



ધરનું ઘર | SINCE 1985  
**PARSHWANATH**  
CORPORATION LIMITED

Date: 01-12-2020

To,  
Corporate Relations Department  
BSE Limited  
P.J. Towers, Dalal Street  
Mumbai - 400 001  
Tel.: 2272 8013/ 15/ 58/ 8307

BSE Scrip Code: 511176

Dear Sir,

**Sub: Submission of Annual Report of Parshwanath Corporation Limited for the Financial Year 2019-20 and Notice of Annual General Meeting**

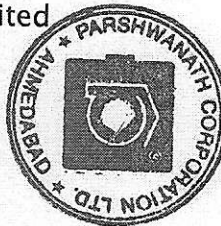
Pursuant to Regulation 34(1) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Company hereby submits its Annual Report for the Financial Year 2019-2020 along with the Notice of Annual General Meeting.

Kindly take note of the above.

Thanking you,

For, Parshwanath Corporation Limited

Mrs. Riddhiben R. Patel  
Joint-Managing Director  
DIN: 00047238



Regd. Office :

50, Third Floor, Harsiddha Chambers  
Income Tax Cross Roads, Ashram Road  
Ahmedabad-380 014, Gujarat, India.

Ph. : +91 (79) 2754 0848 (Mkt.), +91 (79) 2754 0647 (Adm.)

Fax : +91 (79) 2754 0144

Email : ltd@parshwanath.co.in | www.parshwanath.co.in

CIN No. L45201GJ1985PLC008361

## Parshwanath Corporation Limited

CIN: L45201GJ1985PLC008361

Regd. Office : 50, 3rd Floor, Harisiddha Chambers, Nr. Income Tax Circle,  
Ashram Road, Ahmedabad-380014, Gujarat.

Email ID: ltd@parshwanath.co.in Website: www.parshwanath.com

### Board of Directors & Key Managerial Personnel:

Name of Directors	Designation
Mr. Rushabh N. Patel	Managing Director
Mrs. Riddhiben R. Patel	Joint Managing Director & Chief financial officer
Mr. Ramanbhai H. Patel	Independent Director (Upto 19/09/2020)
Mr. Asit A. Vyas	Independent Director (W.e.f 08/06/2019)
Mr. Navinbhai S. Patel	Independent Director (Upto 08/06/2019)
Ms. Hetanshi Shah	Company Secretary and Compliance officer (Upto 18/07/2019)
Mrs. Ankita Bang	Company Secretary and Compliance officer (W.e.f 25/02/2020)

### STATUTORY AUDITOR

#### S G D G & Associates LLP,

Chartered Accountants

5-6, Shivalik Plaza, Opp. AMA, Atira,

Near. Polytechnic,

Ahmedabad-380 015. (Gujarat)

### SECRETARIAL AUDITOR

#### M/s. K.A. Shukla & Associates

Practicing Company Secretary

F-506, Titanium City Center, Nr. Sachin Tower,

100 ft Road, Anand Nagar, Satellite, Ahmedabad- 380015

### REGISTRAR AND TRANSFER AGENT:

#### Link Intime (India) Private Limited

5th Floor, 506 to 508, Amarnath Business Centre-1 (abc-1),

Beside Gala Business Centre (GBC),

Nr. St. Xavier's College Corner,

Off. C G Road, Ellisbridge, Ahmedabad-380 006.

### NAME OF STOCK EXCHANGE

Bombay Stock exchange

Script Code: 511176

ISIN: INE635I01018

### BANKERS:

The Kalupur Commercial Co-op. Bank Ltd.

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- 3.1. The remote e-voting period begins on Monday, 21<sup>st</sup> December, 2020 at 10:00 A.M. and ends on Wednesday 23<sup>rd</sup> December, 2020 at 05:00 P.M. The remote e-voting module shall be disabled by NSDL for voting thereafter.
- 3.2. A person who is not a member as on the cutoff date should treat this Notice of 34<sup>th</sup> AGM for information purpose only.
4. The remote e-Voting process is explained herein below:

**Step 1: Log-in to NSDL e-Voting system at <https://www.evoting.nsdl.com/>**

**Step 2: Cast your vote electronically on NSDL e-Voting system.**

**A. Details on Step 1 is mentioned below:**

**How to Log-in to NSDL e-Voting website?**

- A.1. Visit the e-Voting website of NSDL. Open web browser by typing the following URL: <https://www.evoting.nsdl.com/> either on a Personal Computer or on a mobile and on home page click on the icon "Login" which is available under 'Shareholders' section.
- A.2. A new screen will open. You will have to enter your User ID, your Password and a Verification Code as shown on the screen.
- A.3. Alternatively, if you are registered for NSDL e-services i.e. IDEAS, you can log-in at <https://eservices.nsdl.com/> with your existing IDEAS login. Once you log-in to NSDL e-services after using your log-in credentials, click on e-Voting and you can proceed to Step 2 i.e. Cast your vote electronically.
- A.4. Your User ID details are as given below:

Manner of holding

Shares

Your User ID is:

a) For Members who hold shares in demat account with NSDL.	8 Character DP ID followed by 8 Digit Client ID. For example, if your DP ID is IN300*** and Client ID is 12***** then your user ID is IN300***12*****.
b) For Members who hold shares in demat account with CDSL.	16 Digit Beneficiary ID. For example, if your Beneficiary ID is 12***** then your user ID is 12*****.
c) For Members holding shares in Physical Form.	EVEN Number followed by Folio Number registered with the company. For example, if folio number is 001*** and EVEN is 101456 then user ID is 101456001***

A.5. Your password details are given below:

If you are already registered fore-VotingUse your existing password to login and cast your vote.

If you are using NSDL e-Voting system for the first time,Retrieve the 'initial password' which was communicated to you. Once you retrieve your 'initial password', you need to enter the 'initial password' and the system will force you to change your password.

A.6. How to retrieve your 'initial password'?

- a. If your email ID is registered in your demat account or with the company, your 'initial password' is communicated to you on your email ID. Trace the email sent to you from NSDL from your mailbox. Open the email and open the attachment i.e. a .pdf file. Open the .pdf file. The password to open the .pdf file is your 8 digit client ID for NSDL account, last 8 digits of client ID for CDSL account or folio number for shares held in physical form. The .pdf file contains your 'User ID' and your 'initial password'.
- b. If your email ID is not registered, please follow steps mentioned below in process for those shareholders whose email ids are not registered.

A.7. If you are unable to retrieve or have not received the "Initial password" or have forgotten your password:

- a. Click on "Forgot User Details/Password?"(If you are holding shares in your demat account with NSDL or CDSL) option available on [www.evoting.nsdl.com](http://www.evoting.nsdl.com).
- b. Physical User Reset Password?" (If you are holding shares in physical mode) option available on [www.evoting.nsdl.com](http://www.evoting.nsdl.com).



- c. If you are still unable to get the password by aforesaid two options, you can send a request at [evoting@nsdl.co.in](mailto:evoting@nsdl.co.in) mentioning your demat account number/folio number, your PAN, your name and your registered address.
  - d. Members can also use the OTP (One Time Password) based login for casting the votes on the e-Voting system of NSDL.
    - i. After entering your password, tick on Agree to “Terms and Conditions” by selecting on the check box.
    - ii. Now, you will have to click on “Login” button.
    - iii. After you click on the “Login” button, Home page of e-Voting will open.
- B. Details on Step 2 is given below:**
- How to cast your vote electronically on NSDL e-Voting system?**
- B.1. After successful login at Step 1, you will be able to see the Home page of e-Voting. Click on e-Voting. Then, click on Active Voting Cycles.
  - B.2. After click on Active Voting Cycles, you will be able to see all the companies “EVEN” in which you are holding shares and whose voting cycle is in active status.
  - B.3. Select “EVEN” of company for which you wish to cast your vote.
  - B.4. Now you are ready for e-Voting as the Voting page opens.
  - B.5. Cast your vote by selecting appropriate options i.e. assent or dissent, verify/modify the number of shares for which you wish to cast your vote and click on “Submit” and also “Confirm” when prompted.
  - B.6. Upon confirmation, the message “Vote cast successfully” will be displayed.
  - B.7. You can also take the printout of the votes cast by you by clicking on the print option on the confirmation page.
  - B.8. Once you confirm your vote on the resolution, you will not be allowed to modify your vote.
5. General Guidelines for shareholders:
- 5.1. Institutional shareholders (i.e. other than individuals, HUF, NRI etc.) are required to send scanned copy (PDF/JPG Format) of the relevant Board Resolution/ Authority letter etc. with attested specimen signature of the duly authorized signatory(ies) who are authorized to vote, to the Scrutinizer by e-mail to [Kajal@kasassociates.in](mailto:Kajal@kasassociates.in) with a copy marked to [evoting@nsdl.co.in](mailto:evoting@nsdl.co.in) and [ltd@parshwanath.co.in](mailto:ltd@parshwanath.co.in)
  - 5.2. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential. Login to the e-voting website will be disabled upon five unsuccessful attempts to key in the correct password. In such an event, you will need to go through the “Forgot User Details/Password?” or “Physical User Reset Password?” option available on [www.evoting.nsdl.com](http://www.evoting.nsdl.com) to reset the password.
  - 5.3. In case of any queries, you may refer the Frequently Asked Questions (FAQs) for Shareholders and e-voting user manual for Shareholders available at the download section of [www.evoting.nsdl.com](http://www.evoting.nsdl.com) or call on toll free no.: 1800-222-990 or send a request at [evoting@nsdl.co.in](mailto:evoting@nsdl.co.in)
6. Process for those shareholders whose email ids are not registered with the depositories for procuring user id and password and registration of e mail ids for e-voting for the resolutions set out in this notice:
- 6.1. In case shares are held in physical mode please provide Folio No., Name of shareholder, scanned copy of the share certificate (front and back), PAN (self-attested scanned copy of PAN card), AADHAR (selfattested scanned copy of Aadhar Card) by email to [ltd@parshwanath.co.in](mailto:ltd@parshwanath.co.in)
  - 6.2. In case shares are held in demat mode, please provide DPID-CLID (16 digit DPID + CLID or 16-digit beneficiary ID), Name, client master or copy of Consolidated Account statement, PAN (self attested scanned copy of PAN card), AADHAR (self-attested scanned copy of Aadhar Card) to [ltd@parshwanath.co.in](mailto:ltd@parshwanath.co.in)
- 7. INSTRUCTIONS FOR MEMBERS FOR ATTENDING THE AGM THROUGH VC/ OAVM ARE AS UNDER:**
- 7.1. Member will be provided with a facility to attend the AGM through VC/OAVM through the NSDL e-Voting system. Members may access the same at <https://www.evoting.nsdl.com> under shareholders/members login by using the remote e-voting credentials. The link for VC/OAVM will be available in shareholder/members login where the EVEN of company will be displayed. Please note that the members who do not have the User ID and Password for e-Voting or have forgotten the User ID and Password may retrieve the same by following the remote e-Voting instructions mentioned in the notice to avoid last minute rush. Further members can also use the OTP based login for logging into the e-Voting system of NSDL.
  - 7.2. Members are encouraged to join the Meeting through Laptops for better experience.



