of the Company.

(Sd/-)

CS Kode Hemachand
Practicing Company Secretary

Mem. No. 35463

CP No. 13416

UDIN: A035463C000351636

Date : 21/05/2021
Place : Vijayawada

CERTIFICATE ON QUALIFICATION OF DIRECTORS

(Pursuant to Schedule V(C)(10)(i) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015)

Based on my verification of the books, papers, minute books, forms and returns filed and other records maintained by Swarna Securities Limited, having its registered office at 2nd Floor, Swarnalok Complex, Eluru Road, Governorpet, Vijayawada, Andhra Pradesh - 520002 and also the information provided by the Company, its officers, agents and authorized representatives, we hereby report that during the Financial Year ended on March 31, 2021, in our opinion, none of the directors on the Board of the Company have been debarred or disqualified from being appointed or continuing as director of Company by the Board/Ministry of Corporate Affairs or any such Statutory authority.

(Sd/-)

CS Kode Hemachand
Practicing Company Secretary

Mem. No. 35463

CP No. 13416

UDIN: A035463C000351944

Date : 21/05/2021

Place : Vijayawada

AUDITOR'S REPORT ON CORPORATE GOVERNANCE

To
The Members
SWARNA SECURITIES LIMITED.

I have examined the compliance of conditions of Corporate Governance by M/s **Swarna Securities Limited** for the year ended 31st March, 2021 as stipulated in Clause 49 of the Listing Agreement of the said Company with the Bombay Stock Exchange.

The compliance of conditions of Corporate Governance is the responsibility of the Management. My examination has been limited to a review of the procedures and implementations thereof adopted by the Company for ensuring compliance with the conditions of the Corporate Governance as stipulated in the said Clause. It is neither an audit nor an expression of opinion on the financial statements of the Company.

In my opinion and to the best of my information and according to the explanations given to me and based on the representations made by the Directors and the Management, I certify that the Company has complied with the conditions of Corporate Governance as stipulated in Clause 49 of the abovementioned Listing Agreement.

As required by the Guidance Note issued by the Institute of Chartered Accountants of India I have to state that no investor grievances were pending for a period of one month against the Company as per records maintained by the Shareholders / Investor's Grievances Committee.

I further state that such compliance is neither an assurance as to the future viability of the Company nor of the efficiency or effectiveness with which the Management has conducted the affairs of the Company.

PLACE: Vijayawada
DATE : 29/05/2021

(Sd/-)
(V.SHILPA)
Chartered Accountant
M.No.225109
UDIN : 21225109AAAAAC9957

INDEPENDENT AUDITOR'S REPORT

To the Members of
SWARNA SECURITIES LIMITED.

Opinion

I have audited the accompanying financial statements of **M/s Swarna Securities Limited** ("the Company"), which comprise the Balance Sheet as at 31st March, 2021, the Statement of Profit and Loss, the statement of changes in equity and the statement of the Cash Flow Statement for the year then ended, and a summary of the significant accounting policies and other explanatory information.

In my opinion and to the best of my information and according to the explanations given to me, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, and other accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March, 2021, and its profit, changes in equity and its cash flows for the year ended on that date.

Basis for opinion

I conducted my audit of the financial statements in accordance with the Standards on Auditing ("SA"s) specified under section 143(10) of the Act. My responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Standalone Financial Statements section of my report. I am 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 my audit of the standalone financial statements under the provisions of the Act and the Rules made thereunder, and I have fulfilled my other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. I believe that the audit evidence obtained by me is sufficient and appropriate to provide a basis for my audit opinion on the standalone financial statements.

Key Audit Matters

I have determined that there are no key audit matters to communicate in my report.

Information Other than the Financial Statements and Auditor's Report Thereon

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Management Discussion and Analysis, Board's Report including Annexures to Board's

Report, Business Responsibility Report, Corporate Governance and Shareholder's Information, but does not include the financial statements and my auditor's report thereon.

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

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

If, based on the work I have performed, I conclude that there is a material misstatement of this other information, I am required to report that fact. I have nothing to report in this regard.