19. The Results on above resolutions shall be declared not later than 48 hours from the conclusion of the AGM of the Company and the resolutions will be deemed to be passed on the AGM date subject to receipt of the requisite number of votes in favour of the Resolutions.
20. The Results of voting declared along with Scrutinizer's Report(s) will be displayed on the website of the Company (www.parshwanath.com) and on Service Provider's website (https://evoting.nsdl.com) and the same shall also be simultaneously communicated to the BSE Limited. The result of the e-voting will also be displayed at the Registered Office of the Company.

**Details of Directors seeking appointment / re - appointment by the shareholder of the Company at the ensuing Annual General Meeting: {Regulation 36(3)}**

**Ordinary Business:**

**EXPLANATORY STATEMENT UNDER SECTION 102 OF COMPANIES ACT, 2013**

**ITEM NO. 2**

Details of directors retiring by rotation and seeking reappointment are as under:

Name of Director	Mrs. Riddhiben Rushabh Patel
DIN	00047238
Date of Birth	22/10/1974
Date of Appointment	30/07/1999
Qualification	B.Com, MBA(UK)
Expertise in Specific Functional areas	Accounts and Finance
List of Companies in which Directorship is held	3
Chairman/Member of the Committee of other Companies	-
Inter se Relationship	Wife of Rushabh N. Patel

None of the Directors / Key Managerial Personnel and their relatives is interested in this resolution except for & Mrs. Riddhiben R. Patel and Mr. Rushabh N. Patel.

**Special Business:**

**ITEM NO. 4:**

Name of Director	Mr. Rushabh N. Patel
DIN	00047374
Date of Birth	17/06/1973
Date of Appointment	22/03/1996
Qualification	B.E Civil, M.B.A
Expertise in Specific Functional areas	24 Years in construction Business
List of Companies in which Directorship is held	4
Chairman/Member of the Committee of other Companies	-

**Statement required pursuant to the provisions of Schedule V of the Companies Act, 2013 is given below:**

**GENERAL INFORMATION:**

1. **Nature of Industry :** Construction Industry
2. **Date or expected date of commencement of commercial production:**  
Business commenced in 1985, since the Company is into Construction business, hence there is no date of commercial production.
3. **In case of new companies, expected date of commencement of activities as per project approved by financial institutions appearing in the prospectus:**  
Not applicable
4. **Financial performance based on given indicators:**  
The company earned total revenue of Rs. 97,58,143 during the financial year 2019-2020 as compared to Rs. 64,68,296 during the financial Year 2018-2019. Whereas the company has earned profit/(loss) of Rs. 73,26,276 during the financial year 2019-2020 as compared to Rs. 45,98,910 during the financial Year 2018-19.
5. **Foreign investments or collaborators, if any:**  
The Company has not made any foreign investments and neither entered into any foreign collaboration.

**INFORMATION ABOUT MR. RUSHABH N. PATEL:**

**1. Background details :**

Mr. Rushabh N. Patel was appointed as a Director of the company on 22/03/1996 and Managing Director of the Company on 1/11/2008. Mr. Rushabh N. Patel is holding 7,01,692 shares in the company.



**2. Past remuneration:**

Mr. Rushabh N. Patel being a managing director of the company is receiving remuneration of Rs. 9,00,000 P.A.

**3. Recognition or awards:**

Mr. Rushabh N. Patel was a chairman of Gujarat Institute of Housing and Estate developers for two years.

**4. Job profile and his suitability:**

Mr. Rushabh N. Patel has 21 years' experience as a techno craft in the construction industries and as real estate developer.

**5. Remuneration proposed:**

Mr. Rushabh N. Patel will be paid remuneration not exceeding rupees 60,00,000 (Rupees Sixty Lakhs) per annum w.e.f 01<sup>st</sup> April, 2020.

**6. Comparative remuneration profile with respect to industry, size of the Company, profile of the position and person:**

Considering the responsibility shouldered by him of the enhanced business activities of the Company, proposed remuneration is Commensurate with Industry standards and Board level positions held in similar sized and similarly positioned businesses.

**7. Pecuniary relationship directly or indirectly with the Company, or relationship with the managerial personnel, if any**

Does not have any pecuniary relationship with the Company except remuneration drawn as Managing Director

**OTHER INFORMATION:**

**1. Reasons of inadequate profits:**

The Revenue of the Company is Rs. 97,58,143 which is comparatively higher then the revenue earn in the previous year. Further, increase in Revenue also leads to increase expenses, which leads to decrease the Profit of the company. The Company is profit making Company as Compare to the previous year.

**2. Steps taken or proposed to be taken for improvement:**

The company has undertaken stringent cost actions and continues to curtail the expenses. Also, the management continues to explore avenues to increase revenues.

**3. Expected increase in productivity and profits in measurable terms**

The company is committed to build the business operations within the budget and considering the business operations on a going concern basis, it is believed that the financial position of the company will improve in the near future.

None of the Directors / Key Managerial Personnel and their relatives is interested in this resolution except Mrs. Riddhiben R. Patel and Mr. RushabhBhai Patel in any way, concerned or interested in the said resolution.

**ITEM NO.5**

Name of Director	Mrs. Riddhiben R. Patel
DIN	00047238
Date of Birth	22/10/1974
Date of Appointment	30/07/1999
Qualification	B.Com, MBA from London School of Management
Expertise in Specific Functional areas	21 Years
List of Companies in which Directorship is held	3
Chairman/Member of the Committee of other Companies	NIL

**Statement required pursuant to the provisions of Schedule V of the Companies Act, 2013 is given below:**

**GENERAL INFORMATION:**

**1. Nature of Industry :** Construction Industry

**2. Date or expected date of commencement of commercial production:**

Business commenced in 1985, since the Company is into Construction business, hence there is no date of commercial production.

**3. In case of new companies, expected date of commencement of activities as per project approved by financial institutions appearing in the prospectus:**

Not applicable

**4. Financial performance based on given indicators:**

The company earned total revenue of Rs. 97,58,143 during the financial year 2019-20 as compared to Rs. 64,68,296 during the financial Year 2018-19. Whereas the company has earned profit/(loss) of Rs. 73,26,276 during the financial year 2019-2020 as compared to Rs. 45,98,910 during the financial Year 2018-19.

**5. Foreign investments or collaborators, if any:** The Company has not made any foreign investments and neither entered into any foreign collaboration.

**INFORMATION ABOUT MRS. RIDDHIBEN R. PATEL:**

**1. Background details :**

Mrs. Riddhiben R. Patel was appointed as a joint Managing Director of the company on 30/07/1999 and holding 3,22,900 shares in the company.

**2. Past remuneration:**

Mrs. Riddhiben R. Patel being a Joint managing director of the company receiving remuneration of Rs. 7,50,000/- p.a.

**3. Recognition or awards:**

Mrs. Riddhiben R. Patel has an experience of 21 years and she had completed her Post graduation from London school of Management.

**4. Job profile and his suitability:**

Mrs. Riddhiben R. Patel is an execution key personal of the commercial activities. Further she has 21 years' experience in the construction industries and as a real estate developer.

**5. Remuneration proposed:**

Mrs. Riddhiben R. Patel will be paid remuneration not exceeding rupees 60,00,000 (Rupees Sixty Lakhs) per annum w.e.f 01<sup>st</sup> April, 2020.

**6. Comparative remuneration profile with respect to industry, size of the Company, profile of the position and person:**

Considering the responsibility shouldered by him of the enhanced business activities of the Company, proposed remuneration is Commensurate with Industry standards and Board level positions held in similar sized and similarly positioned businesses.

**7. Pecuniary relationship directly or indirectly with the Company, or relationship with the managerial personnel, if any**

Does not have any pecuniary relationship with the Company except remuneration drawn as Managing Director

**OTHER INFORMATION:**

**1. Reasons of inadequate profits:**

The Revenue of the Company is Rs. 97,58,143 which is comparatively higher then the revenue earn in the previous year. Further, increase in Revenue also leads to increase expenses, which leads to decrease the Profit of the company. The Company is profit making Company as Compare to the previous year.

**2. Steps taken or proposed to be taken for improvement:**

The company has undertaken stringent cost actions and continues to curtail the expenses. Also, the management continues to explore avenues to increase revenues.

**3. Expected increase in productivity and profits in measurable terms**

The company is committed to build the business operations within the budget and considering the business operations on a going concern basis, it is believed that the financial position of the company will improve in the near future.

None of the Directors / Key Managerial Personnel and their relatives is interested in this resolution except Mrs. Riddhiben R. Patel and Mr. Rushabh Bhai Patel in any way, concerned or interested in the said resolution.

**For, Parshwanath Corporation Limited.**

**SD/-  
Mr. Rushabh N. Patel  
Managing Director  
DIN: 00047374**

**Date : 28/11/2020  
Place : Ahmedabad**

**DIRECTOR'S REPORT**

**To,**  
**The Members**  
**Parshwanath Corporation Limited**  
**Ahmedabad**

**1. COMPANY SPECIFIC INFORMATION:**

**1.1 FINANCIAL RESULTS**

The Board of Directors hereby submits the report of the business and operations of your company along with the audited financial statements, for the financial year ended March 31, 2020.

**FINANCIAL OVERVIEW:**

**(Amount in Rupees)**

<b>Particular</b>	<b>2019-20</b>	<b>2018-2019</b>
Revenue from Operation	97,58,143	64,68,296
Other Income	62,71,673	60,76,568
Profit/loss before Depreciation, Exceptional items and Tax Expense	8733637	57,39,370
Less: Depreciation	9,53,279	9,53,280
Profit / loss before Exceptional items and tax expense	77,80,358	47,86,090
Less: Exceptional items	9,89,171	9,36,535
Profit /loss before tax expense	87,69,529	57,22,625
Less: Tax Expense	(1408179)	(1129880)
Adjustment of Income Tax of Earlier Years	(26406)	-
Profit / loss for the year(1)	73,34,944	45,92,745
Total Comprehensive Income(2)	(8,668)	(6,165)
Total (1+2)	73,26,276	45,98,910

**1.2 REVIEW OF OPERATION:**

The Company has incurred total profit of Rs. 73,26,276 as compare to profit of Rs. 45,98,910 in the Previous Year. The Company earned revenue from operation is Rs. 97,58,143 which is higher than earned in the previous year Rs. 64,68,296-. Currently company does not have any project and major part of the earning of the company is from the interest income.

**1.3 TRANSFER TO RESERVES:**

The Board of Directors of your Company, has decided not to transfer any amount to the Reserves for the year under review, except for the Profit earned during the year which has been transferred to the Surpluses Head of the Reserves & Surpluses.

**1.4 DIVIDEND:**

The Board of Directors of your company, after considering holistically the relevant circumstances and keeping in view the company's dividend distribution policy, has decided that it would be prudent, not to recommend any Dividend for the year under review.

**1.5 MAJOR EVENTS OCCURRED DURING THE YEAR**

**a) State of the Company's affair:**

Your company is engaged in the business of construction and development of housing projects in India. However currently company does not have any project. Further, During the year under review, the company was highly depended on the interest income. The Directors of the company are working hard to earn more profit and tremendous growth in future.

**b) Change in Nature of Business:**

During the year there was no change in the nature of the business of the Company.

**c) Material changes and commitments affecting the financial position of the company:**

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

## 2. GENERAL INFORMATION:

Parshwanath Corporation has been offering world-class residential and commercial properties since 1967. Our aim is to create best in the class properties that offer the perfect balance of opulence and elegance. We enhance the lifestyle of people by blending innovation with passion. The company has grown brick by brick and reached towering heights.

## 3. CAPITAL AND DEBT STRUCTURE:

During the year under review, the company has neither issued nor bought back shares. The Capital of the company remains same as under.

Authorized Share Capital	Rs.10,00,00,000 divided into 1,00,00,000 shares of Rs. 10 each
Issued Share Capital	Rs. 3,13,18,370 divided into 31,31,837 shares of Rs. 10 each
Paid Up share Capital	Rs. 3,13,18,370 divided into 31,31,837 shares of Rs. 10 each

- The Capital of the Company consist only Equity shares.

## 4. CREDIT RATING

During the year the company has not issued any securities and not raised any loan which requires credit rating, hence credit rating provisions not applicable on company and has not obtained any credit rating during the year.

## 5. INVESTOR EDUCATION AND PROTECTION FUND

The Company has not declared any dividend, hence not transferred any amount to Investor education and Protection Fund.

## 6. MANAGEMENT

### 6.1 Directors and Key Managerial Personnel:

#### Board Composition:

The constitution of the Board (as on 31/03/2020) and the attendance of the Directors are given below:

Name of the Directors	Category of the Director (NE/E/ID)	Designation	No. of Director ship	No. of Meetings attended	Details of committee		Presence in previous AGM
					As Member	As Chairman	
Mrs. Riddhiben R. Patel	Executive	Joint-Managing Director	2	9	3	0	Yes
Mr. Rushabh N. Patel	Executive	Managing Director	5	9	0	0	No
Mr. Ramanbhai H. Patel	Independent	Independent Director	1	7	3	0	Yes
Mr. Asit A. Vyas	Independent	Independent Director	1	7	0	3	Yes

#### Directors:

##### 1. Appointments

Mr. Asit A Vyas has been appointed as Independent Director w.e.f. 08/06/2019 as an Independent Director.

##### 2. Change in Designation:

There was no change in Designation of any directors or Key Managerial Personnel in the company during the year under review.

##### 3. Resignation:

Mr. Navinbhai S. Patel has resigned from the post of Independent Director w.e.f. 08/06/2019.

##### 4. Retirement:

Mrs. Riddhiben Rushabh Patel (DIN:00047238) Joint Managing Director who retires by rotation and being eligible offers herself for re-appointment.

##### 5. Disclosure of relationship between directors inter se:

None of the directors are being related to each other except for Mrs. Riddhiben R. Patel, Joint-Managing Director and Chief financial officer of the Company, being wife of Mr. Rushabh N. Patel who is Managing Director of the Company

**Key managerial person:**

Ms. Hetanshi Shah has resigned from the post of Company Secretary and compliance officer w.e.f. 18/07/2019 and Company has appointed Mrs. Ankita Bang w.e.f 25/02/2020.

**6.2 Independent director:**

Mr. Asit A. Vyas has been appointed as Independent Director w.e.f. 08/06/2019 for the five years and has been regularized by the members of the company in the 33<sup>rd</sup> Annual General Meeting of the company dated 27<sup>th</sup> September, 2019.

**6.3 Independent director's declaration:**

The company has received necessary declarations from each Independent Director under Section 149(6) and 149(7) of the companies Act, 2013 and regulation 16(1)(b) and regulation 25(8) of SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015, that they meet the criteria of independence laid down thereunder.

As on 31<sup>st</sup> March, 2020, half of the Board Members consist of Independent Directors on Company's Board having rich experience in their fields and they will add value to the management of the company. An enlightened Board consciously creates a culture of Board leadership to provide a long-term vision and policy thinking in order to improve the quality of governance. The Board's actions and decisions are aligned with the Company's best interests.

**Familiarization Programme:**

As per the provisions of the Companies Act, 2013 and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the company has taken necessary steps and formed the policy on the Board's Familiarization and Remuneration Policy to get the new Directors (including Non – Executive Directors and Independent Directors), Key Managerial Personnel and Senior Management familiarize, habituated and their acquaintance with the atmosphere and working of the Company. The same can be finding at the website of [www.parshwanath.co.in](http://www.parshwanath.co.in).

**6.4 Board Meetings:**

During the period under review, 9 (Nine) Board Meeting were held by the Board of Directors to transact various business items.

During the Year 2019-2020, 9 (Nine) Board Meetings were held as mention below.

Sr. No	Date and Day of the Board Meeting	Sr. No	Date and Day of the Board Meeting
1	Tuesday, 28 <sup>th</sup> May, 2019	6	Monday, 11 <sup>th</sup> November, 2019
2	Saturday, 08 <sup>th</sup> June, 2019	7	Tuesday, 11 <sup>th</sup> February, 2020
3	Monday, 29 <sup>th</sup> July, 2019	8	Tuesday, 25 <sup>th</sup> February, 2020
4	Monday, 12 <sup>th</sup> August, 2019	9	Wednesday, 18 <sup>th</sup> March, 2020
5	Friday, 23 <sup>rd</sup> August, 2019		

**6.5 Committees**

**1. Audit Committee:**

**a) Brief Description**

The primary object of the Audit Committee is to monitor and provide an effective supervision of the Management's financial reporting process, to ensure accurate and timely disclosures with the highest levers of transparency, integrity and quality of financial reporting. The committee oversees the work carried out in the financial reporting process by the Management, the internal auditor, the statutory auditor and notes the processes and safeguards employed by each of them.

**b) Constitution and Composition of Audit Committee**

The Company has in accordance with the Section 177 constituted the Audit Committee. The Audit Committee constituted and re constituted from time to time to comply with statutory requirement. The Audit Committee met 5 (Five) times during the last financial year on the following dates:

Sr. No.	Date and Day of the Meeting	Sr. No.	Date and Day of the Meeting
1.	Tuesday, 28 <sup>th</sup> May, 2019	4.	Tuesday, 11 <sup>th</sup> February, 2020
2.	Monday, 12 <sup>th</sup> August, 2019	5.	Wednesday, 18 <sup>th</sup> March, 2020
3.	Monday, 11 <sup>th</sup> November, 2019		



The constitution of the Committee (as on 31/03/2020) and the attendance of each member of the Committee are given below:

Name	Type of Directors	Category	No of Meeting	Number of meetings attended
Mr. Ramanbhai H. Patel	Independent Director	Chairman	5	5
Mrs. Riddhiben R. Patel	Joint- Managing Director	Member	5	5
*Mr. Navinchandra S. Patel	Independent Director	Member	1	0
#Mr. Asit A. Vyas	Independent Director	Member	4	4

\* Upto 08/06/2019 # with effect from 08/06/2019

## 2. Nomination & Remuneration Committee

### a) Constitution & Composition of Nomination & Remuneration Committee:

The Company has formulated Nomination & Remuneration Committee as per the requirement of 178(1) of the companies Act, 2013. The main function of the Nomination & Remuneration Committee is to formulation and recommendation of the policy for the appointment, removal, performance evaluation of the directors & the consideration to be paid to them and other matters as may be determined by the committee and the prevailing provisions for formulation of criteria for evaluation of Independent Directors and Board. Further to recommend/review remuneration of Directors based on their performance and carry out functions as mandated by Board from time to time.

During the year under review, there was 3 (Three) meeting conducted on following dates.