Management's Responsibilities 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 financial statements that give a true and fair view of the financial position, financial performance, including other comprehensive income, changes in equity and cash flows of the Company in accordance with the Ind AS and other accounting principles generally accepted in India. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the standalone financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the standalone financial statements, management 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.

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

Auditor's Responsibilities for the Audit of the Standalone Financial Statements

My 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 my opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with SAs, I exercise professional judgment and maintain professional scepticism throughout the audit. I 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 my 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, I am also responsible for expressing my 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 I conclude that a material uncertainty exists, I am required to draw attention in my auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my 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.

I 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 I identify during my audit.

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

Report on Other Legal and Regulatory Requirements

As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, I give in Annexure-A a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

As required by Section 143(3) of the Act, I report that:

- (a) I have sought and obtained all the information and explanations which to the best of my knowledge and belief were necessary for the purposes of my audit.
- (b) In my opinion, proper books of account as required by law have been kept by the Company so far as it appears from my examination of those books.
- (c) The Balance Sheet, the Statement of Profit and Loss, the statement of changes in Equity and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
- (d) In my opinion, the aforesaid 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, 2021 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2021 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 my separate report in Annexure-B; and
- (g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended, according to the explanations given to me and as per the records of the Company examined by me, the Company has not paid any remuneration to its directors during the year.
- (h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in my opinion and to the best of my information and according to the explanations given to me:
- i. the Company does not have any pending litigations which would impact its financial position.
 - ii. the Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - iii. there were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

PLACE: Vijayawada

DATE : 29/05/2021

(Sd/-)

(V.SHILPA)

Chartered Accountant

M.No.225109

UDIN : 21225109AAAAAB2846

ANNEXURE-A: Statement on the matters specified in paragraphs 3 & 4 of the Companies (Auditor's Report) Order, 2016

- (i) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
(b) According to the information and explanations given to me and as per the records of the Company examined by me the management has physically verified the fixed assets and no material discrepancies have been noticed on such verification.
(c) As per the records of the Company examined by me the title deeds to all the immovable properties belonging to the Company are held in the name of the Company itself.
- (ii) The business of the Company does not involve holding any inventories. Hence, the clause is not applicable.
- (iii) The Company has not granted any loans or advances to any of the parties covered in the register maintained under section 189 of the Companies Act, 2013. Hence, the clause is not applicable.
- (iv) In my opinion and according to the information and explanations given to me, the Company has complied with the provisions of section 185 and 186 of the Companies Act, 2013 with respect to grant of loans, making investments and providing guarantees and securities, wherever applicable.
- (v) According to the information and explanations given to me and as per the records of the Company examined by me the Company has not accepted any deposits from the public.
- (vi) The Central Government has not prescribed the maintenance of any cost records in respect to the activities of the Company.
- (vii) (a) According to the information and explanations given to me and as per the records of the Company examined by me, the Company has been regular in depositing the applicable statutory dues with the appropriate authorities. There are no undisputed amounts of any statutory dues outstanding as at the Balance Sheet date, for a period of more than six months from the date they became payable.
(b) According to the information and explanations given to me and as per the records of the Company examined by me there are no disputed amounts of Income Tax, Sales Tax, Customs Duty, Excise Duty or VAT payable.

- (viii) According to the information and explanations given to me and as per records of the Company examined by me, the Company has not defaulted in repayment of any loans or borrowings to financial institutions, banks or Government or dues to debentures holders.
- (ix) According to the information and explanations given to me and as per the records of the Company examined by me, the Company has not raised any moneys by way of any public offer, nor availed any term loans during the year. Hence, the clause is not applicable.
- (x) No fraud on or by the Company has been noticed or reported during the year under audit.
- (xi) According to the information and explanations given to me and as per the records of the Company examined by me, no managerial remuneration has been paid or provided by the Company during the year.
- (xiii) According to the information and explanations given to me and based on my examination of the records of the Company, the transactions with the related parties are in compliance with sections 177 and 188 of the Act, where applicable; and the details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.
- (xiv) According to the information and explanations given to me and as per the records of the Company examined by me, the Company has not made any allotment of shares or debentures during the year.
- (xv) According to the information and explanations given to me and as per the records of the Company examined by me, the Company has not entered into any non-cash transactions with any Directors or persons connected with them.
- (xvi) The Company is no longer in to non-banking finance business since it surrendered its certificate of registration under section 45-IA of the Reserve Bank of India Act, 1934 on 15/10/2015. Hence, not required.