Sr. No.	Date and Day of the Meeting	Sr. No.	Date and Day of the Meeting
1.	Friday, 7 <sup>th</sup> June, 2019	3.	Tuesday, 25 <sup>th</sup> February, 2020
2.	Monday, 12 <sup>th</sup> August, 2019		

The constitution of the Committee (as on 31/03/2020) and the attendance of each member of the Committee are given below:

Name of the Member	Type of Director	Category	No of Meeting	Number of meetings attended
Mr. Ramanbhai H. Patel	Independent Director	Chairman	3	3
*Mr. Navinchandra S. Patel	Independent Director	Member	1	0
#Mr. Asit A. Vyas	Independent Director	Member	2	2
% Mrs. Riddhiben R. Patel	Joint- Managing Director	Member	3	3

\* Upto 08/06/2019 # with effect from 08/06/2019

% The Nomination and Remuneration Committee consist of Mrs. Riddiben Patel who is Joint-Managing Director in executive capacity, however the company is yet to appoint a Non-executive Director to properly constitute the committee.

### 3. Stakeholders Relationship Committee:

The Company has formulated the Stakeholders Relationship Committee in accordance with the Section 178(5) of the Companies Act, 2013 and SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015 as entered into by the Company. The function of the Stakeholders Relationship Committee is to look into complaints if any and redress the same expeditiously. Besides, the committee approves allotment, transfer & Transmission of shares, Debentures, issue of any new certificates on split / consolidation / renewal etc. as may be referred to it.

During the relevant financial year, 4 (Four) Committee Meetings were held as follows:

Sr. No.	Date and Day of the Meeting	Sr. No.	Date and Day of the Meeting
1.	Tuesday, 28 <sup>th</sup> May, 2019	3.	Monday, 11 <sup>th</sup> November, 2019
2.	Monday, 12 <sup>th</sup> August, 2019	4.	Tuesday, 11 <sup>th</sup> February, 2020

The constitution of the Committee as on 31/03/2020 is as under:

Name of the Member	Type of Director	Category	Number of meeting held	Number of meetings attended
Mr. Ramanbhai H. Patel	Independent Director	Chairman	4	4
#Mr. Asit A. Vyas	Independent Director	Member	3	3
*Mr. Navinchandra S. Patel	Independent Director	Member	1	0
Mrs. Riddhiben R. Patel	Joint- Managing Director	Member	4	4

\* Upto 08/06/2019 # with effect from 08/06/2019

Company has not received Complain from shareholders of the Company during the year of review which is yet pending. However, the Company has taken necessary reply as and when required.

The details of the Compliance Officer and the details of complaints received / solved / unsolved during the year are as follows:

Compliance Officer:

Mrs. Ankita Bang, Company Secretary

Mail Id: ltd@parshwanath.co.in

Contact No.: 079-27540647

Compliant received during the year*	Compliant solved during the year	Compliant pending during the year*
0	0	0

Note: The Company had not received the investor complaint.

#### 4. Independent Directors' Meeting:

The Independent Directors of the Company met during the year on Monday, 12<sup>th</sup> August, 2019 without the attendance of non – Independent Directors and members of the Board. The Independent Directors reviewed the performance of the non-independent Directors and Board as whole. the performance of the Chairman taking into account the views of executive Directors and non-executive Directors and assessed the quality, quantity and timeline of flow of information between company management and Board.

#### 6.6 Recommendation of Audit Committee:

There are no transactions which are recommended by the audit committee and not accepted by the board of the directors of the company.

#### 6.7 Company's Policy on Directors appointment and remuneration:

The current policy is to have an appropriate mix of executive and independent directors to maintain the independence of the board, and separate its functions of governance and management. The policy of the Company on directors' appointment and remuneration, including the criteria for determining qualifications, positive attributes, independence of a director and other matters, as required under sub-section (3) of Section 178 of the Companies Act, 2013 is available at registered office for review.

There has been no change in the policy since last fiscal. We affirm that the remuneration paid to the directors is as per the terms laid out in the Nomination and Remuneration Policy of the Company.

#### Code of conduct:

The Company has already implemented a Code of Conduct for all Board Members and Senior Managements of the company in compliance with SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015 (earlier Listing Agreement). But, since the operations of the Company were not much, the application of the code of conduct was limited to that extent. The code of conduct of the company can be found on the website of the company at [www.parshwanath.co.in](http://www.parshwanath.co.in)

#### 6.8 Board Evaluation:

During the year, the Board adopted a formal mechanism for evaluating its performance and as well as that of its Committees and individual Directors, including the Chairman of the Board.

The evaluation framework for assessing the performance of Directors (including Independent Directors) comprises of the following key areas:

- Attendance and participation in the Meetings and timely inputs on the minutes of the meetings.





**15. SIGNIFICANT AND MATERIAL ORDERS OF JUDICIAL BODIES/REGULATORS**

There are no significant material orders passed by the Regulators/ Courts which would impact the going concern status of the Company and its future operations.

**16. AUDIT REPORT AND AUDITORS:**

• **INTERNAL AUDITOR:**

In pursuance to the provisions of Section 138 of the Companies Act, 2013, your Company has appointed M/s. P G M S & Associates, Chartered Accountant as the Internal Auditor of the Company.

• **STATUTORY AUDITOR:**

M/s. S G D G & Associates LLP, Chartered Accountants (F. R No.W100188) appointed as the Statutory Auditors of the Company at 32<sup>nd</sup> Annual General Meeting of the company subject to rectification by members of the company at every Annual General Meeting held till 37th AGM and that the Board be and is hereby authorized to fix such remuneration as may be determined by the Audit Committee in consultation with the Auditors.

The observations and comments, if any, marked in the Auditors' Report are self explanatory and therefore, do not call for any further comments.

• **COST AUDIT REPORT:**

As per section 148 of the Companies Act, 2013 read with the Companies (Audit and Auditors) Rules, 2014, Company is in construction business, and the Companies (Cost Records and Audit) Amendment Rules, 2014 (the Rules) are applicable to the Company but company does not fall under the criteria mentioned in the Rules.

• **SECRETARIAL AUDITOR:**

Mrs. Kajal Ankit Shukla, Practicing Company Secretaries, Proprietor of M/s. K. A Shukla & Associates has been appointed for the purpose of conducting Secretarial Audit of the Company. The Secretarial Audit Report is appended to this report as "Annexure IV".

As the company have claimed exemption under the regulation 15 of SEBI Listing Obligation (Disclosure & Requirements) Regulations, 2015, for Corporate Governance the provisions of Annual secretarial compliance report as per circular dated 08<sup>th</sup> February, 2019 is not applicable on the Company.

**17. SECRETARIAL AUDIT REPORT:**

The Secretarial Audit Report is appended to this report as "Annexure IV".

**18. EXPLANATIONS IN RESPONSE TO AUDITORS QUALIFICATIONS:**

*Explanation to the observations given in the Secretarial Audit report:*

1. In respect to the qualification given by the secretarial auditor in the report with regards to point (i) the company is under process to dematerialized all shares of the promoter group and given letters to all the physical shareholders through the RTA of the company to update their KYC and also requested to all the physical shareholders to dematerialized their shares.
2. In respect to the qualification given by the secretarial auditor in the report with regards to point (ii) the company was under process of searching suitable candidate during the time and company has appointed company secretary and compliance officer on 25/02/2020.
3. In respect to the qualification given by the secretarial auditor in the report with regards to point (iii) the company will appoint an Independent director as soon as company will find suitable profile for the same to fulfill requirement of Nomination and Remuneration committee.

**19. COMPLIANCE WITH SECRETARIAL STANDARDS:**

The Directors state that applicable Secretarial Standards i.e. SS 1 and SS 2 relating to 'Meetings of the Board of Directors' and 'General Meetings' respectively have been duly followed by the Company.

**20. EXTRACT OF ANNUAL RETURN:**

The Extract of Annual Return in Form MGT-9 as provided under Section 92 (3) of the Companies Act, 2013 is annexed herewith as "Annexure -III"

**21. CORPORATE GOVERNANCE REPORT:**

As per the criteria mention in the regulation 15 of SEBI Listing Obligation (Disclosure & Requirements) Regulations, 2015, company is not falling under the same and the company has claimed exemption from SEBI. Hence company



has not submitted corporate governance report with the stock exchange for the period under review. The company has claimed exemption under regulation 15(2) of SEBI Listing Obligation (Disclosure & Requirements) Regulations, 2015 vide letter dated 30<sup>th</sup> May, 2019 to Bombay Stock Exchange.

**22. ANNUAL SECRETARIAL COMPLIANCE REPORT:**

As per the clarification issued by Bombay Stock Exchange dated 9<sup>th</sup> May, 2019 the company need not to comply with the submission of Annual Secretarial Compliance report as does not falling under the criteria mentioned under regulation 15 of SEBI Listing Obligation (Disclosure & Requirements) Regulations, 2015. The company has claimed exemption under regulation 15(2) of SEBI Listing Obligation (Disclosure & Requirements) Regulations, 2015 vide letter dated 29<sup>th</sup> June, 2020 to Bombay Stock Exchange.

**23. MANAGEMENT DISCUSSION & ANALYSIS REPORT:**

The Management Discussion and Analysis Report as per the Regulation 34 of the SEBI Listing Obligation (Disclosure & Requirements) Regulations, 2015 is part of the Annual Report as “Annexure-V”.

**24. EQUAL OPPORTUNITY TO EMPLOYEES:**

The Company has always provided a congenial atmosphere for work to all employees that are free from discrimination and harassment including sexual harassment. It has provided equal opportunities of employment to all without regard to their caste, religion, color, marital status and sex. The Company has also framed a Policy on “Prevention of Sexual Harassment” at the workplace. There were no cases reported under the said Policy during the year.

**25. LISTING AT STOCK EXCHANGE:**

The Equity shares of your company are listed on BSE (Bombay Stock Exchange). The Listing fees for the Year 2019-2020 have been paid to the Stock Exchanges.

**26. DISCLOSURE OF TRANSACTIONS OF COMPANY WITH PROMOTER/ PROMOTER GROUP:**

Sr. no.	Name of Promoter	Nature of Transaction	Amount
1.	Mr. Rushabh N. Patel	Remuneration	9,00,000
2.	Mrs. Riddhiben R. Patel	Remuneration	7,50,000

**27. DISCLOSURE OF DEMAT SUSPENSE ACCOUNT / UNCLAIMED SUSPENSE ACCOUNT**

With the advent of the new Securities & Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 the listed entities are required to make disclosure in the Annual Report about the details of share in Demat Suspense Account / Unclaimed Suspense Account. The details of the same is mentioned below:

Aggregate number of shareholders and the outstanding shares in the Suspense Account lying at the beginning of the year	NIL
Number of shareholders who approached listed entity for transfer of shares from suspense account during the year	NIL
Number of shareholders to whom shares were transferred from suspense account during the year	Nil
Aggregate number of shareholders and the outstanding shares in the suspense account lying at the end of the year	Nil
The voting rights on these shares shall remain frozen till the rightful owner of such shares claims the shares	Not Applicable

**28. APPRECIATION:**

Your Directors place on record their appreciation and gratitude for the excellent support the Company has received from its workers, employees, customers, vendors and shareholders. They also express their sincere thanks to the Bankers and various State Governments for the valuable support extended to the Company.

**For, Parshwanath Corporation Limited**

**Date :** 28/11/2020  
**Place :** Ahmedabad

**SD/-**  
**Mr. Rushabh N. Patel**  
**Managing Director**  
**DIN:00047374**

**SD/-**  
**Mrs. Riddhiben R. Patel**  
**Joint-Managing Director**  
**DIN: 00047238**

## ANNEXURE-I

### INFORMATION ON THE RATIO OF REMUNERATION OF EACH DIRECTOR TO THE MEDIAN EMPLOYEES REMUNERATION

#### PARTICULARS OF EMPLOYEES

The information required under section 197 of the Act read with rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 are given below:

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

Name of the Directors	Designation	Ratio
Mr. Rushabh N. Patel	Managing Director	2.6:1
Mrs. Riddhiben R. Patel	Joint Managing Director & CFO	2.16:1
Mr. Ramanbhai H. Patel	Non- executive Independent Director	NIL
Mr. Navinchandra S. Patel	Non- executive Independent Director	NIL

The company has paid sitting fees of Rs.10,000 to Mr. Ramanbhai H. Patel.

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

NAME OF THE DIRECTORS	Designation	% INCREASE
Mr. Rushabh N. Patel	Managing Director	NIL
Mrs. Riddhiben R. Patel	Joint Managing Director & CFO	25%
Mr. Ramanbhai H. Patel	Non- executive Independent Director	NIL
Mr. Navinchandra S. Patel	Non- executive Independent Director	NIL
*Mrs. Ankita Bang	Company Secretary	25%
Mr. Asit A Vyas	Non- executive Independent Director	NIL

\* Salary of Existing company secretary has been increase as compare to previous company Secretary.

- c. The percentage increase in the median of employees in the financial year: -25.43%
- d. The number of permanent employees on the rolls of the Company: 6
- e. Average percentile increase already made in the salaries of the employee other than the managerial personnel in the last financial year and its comparison with the percentile increase in the managerial remuneration and justification thereof and point out if there are any exceptional circumstances for increase in the managerial remuneration.

Average Remuneration of Employees	% increase in the Managerial Personnel
-18.83	10

#### Reason for change:

The company has given increment to its employees during the year under review and Remuneration of Joint-Managing Director has been increased.

- f. **Affirmation that the remuneration is as per the remuneration policy of the Company:**

The Company affirms that the remuneration is as per the Remuneration Policy of the Company.

For, Parshwanath Corporation Limited

Date : 28/11/2020  
Place : Ahmedabad

SD/-  
Mr. Rushabh N. Patel  
Managing Director  
DIN:00047374

SD/-  
Mrs. Riddhiben R. Patel  
Joint-Managing Director  
DIN: 00047238

**ANNEXURE-II**
  
**Form No. AOC-2**

(Pursuant to clause (h) of sub-section (3) of section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014)

**Form for disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in sub-section (1) of section 188 of the Companies Act, 2013 including certain arm's length transactions under third proviso thereto**

**1. Details of contracts or arrangements or transactions not at arm's length basis:**

a)	Name(s) of the related party and nature of relationship	N.A
b)	Nature of contracts/ Arrangements/transactions	N.A
c)	Duration of the contracts /Arrangements / transactions	N.A
d)	Salient terms of the contracts or arrangements or transactions including the value, if any	N.A
e)	Justification for entering into such Contractor arrangements or Transactions	N.A
f)	Date(s) of approval by the Board	N.A
g)	Amount paid as advances, if any	N.A
h)	Date on which the special resolution was passed in general meeting as required under first proviso to section 188	N.A

**2. Details of contracts or arrangements or transactions at arm's length basis:**

a)	Name(s) of the related party and nature of relationship	IRNB Joint A/c, Mr. Rushabh N. Patel,
b)	Nature of contracts/ Arrangements/transactions	Co-owner of the Property,
c)	Duration of the contracts /Arrangements / transactions	N.A
d)	Salient terms of the contracts or arrangements or transactions including the value, if any	N.A
e)	Justification for entering into such Contractor arrangements or Transactions	N.A
f)	Date(s) of approval by the Board	30/05/2016

**For, Parshwanath Corporation Limited**

**Date :** 28/11/2020  
**Place :** Ahmedabad

**SD/-**  
**Mr. Rushabh N. Patel**  
**Managing Director**  
**DIN:00047374**

**SD/-**  
**Mrs. Riddhiben R. Patel**  
**Joint-Managing Director**  
**DIN: 00047238**

**Annexure - III**  
**Form No. MGT-9**  
**EXTRACT OF ANNUAL RETURN**

**As on the financial year ended on 31/03/2020 of**  
**Parshwanath Corporation Limited**

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

**I. REGISTRATION AND OTHER DETAILS:**

i)	CIN:	L45201GJ1985PLC008361	
	Foreign Company Registration Number/GLN	Not Applicable	
ii)	Registration Date [DDMMYY]	31.12.1985	
iii)	<b>Name of the Company</b>	<b>Parshwanath Corporation Limited</b>	
	<b>Category of the Company</b> [Pl. tick]	<input checked="" type="checkbox"/> Public Company <input type="checkbox"/> Private Company	
iv)	<b>Sub Category of the Company</b> [Please tick whichever are applicable]	1. Government Company	
		2. Small Company	
		3. One Person Company	
		4. Subsidiary of Foreign Company	
		5. NBFC	
		6. Guarantee Company	
		7. Limited by shares	<input checked="" type="checkbox"/>
		8. Unlimited Company	
		9. Company having share capital	
		10. Company not having share capital	
		11. Company Registered under Sec. 8	
V)	<b>NAME AND REGISTERED OFFICE ADDRESS OF COMPANY AND CONTACT DETAILS:</b>		
	Address	50 Harisiddha Chambers, 3 <sup>rd</sup> Floor, Ashram Road	
	Town / City	Ahmedabad	
	State	Gujarat	
	Pin Code	380 014	
	Country Name	India	
	Country Code	91	
	Telephone (With STD Area Code no)	079-27540848	
	Fax Number	079-27540144	
	Email Address	ltd@parshwanath.co.in	
	Website	www.parshwanath.com	
	Name of the Police Station having jurisdiction where the registered office is situated	Ashram Road, Police Station	
	Address for correspondence, if different from address of registered office:	N.A.	
	vi)	Whether shares listed on recognized Stock Exchange(s)	Yes
If yes, details of stock exchanges where shares are listed		Sr. No.	Stock Exchange Name
		1.	BSE Limited
		Code	511176

vii)	<b>Name and Address of Registrar &amp; Transfer Agents (RTA) :- Full address and contact details to be given.</b>	
	Registrar & Transfer Agents (RTA):-	Link Intime India Private Limited
	Address	5th floor, 506 to 508 Amarnath Business Centre - I (ABC - I), Beside Gala Business Centre, Nr. St. Xavier's College Corner, Off C G Road, Navarangpura, Ahmedabad-380009
	Town / City	Ahmedabad
	State	Gujarat
	Pin Code	380009
	Telephone (With STD Area Code Number)	079-26465179
	Fax Number	079-26465179
	Website	<a href="http://www.linkintime.co.in">www.linkintime.co.in</a>

**II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY** (All the business activities contributing 10% or more of the total turnover of the company shall be stated)

Sr. No.	Name and Description of main products / services	NIC Code of the Product/service	#% to total turnover of the Company
1	Interest Income	8990	60.87

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

SR. NO.	NAME AND ADDRESS OF THE COMPANY	CIN/GLN	HOLDING/ SUBSIDIARY / ASSOCIATE
1	NIL	NIL	NIL

**IV. SHARE HOLDING PATTERN (EQUITY SHARE CAPITAL BREAK UP AS PERCENTAGE OF TOTAL EQUITY)**

**i) Category-wise Share Holding**

Category of Shareholders	No. of Shares held at the beginning of the year [As on 01-April-2019]				No. of Shares held at the end of the year [As on 31-March-2020]				% Changeduring the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
<b>A. Promoter' s</b>									
<b>(1) Indian</b>									
a) Individual/ HUF	23,17,751	21,278	23,39,029	74.69	2328001	11653	2339654	74.69	-
b) Central Govt	-	-	-	-	-	-	-	-	-
c) State Govt(s)	-	-	-	-	-	-	-	-	-
d) Bodies Corp.	-	-	-	-	-	-	-	-	-
e) Banks / FI	-	-	-	-	-	-	-	-	-
f) Any other	-	-	-	-	-	-	-	-	-
<b>Sub-total(A)(1):-</b>	<b>23,17,751</b>	<b>21,278</b>	<b>23,39,029</b>	<b>74.69</b>	<b>2328001</b>	<b>11653</b>	<b>2339654</b>	<b>74.69</b>	<b>-</b>
<b>(2) Foreign</b>									
(a) NRIs- Individuals	-	-	-	-	-	-	-	-	-
(b) Other- Individuals	-	-	-	-	-	-	-	-	-
(c) Bodies Corp.	-	-	-	-	-	-	-	-	-
(d) Banks FI	-	-	-	-	-	-	-	-	-
(e) Any Other....	-	-	-	-	-	-	-	-	-
<b>Sub-total(A)(2):-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Shareholding of Promoter(A)= (A)(1)+(A)(2)</b>	<b>23,17,751</b>	<b>21,278</b>	<b>23,39,029</b>	<b>74.69</b>	<b>2328001</b>	<b>11653</b>	<b>2339654</b>	<b>74.69</b>	<b>-</b>
<b>B. Public Shareholding</b>									
1. Institutions	-	-	-	-	-	-	-	-	-
a) Mutual Funds	-	-	-	-	-	-	-	-	-
b) Banks / FI	-	-	-	-	-	-	-	-	-
c) Central Govt	-	-	-	-	-	-	-	-	-