PLACE: Vijayawada
DATE : 29/05/2021

(Sd/-)
(V. SHILPA)
Chartered Accountant
M.No.225109
UDIN : 21225109AAAAAB2846

ANNEXURE-B: Report on the Internal Financial Controls under clause (i) of sub-section 3 of Section 143 of the Companies Act, 2013

I have audited the internal financial controls over financial reporting of **M/s Swarna Securities Limited** ("the Company") as of 31st March, 2021 in conjunction with my audit of the financial statements of the Company for the year 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

My responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on my audit. I conducted my 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 I 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.

My audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. My 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 standalone Ind AS financial statements, whether due to fraud or error.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my 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 authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls over Financial Reporting

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

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March 2021, 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.

PLACE: Vijayawada
DATE : 29/05/2021

(Sd/-)
(V.SHILPA)
Chartered Accountant
M.No.225109
UDIN : 21225109AAAAAB2846

BALANCE SHEET AS AT 31st March, 2021

PARTICULARS	Note No.	As at 31/03/2021	As at 31/03/2020
ASSETS			
Non-current assets			
Property, Plant and Equipment	1	8828	10766
Investment Property	2	28299968	28282504
Deferred tax assets (net)	3	64940	64940
Other non-current assets	4	5479993	4279993
Current assets			
Financial Assets			
Investments	5	609746	609746
Cash and cash equivalents	6	5952790	839107
Loans	7	958000	958000
Other current assets	8	0	237600
Total Assets		41374265	35282656
EQUITY AND LIABILITIES			
Equity			
Equity Share capital	9	30000000	30000000
Other Equity	10	6118460	-9612
Total Equity		36118460	29990388
Liabilities			
Non-current liabilities			
Financial Liabilities			
Provisions		0	0
Other non-current liabilities	11	5044530	5044530
Current liabilities			
Other current liabilities	12	211275	247738
Total Liabilities		5255805	5292268
Total Equity and Liabilities		41374265	35282656

As per my report of even date

For and on behalf of the Board

(Sd/-)

(V. SHILPA)

Chartered Accountant

M.No.225109

UDIN : 21225109AAAAAB2846

(Sd) **M.MURALIKRISHNA**

Managing Director

DIN: 01889812

(Sd) **M.V.N.S.SUSHMA**

Director

DIN: 01890545

(Sd) **M. ANIL KUMAR**

Company Secretary

M.No. A27989

Vijayawada,
29th May, 2021

**STATEMENT OF PROFIT AND LOSS FOR THE YEAR
ENDED 31st March, 2021**

PARTICULARS	Note No.	2020-21	2019-20
Income			
Revenue From operations	13	70975	144898
Other Income	14	10596477	9619166
Total Income		10667452	9764064
Expenses			
Employee benefits expense	15	1070000	589000
Finance costs		0	0
Depreciation and amortization expenses	1	1938	2429
Other expenses	16	2139616	2128292
Total expenses		3211554	2719721
Profit/(loss) before tax		7455898	7044343
Tax expense:			
Current tax - current year		1400000	1300000
- previous years		-72174	0
Deferred tax		0	0
Profit/(loss) for the year		6128072	5744343
Earning per Equity share of face value of Rs.10/-			
Basic		2.04	1.91
Diluted		2.04	1.91

As per my report of even date

For and on behalf of the Board

(Sd/-)

(V. SHILPA)

Chartered Accountant

M.No.225109

UDIN : 21225109AAAAAB2846

(Sd) **M.MURALIKRISHNA**

Managing Director

DIN: 01889812

(Sd) **M.V.N.S.SUSHMA**

Director

DIN: 01890545

(Sd) **M. ANIL KUMAR**

Company Secretary

M.No. A27989

Vijayawada,
29th May, 2021

STATEMENT OF CHANGES IN EQUITY

A. Equity Share Capital (Rs.)	
Balance at the beginning of the reporting period	Balance at the end of the reporting period
30000000	30000000
0	0

	Share application money pending allotment	Equity component of compound financial instrument	Reserve and Surplus			Debt instrument through other comprehensive income	Equity instrument through other comprehensive income	Effective portion of Cash Flow Hedges	Revaluation Surplus	Exchange difference on translating the financial statement	Other items of other comprehensive income	Money received against share capital	Total
			General Reserve	Securities Premium	Retained Earning Fund								
Balance at the beginning of the reporting period	0	0	805000	0	2191000	-3005612	0	0	0	0	0	0	-9612
Changes in accounting policy or prior period errors	0	0	0	0	0	0	0	0	0	0	0	0	0
Restated balance at the beginning of the reporting period	0	0	0	0	0	0	0	0	0	0	0	0	0
Total	0	0	805000	0	2191000	-3005612	0	0	0	0	0	0	-9612
Dividends	0	0	0	0	0	0	0	0	0	0	0	0	0
Transfer to retained earnings	0	0	0	0	0	6128072	0	0	0	0	0	0	6128072
Any other change (to be specified)	0	0	0	0	0	0	0	0	0	0	0	0	0
Balance at the end of the reporting period	0	0	805000	0	2191000	3122460	0	0	0	0	0	0	6118460

**CASH FLOW STATEMENT FOR THE YEAR ENDED
31st MARCH, 2021**

Amount in Rs.

PARTICULARS	31.03.2021	31.03.2020
I. CASH FLOW FROM OPERATING ACTIVITIES:		
Net Profit before tax	7455898	7044343
Add/Less: Adjustments for Provision/(Reversal) for NPAs	0	(102500)
Depreciation	1938	2429
<i>Operating profit before working capital changes</i>	7457836	6944272
Add/Less: Adjustments for working capital		
Increase/Decrease in Loans	0	100000
Increase/Decrease in Other Current Assets	237600	(237600)
Increase/Decrease in Current Liabilities	(22187)	95562
Cash generated from operations	7673249	6902234
Less: Direct taxes paid	1342102	1370842
Net cash used in operating activities	6331147	5531392
II. CASH FLOW FROM INVESTING ACTIVITIES:		
Purchase of Property, Plant & equipments and Intangible assets	(17464)	(9039435)
Disposal of Property, Plant & equipments and Intangible assets	0	0
Increase/Decrease in Other non-current assets	(1200000)	(2200000)
Increase/Decrease in Other non-current liabilities	0	2546058
Net cash used in Investing activities	(1217464)	(8693377)
III. CASH FLOW FROM FINANCING ACTIVITIES:		
Proceeds from issue of Share Capital	0	0
Share Application Received	0	0
Proceeds from Long-term borrowings	0	0
<i>Net cash from financing activities</i>	0	0
Net increase / decrease in cash and cash equivalents	5113683	(3161985)
Cash and cash equivalents at the beginning of the period	839107	4001092
Cash and cash equivalents at the end of the period	5952790	839107
Net increase / decrease in cash and cash equivalents	5113683	(3161985)

As per my report of even date

(Sd/-)

(V. SHILPA)

Chartered Accountant

M.No.225109

UDIN : 21225109AAAAAB2846

Vijayawada,
29th May, 2021(Sd) **M. ANIL KUMAR**
Company Secretary
M.No. A27989

For and on behalf of the Board

(Sd) **M.MURALIKRISHNA**

Managing Director

DIN: 01889812

(Sd) **M.V.N.S.SUSHMA**

Director

DIN: 01890545

NOTES TO FINANCIAL STATEMENTS**A. SIGNIFICANT ACCOUNTING POLICIES****1) INCOME RECOGNITION:**

- a) The Company recognizes Hirepurchase Finance Charges, Interest on Hypothecation Loans on equal spread method and interest on loans on accrual basis.
- b) In pursuance to the Non-Banking Finance Companies Prudential Norms (Reserve Bank) Directions, 1998, the income on Hire Purchase, Lease and other Loan Accounts which have been classified as Non-Performing Assets has been accounted for on realization basis.
- c) Additional Finance Charges and Dividends are accounted for as and when received. Dividend on Chit Subscription is accounted for on due basis.