d) State Govt(s)	-	-	-	-	-	-	-	-	-
e) Venture Capital Funds	-	-	-	-	-	-	-	-	-
f) Insurance Companies	-	-	-	-	-	-	-	-	-
g) FII's	-	-	-	-	-	-	-	-	-
h) Foreign Venture Capital Funds	-	-	-	-	-	-	-	-	-
i) Others (specify)(Trusts)	-	-	-	-	-	-	-	-	-
<b>Sub-total (B)(1):-</b>	-	-	-	-	-	-	-	-	-
<b>2. Non-Institutions</b>									
a) Bodies Corp.									
i) Indian	65,511	7440	72,951	2.33	44808	7440	52248	1.66	-66.10
ii) Overseas	-	-	-	-	-	-	-	-	-
b) Individuals	-	-	-	-	-	-	-	-	-
i) Individual shareholders holding nominal share capital upto Rs.1 Lakh	158086	423492	581578	18.56	215206	364934	580140	18.52	-0.0140
ii) Individual shareholders holding nominal share capital in excess of Rs 1 lakh	134798	-	134798	4.034	156465	-	156465	4.99	0.6918
C) others (Specify)									
i) Non Resident Indians (Non - Repat)	1,99	-	199	0.0064	199	-	199	0.0064	-
ii) Non Resident Indians (Repat)	520	-	5,20	0.016	520	-	520	0.016	-
iii) HUF	2761	-	2761	0.09	2610	-	2610	0.083	-0.004
iv) clearing members	-	1	1	0.00	-	1	1	0.00	-
<b>Sub-total (B)(2):-</b>	361875	430933	792808	25.31	419808	372375	792183	25.31	-
<b>Total Public Shareholding (B)=(B)(1)+(B)(2)</b>	361875	430933	792808	25.31	419808	372375	792183	25.31	
<b>C. Shares held by Custodian for GDRs &amp; ADRs</b>	-	-	-	-	-	-	-	-	-
<b>Grand Total (A+B+C)</b>	2679626	452211	3131837	100	2747809	384028	3131837	100	-

ii) Shareholding of Promoter-

Sr. No.	Shareholdre's Name	Shareholding at the beginning of the year (01.04.2019)			Share holding at the end of the year (31.03.2020)			% Change 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.	#Mr. Navnitbhai C. Patel	10,85,206	34.65	-	-	-	-	(34.65)
2.	Mr. Rushabh N. Patel	7,01,692	22.41	-	7,01,692	22.41	-	-
3.	Mrs. Riddhi Patel	3,22,900	10.31	-	3,22,900	10.31	-	-
4.	Smt. Indiraben Patel	1,18,526	3.96	-	1,18,526	3.96	-	-
5.	Mr. Raj Rushabh Patel	68929	2.20	-	1154135	36.85	-	34.65
6.	Mrs. Minal Patel	10400	0.33	-	10400	0.33	-	-
7.	Mrs. Preeti Patel	10376	0.33	-	10376	0.33	-	-
8.	Mrs. Hema N Patel	10250	0.33	-	10250	0.33	-	-
9.	Manisha Patel	10125	0.32	-	10125	0.32	-	-
10.	Chunibhai D. Patel	600	0.02	-	600	0.02	-	-
11.	Dipak Patel	25	0.00	-	25	0.00	-	-

# Shares of Mr. Navnitbhai C. Patel Shares has been transmitted to Mr. Raj Rushabh Patel during the year under review.

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

**1. #Mr. Navnitbhai C. Patel**

Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the Year	
	No. of shares	% of total shares	No. of shares	% of total shares
01/04/2019	10,85,206	34.65	10,85,206	34.65
Date wise Increase / Decrease in Shareholding during the year specifying the reasons for increase /decrease-				
Transmission of shares dated 16/03/2020.				
31/03/2020	0	0	0	0

# Shares of Mr. Navnitbhai C. Patel Shares of Mr. Navnitbhai C Patel has been transmitted to Mr. Raj Patel during the year under review.

**2. Mr. Rushabh N. Patel**

Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the Year	
	No. of shares	% of total shares	No. of shares	% of total shares
01/04/2019	7,01,692	22.41	7,01,692	22.41
Date wise Increase / Decrease in Shareholding during the year specifying the reasons for increase /decrease	No Change			
31/03/2020	7,01,692	22.41	7,01,692	22.41

**3. Mrs. Riddhi R. Patel**

Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the Year	
	No. of shares	% of total shares	No. of shares	% of total shares
01/04/2019	3,22,900	10.31	3,22,900	10.31
Date wise Increase / Decrease in Shareholding during the year specifying the reasons for increase /decrease	No Change			
31/03/2020	3,22,900	10.31	3,22,900	10.31

**4. Mrs. Indiraben N. Patel**

Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the Year	
	No. of shares	% of total shares	No. of shares	% of total shares
01/04/2019	1,18,526	3.96	1,18,526	3.96
Date wise Increase / Decrease in Shareholding during the year specifying the reasons for increase /decrease	No Change			
31/03/2020	1,18,526	3.96	1,18,526	3.96

**5. Mr. Raj Rushabh Patel**

Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the Year	
	No. of shares	% of total shares	No. of shares	% of total shares
01/04/2019	68,929	2.20	68,929	2.20
Date wise Increase / Decrease in Shareholding during the year specifying the reasons for increase /decrease-				
Transmission of shares dated 16/03/2020.	10,85,206	34.65	1154135	36.85
31/03/2020	10,85,206	34.65	10,85,206	36.85

**6. Mrs. Minal K. Patel**

Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
	No. of Shares	% of total shares	No. of Shares	% of total shares
01/04/2019	10,400	0.33	10,400	0.33
Date wise Increase / Decrease in Shareholding during the year specifying the reasons for increase /decrease	No Change			
31/03/2020	10,400	0.33	10,400	0.33

**7. Mrs. Preeti Patel**

Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
	No. of Shares	% of total shares	No. of Shares	% of total shares
01/04/2019	10,376	0.33	10,376	0.33
Date wise Increase / Decrease in Shareholding during the year specifying the reasons for increase /decrease	No Change			
31/03/2020	10,376	0.33	10,376	0.33

**8. Mrs. Hema Patel**

Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
	No. of Shares	% of total shares	No. of Shares	% of total shares
01/04/2019	10,250	0.33	10,250	0.33
Date wise Increase / Decrease in Shareholding during the year specifying the reasons for increase /decrease	No Change			
31/03/2020	10,250	0.33	10,250	0.33

**9. Ms. Manisha Patel**

Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
	No. of Shares	% of total shares	No. of Shares	% of total shares
01/04/2019	10,125	0.32	10,125	0.32
Date wise Increase / Decrease in Shareholding during the year specifying the reasons for increase /decrease	No Change			
31/03/2020	10,125	0.32	10,125	0.32

**10. Chunibhai Patel**

Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
	No. of Shares	% of total shares	No. of Shares	% of total shares
01/04/2019	600	0.02	600	0.02
Date wise Increase / Decrease in Shareholding during the year specifying the reasons for increase /decrease	No Change			
31/03/2020	600	0.02	600	0.02

**11. Mr. Dipak Patel**

Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
	No. of Shares	% of total shares	No. of Shares	% of total shares
01/04/2019	25	0.00	25	0.00
Date wise Increase / Decrease in Shareholding during the year specifying the reasons for increase /decrease	No Change			
31/03/2020	25	0.00	25	0.00

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

1. Mr. Suhrud Chimanbhai Patel

Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the Year	
	No. of shares	% of total shares	No. of shares	% of total shares
01/04/2019	52250	1.67	52250	1.67
Date wise Increase / Decrease in Shareholding during the year specifying the reasons for increase /decrease	No Change			
31/03/20120	52250	1.67	52250	1.67

2. Rajyog Share And Stock Brokers LTD

Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the Year	
	No. of shares	% of total shares	No. of shares	% of total shares
01/04/2019	36000	1.15	36000	1.15
Date wise Increase / Decrease in Shareholding during the year specifying the reasons for increase /decrease	No Change			
31/03/2020	36000	1.15	36000	1.15

3. Tej Jitendra Shah

Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the Year	
	No. of shares	% of total shares	No. of shares	% of total shares
01/04/2019	0	0	0	0
Purchase of shares	21667	0.69	21667	0.69
31/03/2020	21667	0.69	21667	0.69

4. Mr. Ashokkumar P Patel

Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the Year	
	No. of shares	% of total shares	No. of shares	% of total shares
01/04/2019	15556	0.49	15556	0.49
Date wise Increase / Decrease in Shareholding during the year specifying the reasons for increase /decrease	No Change			
31/03/2020	15556	0.49	15556	0.49

5. Mr. Maulesh A. Patel

Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the Year	
	No. of shares	% of total shares	No. of shares	% of total shares
01/04/2019	14050	0.45	14050	0.45
Date wise Increase / Decrease in Shareholding during the year specifying the reasons for increase /decrease	No Change			
31/03/2020	14050	0.45	14050	0.45

**6. Hemangini A. Patel**

Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the Year	
	No. of shares	% of total shares	No. of shares	% of total Shares
01/04/2019	14005	0.45	14005	0.45
Date wise Increase / Decrease in Shareholding during the year specifying the reasons for increase /decrease	No Change			
31/03/2020	14005	0.45	14005	0.45

**7. Janki Patel**

Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the Year	
	No. of shares	% of total shares	No. of shares	% of total Shares
01/04/2019	13570	0.43	13570	0.43
Date wise Increase / Decrease in Shareholding during the year specifying the reasons for increase /decrease	No Change			
31/03/2020	13570	0.43	13570	0.43

**8. Shipa M. Patel**

Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the Year	
	No. of shares	% of total shares	No. of shares	% of total Shares
01/04/2019	13367	0.43	13367	0.43
Date wise Increase / Decrease in Shareholding during the year specifying the reasons for increase /decrease	No Change			
31/03/2020	13367	0.43	13367	0.43