2) FIXED ASSETS:

All the Fixed Assets including assets given on lease are stated in the Balance Sheet at cost less accumulated depreciation. Cost of acquisition of fixed assets is inclusive of insurance, compensation charges, freight, duties, taxes and cost of installation as applicable.

3) DEPRECIATION:

Depreciation is provided on Written Down Value Method based on the useful life of the assets as prescribed in Schedule II to the Companies Act, 2013.

4) INVESTMENTS: Investments are stated at cost**5) STOCK OF SHARES IN TRADE:**

Stocks of shares in trade, where quoted, are valued scrip-wise at cost or market value as per quotations available as on the Balance Sheet date, whichever is less. Unquoted equity shares are valued at cost or break-up value, whichever is lower. Where the balance sheet of the invested company is not available, such shares are valued at one rupee.

6) The Board of Directors in their meeting held on 15/10/2015 has decided to come out of the NBFC business. Accordingly, the certificate of registration issued by the Reserve Bank of India under the provisions of section 45-IA of the Reserve Bank Act, 1934 has been surrendered for cancellation. The Reserve Bank has duly passed an order dated 21/03/2016 cancelling the certificate of registration. Thus, the Company is no longer in to NBFC business, but is merely collecting the outstanding dues.

- 7) CONTINGENT LIABILITIES:** There are no contingent liabilities.
- 8)** The Balances on account of Lease, Hire Purchase, Other Debtors and Sundry Creditors are subject to confirmation. There are no dues to any SSI as on 31.03.2021.
- 9) MANAGERIAL REMUNERATION:** No Remuneration is paid to the Managing Director.
- 10)** The timing difference between taxable income and the income as per the books of accounts being insignificant, no deferred tax asset or liability has been recognized for the year.

11) SEGMENT REPORTING:

The Company has discontinued its non-banking finance business and has been in receipt of rental income only, during the year. As such the Company's activity falls within a single business and therefore there are no additional disclosures to be provided under Accounting Standard (AS-17) "Segment Reporting", other than those already provided in the financial statements.

12) RELATED PARTY TRANSACTIONS:

There are no transactions during the year with any of the related parties, to be disclosed in accordance with the Accounting Standard AS-18: "Related Party Disclosures" issued by the Institute of Chartered Accountants of India.

13) EARNING PER SHARE:

In determining earnings - per share, the Company considers the net profit after tax and includes the post tax effect of any extra-ordinary/ exceptional item. The number of shares used in computing basic earnings per share is the weighted average number of shares outstanding during the period. The number of shares used in computing diluted earnings per share comprises the weighted average shares considered for deriving basic earnings per share, and also the weighted average number of equity shares that could have been issued on the conversion of all dilutive potential equity shares.

- 14)** There was no expenditure on employees who are in receipt of remuneration covered in terms of the provisions of Rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 to furnish the particulars mentioned in Rule 5(1) thereof.

- 15) There was no consumption of imported raw materials, components or spare parts during the year.
- 16) There were no earnings or expenditure in foreign currency during the year.
- 17) Previous Year's Figures are regrouped wherever necessary
- 18) Paises are rounded off to the nearest rupee

As per my report of even date

For and on behalf of the Board

(Sd/-)

(V. SHILPA)