**9. Aashish Bharatkumar Shah**

Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the Year	
	No. of shares	% of total shares	No. of shares	% of total Shares
01/04/2019	12000	0.38	12000	0.38
Date wise Increase / Decrease in Shareholding during the year specifying the reasons for increase /decrease	-	-	-	-
31/03/2020	12000	0.38	12000	0.38

**10. Samir Shah**

Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the Year	
	No. of shares	% of total shares	No. of shares	% of total Shares
01/04/2019	8175	0.26	8175	0.26
Date wise Increase / Decrease in Shareholding during the year specifying the reasons for increase /decrease	-	-	-	-
31/03/2020	8175	0.26	8175	0.26

**11. Arihant Capital Mkt. Ltd**

Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the Year	
	No. of shares	% of total shares	No. of shares	% of total Shares
01/04/2019	21566	0.69	21566	0.69
Sale of Shares	(21566)	0.69	-	-
31/03/2020	-	-	-	-

**v) Shareholding of Directors and Key Managerial Personnel:**

**1. #Mr. Navnitbhai C. Patel : Chairman**

Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the Year	
	No. of shares	% of total shares	No. of shares	% of total shares
01/04/2019	10,85,206	34.65	10,85,206	34.65
Transmitted to Mr. Raj Patel due to death dated 16/03/2020	(10,85,206)	34.65	-	-
31/03/2020	-	-	-	-

# Shares of Mr. Navnitbhai C. Patel has been transmitted to Mr. Raj Patel during the year under review as per will of MR. navnitbhai C. Patel as on 16/03/2020.

**2. Mr. Rushabh N. Patel : Managing Director**

Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the Year	
	No. of shares	% of total shares	No. of shares	% of total shares
01/04/2019	7,01,692	22.41	7,01,692	22.41
Date wise Increase / Decrease in Shareholding during the year specifying the reasons for increase /decrease	No change during the year			
31/03/2020	7,01,692	22.41	7,01,692	22.41

**3. Riddhiben R. Patel: Joint Managing Director, CFO**

Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the Year	
	No. of shares	% of total shares	No. of shares	% of total shares
01/04/2019	3,22,900	10.31	3,22,900	10.31
Date wise Increase / Decrease in Shareholding during the year specifying the reasons for increase /decrease	No Change during the year			
31/03/2020	3,22,900	10.31	3,22,900	10.31

**4. Ramanbhai H. Patel: Independent Director**

Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the Year	
	No. of shares	% of total shares	No. of shares	% of total shares
01/04/2019	625	0.02	625	0.02
Date wise Increase / Decrease in Shareholding during the year specifying the reasons for increase /decrease	No Change during the year			
31/03/2020	625	0.02	625	0.02

**5. Navinchandra S. Patel : Independent Director**

Particulars	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
01/04/2019	625	0.02	625	0.02
Date wise Increase / Decrease in Shareholding during the year specifying the reasons for increase /decrease	No Change during the year			
31/03/2020	625	0.02	625	0.02

**6. Hetanshi Shah: Company Secretary & Compliance officer**

Particulars	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
01/04/2019	NIL	NIL	NIL	NIL
Date wise Increase / Decrease in Shareholding during the year specifying the reasons for increase /decrease	No Change during the year			
18/07/2019	NIL	NIL	NIL	NIL

**7. Asit A. Vyas: Independent Director (W.e.f 08/06/2019)**

Particulars	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
08/06/2019	NIL	NIL	NIL	NIL
Date wise Increase / Decrease in Shareholding during the year specifying the reasons for increase /decrease	No Change during the year			
31/03/2020	NIL	NIL	NIL	NIL

**8. Mrs. Ankita Bang: Company Secretary & Compliance officer (W.e.f 25/02/2020)**

Particulars	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
25/02/2020	NIL	NIL	NIL	NIL
Date wise Increase / Decrease in Shareholding during the year specifying the reasons for increase /decrease	No Change during the year			
31/03/2020	NIL	NIL	NIL	NIL

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

(Rs. In Lacs)

	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)	NIL	NIL	NIL	NIL
Change in Indebtedness during the financial year				
* Addition	-	-	-	-
* Reduction	-	-	-	-
Net Change	NIL	NIL	NIL	NIL
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)	NIL	NIL	NIL	NIL



**VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL-**

**A. Remuneration to Managing Director, Whole-time Directors and/or Manager: (Amount in Rs.)**

SN.	Particulars of Remuneration	Name of MD/WTD/ Manager		Total Amount
		Rushabh N. Patel (Managing Director)	Riddhi R. Patel (Joint Managing Director)	
1	Gross salary	9,00,0000	7,50,000	16,50,000
	(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	-	-	
2	Stock Option	-	-	
3	Sweat Equity	-	-	
4	Commission			
	- as % of profit			
	- others, specify...			
5	Others, please specify	-	-	
	Total (A)	9,00,0000	7,50,000	16,50,000
	Ceiling as per the Act	Upto Rs. 60,00,000 per Annum as per As per Section 197 Schedule V of the Companies Act.		

**B. Remuneration to other directors**

SN	Particulars of Remuneration	Mr. Ramanbhai Patel	Mr. Navinchandra Patel (Upto 08/06/2019)	Mr. Asit A. Vyas (W.e.f 08/06/2019)
1	Independent Directors	10,000	NIL	NIL
	Fee for attending board committee meetings			
	Commission			
	Others, please specify			
	Total (1)			
2	Other Non-Executive Directors			
	Fee for attending board committee meetings			
	Commission			
	Others, please specify			
	Total (2)			
	Total (B)=(1+2)			
	Total			
	Remuneration	Rs. 10,000 Per Meeting.	NIL	NIL
	Overall Ceiling as per the Act	Rs. 1,00,000 per meeting.		

**C. Remuneration To Key Managerial Personnel Other Than MD/MANAGER/WTD**

SN	Particulars of Remuneration	Key Managerial Personnel				
		CEO	#Ms. Hetanshi Shah-CS	*Mrs. Ankita Bang-CS	CFO	Total
1	Gross salary	-	36,000	15,000		51,000
	(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	-	-	-		-
2	Stock Option	-	-	-		-
3	Sweat Equity	-	-	-		-
4	Commission	-	-	-		-
	- as % of profit	-	-	-		-
	others, specify...	-	-	-		-
5	Others, please specify	-	600	200		800
	<b>Total</b>	-	<b>35,400</b>	<b>14,800</b>		<b>50,200</b>

# Upto 18/07/2019 \* W.e.f. 25/02/2020

**VII. \*PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES:**

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

For, Parshwanath Corporation Limited

Date : 28/11/2020  
Place : Ahmedabad

Sd/-  
Mr. Rushabh N. Patel  
Chairman & Managing Director  
DIN : 00047374

Sd/-  
Mrs. Riddhiben R. Patel  
Joint Managing Director  
DIN : 00047238

**ANNEXURE-IV**  
Form No. MR-3  
**SECRETARIAL AUDIT REPORT**  
**FOR THE FINANCIAL YEAR ENDED on 31/03/2020**  
[Pursuant to section 204(1) of the Companies Act, 2013 and rule No.9 of the  
Companies (Appointment and Remuneration Personnel) Rules, 2014]  
**SECRETARIAL AUDIT REPORT**  
**FOR THE FINANCIAL YEAR ENDED on 31/03/2020**

To,  
The Members,  
**Parshwanath Corporation Limited**  
Ahmedabad

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

Based on my verification of the **Parshwanath Corporation Limited** books, papers, minute books, forms and return 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 during the lockdown situation across the country due to pandemic of COVID 19,, I hereby report that in my opinion, the company has, during the audit period covering the financial year ended on 31/03/2020 complied with the statutory provisions listed hereunder and also that the Company has proper Board –processes and compliance – mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

I have examined the books, papers, minutes' books, forms and returns filed and other records maintained by **Parshwanath Corporation Limited** for the financial year ending on 31/03/2020 according to the provisions of:

- (i) The Companies Act, 2013 (the Act) and the rules made thereunder;
- (ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder;;
- (iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;;
- (iv) Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings;
- (v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):-
  - (a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
  - (b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 1992;;-
  - (c) The Securities Exchange board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009: **THERE ARE NO EVENTS OCCURRED DURING THE PERIOD WHICH ATTRACTS PROVISIONS OF THESE REGULATIONS, NOT APPLICABLE TO THE COMPANY DURING THE AUDIT PERIOD**
  - (d) The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999;; **THERE ARE NO EVENTS OCCURRED DURING THE PERIOD WHICH ATTRACTS PROVISIONS OF THESE REGULATIONS, NOT APPLICABLE TO THE COMPANY DURING THE AUDIT PERIOD**
  - (e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008;; **THERE ARE NO EVENTS OCCURRED DURING THE PERIOD WHICH ATTRACTS PROVISIONS OF THESE REGULATIONS, NOT APPLICABLE TO THE COMPANY DURING THE AUDIT PERIOD**
  - (f) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;
  - (g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009; **THERE ARE NO EVENTS OCCURRED DURING THE PERIOD WHICH ATTRACTS PROVISIONS OF THESE REGULATIONS, NOT APPLICABLE TO THE COMPANY DURING THE AUDIT PERIOD**
  - (h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998; **THERE ARE NO EVENTS OCCURRED DURING THE PERIOD WHICH ATTRACTS PROVISIONS OF THESE REGULATIONS, NOT APPLICABLE TO THE COMPANY DURING THE AUDIT PERIOD**



**Annexure-A of the Secretarial Audit Report**

**To,  
The Members,  
Parshwanath Corporation Limited  
Ahmedabad**

My Secretarial Audit Report of even date is to be read along with this letter.