Chartered Accountant

M.No.225109

UDIN : 21225109AAAAAB2846

(Sd) **M.MURALIKRISHNA**

Managing Director

DIN: 01889812

(Sd) **M.V.N.S.SUSHMA**

Director

DIN: 01890545

(Sd) **M. ANIL KUMAR**

Company Secretary

M.No. A27989

Vijayawada,
29th May, 2021

NOTES TO FINANCIAL STATEMENTS

Swarna Securities Limited

1. Property, Plant and Equipment

Name of the Asset	Date of purchase	Gross Block		Depreciation		Net Block			
		Cost 31.03.2020	Total cost	Upto 31.03.2020	For the year	Total 31.03.2021	W.D.V 31.03.2021	W.D.V 31.03.2021	
Furniture & Fittings		609590	609590	603855	1038	604893	5735	4697	
Computer & Printer		264705	264705	264347	143	264490	358	215	
Electrical Fittings		61151	61151	59699	202	59901	1452	1250	
Airconditioner		56150	56150	53825	323	54148	2325	2002	
Hero Honda		40442	40442	39546	232	39778	896	664	
TOTAL		1032038	0	1032038	1021272	1938	0	1023210	8628

2. Investment Property

Name of the Asset	Date of purchase	Gross Block		Depreciation		Net Block			
		Cost 31.03.2020	Total cost	Upto 31.03.2020	For the year	Total 31.03.2021	W.D.V 31.03.2021	W.D.V 31.03.2021	
Land and Building		28282504	17464	0	28299968	0	0	28282504	28299968
TOTAL		28282504	17464	0	28299968	0	0	28282504	28299968

As per my report of even date

For and on behalf of the Board

(Sd)

(V. SHILPA)

Chartered Accountant
M.No.225109
UDIN : 21225109AAAAAB2846

(Sd)

M. ANIL KUMAR

Company Secretary
M.No. A27989

(Sd)

(M.MURALIKRISHNA)
Managing Director
DIN: 01889812

(Sd)

(M.V.N.S.SUSHMA)
Director
DIN: 01890545

NOTES TO FINANCIAL STATEMENTS

	As at 31/03/2021	As at 31/03/2020
3. Deferred tax assets		
Balance as per last account	64940	64940
	-----	-----
	64940	64940
	-----	-----
4. Other non-current assets		
Telephone Deposit	4000	4000
Electricity Deposit	65993	65993
Advance for land	5410000	4210000
	-----	-----
	5479993	4279993
	-----	-----
5. Investments - Current		
Equity Shares - Quoted	28446	28446
Equity Shares - Unquoted	550000	550000
Mutual Funds - Quoted	31300	31300
	-----	-----
	609746	609746
	-----	-----
6. Cash and cash equivalents		
Cash on hand	186200	208292
Cash at banks	1019092	630815
Fixed Deposits with Banks	4747498	0
	-----	-----
	5952790	839107
	-----	-----
7. Loans - Current		
Standard	958000	958000
	-----	-----
	958000	958000
	-----	-----
8. Other current assets		
Sundry debtors	0	237600
	-----	-----
	0	237600
	-----	-----

NOTES TO FINANCIAL STATEMENTS

	As at 31/03/2021	As at 31/03/2020
9. Share Capital		
<u>Authorised</u>		
36,00,000 Equity Shares of Rs.10/- each	36000000	36000000
<u>Issued, Subscribed & Paid-up</u>		
30,00,000 Equity Shares of Rs.10/- each	30000000	30000000
<p>(The Company has only one class of equity shares having a par value of Rs.10/- per share. Each shareholder is eligible for one vote per share. The dividend proposed, if any, by the Board of Directors is subject to the approval of the shareholders, except in case of interim dividend. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company, after distribution of all preferential amounts, in proportion of their shareholding)</p>		
Details of shareholders holding more than 5% of the aggregate shares in the Company		
	As at 31/03/2021	As at 31/03/2020
Name of the shareholder	No. of shares held	%age of holding
M Muralikrishna	718750	23.96%
Siva Credits (P) Ltd.	482657	16.09%
APIDC Ltd.	250000	8.33%
M V N S Sushma	237400	7.91%
P Kasturi	348200	11.61%
10. Other Equity		
a. General Reserve		
Balance as per last account	805000	805000
b. Reserve Fund	2191000	2191000
c. Surplus		
Opening balance	-3005612	-8749955
Add/(Less): Net profit/(loss) for the year	6128072	5744343
Closing balance	3122460	-3005612
	6118460	-9612

NOTES TO FINANCIAL STATEMENTS

	As at 31/03/2021	As at 31/03/2020
11. Other non-current liabilities		
Rent deposit	5044530	5044530
	-----	-----
	5044530	5044530
	-----	-----
12. Other current liabilities		
Expenses payable	45000	89887
GST payable	120899	98199
Provision for taxation	45376	59652
	-----	-----
	211275	247738
	-----	-----
Provision for taxation (Net of Advance Tax)	59652	130494
Add: Provision for the year	1327826	1300000
	-----	-----
	1387478	1430494
Less: Income tax paid during the year	1342102	1370842
	-----	-----
	45376	59652
	-----	-----

NOTES TO FINANCIAL STATEMENTS

	As at 31/03/2021	As at 31/03/2020
13. Revenue from Operations		
Interest Received	70975	144898
	-----	-----
	70975	144898
	-----	-----
14. Other Income		
Dividends	2965	138792
Rent received	10593512	9480374
	-----	-----
	10596477	9619166
	-----	-----
15. Employee Benefit Expenses		
Salaries	1070000	589000
	-----	-----
	1070000	589000
	-----	-----
16. Other Expenses		
Establishment Expenses		
Fees, Licences & Taxes	977954	1357402
Postage and Telephones	1073	1795
Conveyance and Travelling	15079	8800
Printing and Stationery	5688	8855
Audit Fee - Statutory Audit	20000	20000
Bank Charges	748	1495
Advertisement	16065	11907
Miscellaneous Expenditure	3800	8649
Repairs & Maintenance	820814	746638
Insurance	78395	65251
Donations	200000	0
	-----	-----
	2139616	2230792
	-----	-----
Provisions & Write offs		
Provision/(Reversed) for NPAs	0	-102500
	-----	-----
	2139616	2128292
	-----	-----

Note 1 to 16

As per my report of even date

For and on behalf of the Board

(Sd/-)

(V. SHILPA)

Chartered Accountant

M.No.225109

UDIN : 21225109AAAAAB2846

(Sd) **M.MURALIKRISHNA**

Managing Director

DIN: 01889812

(Sd) **M. ANIL KUMAR**

Company Secretary

M.No. A27989

(Sd) **M.V.N.S.SUSHMA**

Director

DIN: 01890545

Vijayawada,
29th May, 2021

SWARNA SECURITIES LIMITED

Regd. Office : II Floor, Swarnalok Complex, Vijayawada - 520 002

ATTENDANCE SLIP

NAME OF THE SHAREHOLDER* / PROXY*	FOLIO NO.	NO.OF SHARES HELD

I hereby record my presence at the 31st Annual General Meeting held at Vijayawada, Andhra Pradesh on Saturday, the 25th Day of September, 2021 at D.No. 54-15-3, Srinagar Colony, Ring Road, Vijayawada -8 at 11.00 A.M.

SIGNATURE OF THE SHAREHOLDER / PROXY

* Strike out whichever is not applicable.

NOTE : Please handover the slip at the entrance of the Meeting Venue.

SWARNA SECURITIES LIMITED

Regd. Office : II Floor, Swarnalok Complex, Vijayawada - 520 002

PROXY FORM

I/We of in the District of being a Member(s) of the above named Company hereby appoint of or failing him of in the district of as my / our proxy to attend and vote for me/us on my/our behalf at the 31st Annual General Meeting of the Company to be held on Saturday, the 25th Day of Sept., 2021 at D.No. 54-15-3, Srinagar Colony, Ring Road, Vijayawada -8 at 11.00 A.M.

Signed at this day of 2021.

Folio No.

Number of Shares held :

Signature :

Affix Re.1
Revenue
Stamp

Note : 1. The Proxy need not be a member

2. The form of proxy, duly signed across Re. 1/- Revenue Stamp should reach the Company, not less than 48 hours before the time fixed for the meeting.

.....

PRINTED MATTER
BOOK - POST

To

IF UNDELIVERED PLEASE RETURN TO :

SWARNA SECURITIES LIMITED

27-1-102, II Floor

Governorpet

VIJAYAWADA - 520 002.

Phone : 2575928