1. Maintenance of secretarial records and devise proper systems to ensure compliance with the provisions of all applicable laws and regulations and to ensure that the systems are adequate and operate effectively is the responsibility of management of the company. My responsibility is to express an opinion on these secretarial records based on my audit.
2. I have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the Secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. I believe that the processes and practices, I followed provide a reasonable basis for our opinion.
3. My audit was based on examination, in physical or electronic form, as feasible under the prevailing circumstances, of books and records maintained by the Company.
4. I have not verified the correctness and appropriateness of financial records and books of accounts of the company, as well as correctness of the values and figures reported in various disclosures and returns as required to be submitted by the Company under the specified laws, though we have relied to a certain extent on the information furnished in such returns.
5. We believe that audit evidence and information obtain from the Company's management is adequate and appropriate for us to provide a basis for our opinion.
6. Wherever required, I have obtained the Management Representation about the compliance of laws, rules and regulations and happening of events, etc.
7. Whenever required, we have obtained Management Representation about the compliance of Laws, Rules and Regulations and happening of events etc.
8. The compliance of the provisions of corporate and other applicable laws, rules and regulations, standards is the responsibility of the management. My examination was limited to the verification of procedures on test basis.
9. The Secretarial Audit Report is neither an assurance as to the future viability of the company nor of the efficacy or effectiveness with which the management has conducted the affairs of the company.

The Secretarial Audit Report is neither an assurance as to the future viability of the company nor of the efficacy or effectiveness with which the management has conducted the affairs of the company.

**For, K. A. Shukla & Associates  
Practicing Company Secretaries**

**SD/-  
Kajal Shukla  
Proprietor  
FCS: 8042  
CP: 8267**

**Place : Ahmedabad  
Date : 24/08/2020**



**ANNEXURE-V**

**MANAGEMENT DISCUSSION ANALYSIS REPORT**

**GLOBAL OVERVIEW:**

In 2019, the engineering and construction industry saw overall market growth despite cost pressures, labor shortages, and trends toward fixed-bid projects. We originally forecasted this trend would persist into 2020, but the COVID-19 pandemic caused a drop in the sectors' labor and employment. As recovery in the aftermath of the crisis begins, engineering and construction organizations won't be able to prepare for the "next" in normal way. Our 2020 engineering and construction industry midyear outlook provides actionable insight.

Renewed economic weakness and a liquidity crunch have heavily impacted construction activity in India, particularly in the residential sector, with reports of increasing numbers of new developments being put on hold as developers struggle to secure funding to reach completion.

**COMPANIES OUTLOOK:**

Parshwanath Corporation Limited is engaged in the business of Construction and development of housing projects in India. In current situation Company do not envisage any business in the near Future.

**PERFORMANCE OVERVIEW:**

Parshwanath Corporation Limited is engaged in the business of Construction and development of housing projects in India. As per the current market scenario, directors don't found any good opportunity in new projects which is beneficial to the company.

**SEGMENT WISE PERFORMANCE**

Currently, the Segment wise report is not applicable to the company as the company has not multiple segments.

**STRENGTH AND WEAKNESS:**

The company has strong promoter background with rich experience in the segment. Board of Directors of the company is well qualified in the specified field. Composition of Board consists of Executive Directors and Non-executive independent Directors adding value to the company. The Company has an extremely cost conscious culture that has resulted in multiple cost management, thus company is trying to cope up with inflationary pressure. The Company has extremely favorable organizational Culture. The Company has not borrowed money from the market since last many years and working with owned funds thus The company has limited fund to meet the challenges of the markets and to overcome the weakness company has define the strategies to meet the fund requirement.

**OPPORTUNITIES AND THREATS:**

As the business of the company had been stopped from last few years, the management is not searching any opportunities to restart any operation right now. Considering the present condition of the Company there is no threats to the company.

**RISK AND CONCERN:**

Your Company considers that risk is an integral part of its business and therefore, it takes proper steps to manage all risks in a proactive and efficient manner. The Company management periodically assesses risks in the internal and external environment and incorporates suitable risk treatment processes in its strategy, and business and operating plans. The details of practices being followed by the Company in this regard, forms part of the Corporate Governance Report. There are no risks which, in the opinion of the Board, threaten the very existence of your Company. However, some of the challenges faced by it have been dealt with under Management Discussion and Analysis which forms part of this Report.

This Report contains forward-looking statements that involve risks and uncertainties. When used in this Report, the words 'anticipate', 'believe', 'estimate', 'expect', 'intend', 'will' and other similar expressions as they relate to the Company and/or its businesses are intended to identify such forward-looking statements. The Company undertakes no obligation to publicly update or revise any forward-looking statements, whether as a result of new information, future events, or otherwise. Actual results, performances or achievements could differ materially from those expressed or implied in such forward-looking statements. Readers are cautioned not to place undue reliance on these forward-looking statements that speak only as of their dates. This Report should be read in conjunction with the financial statements included herein and the notes thereto.

**MANAGEMENT CONTROL, INTERNAL CONTROL AND INTERNAL AUDIT SYSTEM AND THEIR ADEQUACY:**

The company has put in place strong internal control system and best in class processes commensurate with its size and scale of operations.

A well-established multidisciplinary management Audit & Assurance services consists of professionally qualified accountants who carries out extensive audit throughout the year, across all functional area and submits its reports to





**ESTABLISHMENT OF INTERNAL MANAGEMENT INFORMATION SYSTEMS:**

Any problems requiring policy decisions are being intimated to Audit Committee for redressed or amendments in the policy and procedure. The progress reports are being regularly on monthly basis intimated to the Audit committee through the Financial Officers of the company who in turn put the same to Audit Committee.

**INFORMATION SYSTEM BETWEEN COMMITTEE AND THE BOARD:**

Both Audit committee and Stakeholder Relationship Committees receive periodical regular information from the concerned function heads, and after resolution of all the problems re-communicate the same to functional heads for further communications and implementation of any suggestions. The progress report and minutes of all meetings held of both the committees are being placed before the Board for information and taking the same on records.

**INFORMATION SYSTEM BETWEEN THE COMPANY AND INVESTORS:**

The Company is taking on record the unaudited financial results on quarterly basis as per requirements Regulation 33 of the SEBI (Listing Obligations & Disclosures Requirements) Regulations, 2015 and the same are published in English and Gujarati Newspapers in time. The Audited Financial Balance Sheet is being dispatched to every shareholder in time at their registered addresses in Compliance with the Companies Act, 2013.

**CAUTIONARY STATEMENT:**

Statements in this Management Discussion and Analysis describing the company's objectives, projections, estimates and expectations may be forward looking statement within the meaning of applicable laws and regulations. Since these are based on certain assumptions and expectations of future events, the Company cannot guarantee that these are accurate or will be realized. The Company assumes no responsibility to publicly amend, modify or revise any such statements on the basis of subsequent developments, information or events.

**For, Parshwanath Corporation Limited**

**Date : 28/11/2020**  
**Place : Ahmedabad**

**SD/-**  
**Mr. Rushabh N. Patel**  
**Managing Director**  
**DIN :00047374**

**SD/-**  
**Mrs. Riddhiben R. Patel**  
**Joint-Managing Director**  
**DIN : 00047238**

## INDEPENDENT AUDITOR'S REPORT

### TO THE MEMBERS OF PARSHWANATH CORPORATION LIMITED

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

#### Opinion

We have audited the accompanying financial statements of **PARSHWANATH CORPORATION LIMITED** ("the Company"), which comprise the Balance Sheet as at March 31, 2020, the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Changes in Equity and the Statement of Cash Flows for the year ended on that date, and notes to the financial statements, including a summary of the significant accounting policies and other explanatory information (hereinafter referred to as "the financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 2013 (hereinafter referred to as "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, (hereinafter referred to as "Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2020, the profit and total comprehensive income, changes in equity and its cash flows for the year ended on that date.

#### Basis for Opinion

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

#### Key Audit Matter

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the standalone financial statements of the current period. These matters were addressed in the context of our audit of the standalone financial statements as a whole and in forming our opinion thereon, and we do not provide a separate opinion on these matters. We have determined the matters described below to be the key audit matters to be communicated in our report.

Sr. No.	Key Audit Matter	Auditor's Response
1	Evaluation of uncertain tax positions The Company has material tax matters which are under dispute and which requires significant judgement to determine the possible outcome of these disputes.	Principal audit procedure: Obtained status of tax assessments and disputed tax demands till March 31, 2020 from management. We have considered legal precedence and other rulings in evaluating management's position on these disputed tax matters.

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

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

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

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

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

#### Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance, total

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

In preparing the financial statements, 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 Financial Statements**

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

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

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

Materiality is the magnitude of misstatements in the financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the financial statements.

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

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

**Report on Other Legal and Regulatory Requirements**

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the "**Annexure – A**", a statement on the matters specified in the paragraph 3 and 4 of the order.
2. As required by Section 143(3) of the Act, based on our audit we report that:
  - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
  - b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
  - c) The Balance Sheet, the Statement of Profit and Loss including Other Comprehensive Income, Statement of Changes in Equity and the Statement of Cash Flow dealt with by this Report are in agreement with the relevant books of account.
  - d) In our opinion, the aforesaid financial statements comply with the Ind AS specified under Section 133 of the Act.
  - e) On the basis of the written representations received from the directors as on March 31, 2020 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2020 from being appointed as a director in terms of Section 164 (2) of the Act.
  - f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "**Annexure – B**". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting.
  - g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended:

In our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Company to its directors during the year is in accordance with the provisions of section 197 of the Act.
  - h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended in our opinion and to the best of our information and according to the explanations given to us:
    - i. The Company has disclosed the impact of pending litigations on its financial position in its Ind AS financial statements – Refer Note 18 to the Ind AS financial statements;
    - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
    - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund the by the Company.

**For, S G D G & Associates LLP**  
**Chartered Accountants**  
**ICAI Firm Registration No. W100188**  
**Sd/-**  
**Devansh Gandhi**  
**Partner**  
**Membership No. 129255**  
**UDIN: 20129255AAAACZ8038**

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



**10. In respect of fraud:**

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

**11. In respect of managerial remuneration in accordance with Section 197 of the Act:**

According to the information and explanations give to us and based on our examination of the records of the Company, the Company has paid/provided for managerial remuneration in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Act.

**12. In respect of Nidhi company:**

In our opinion and according to the information and explanations given to us, the Company is not a nidhi company. Accordingly, paragraph 3(xii) of the Order is not applicable.

**13. In respect of transactions with related parties in compliance of section 177 and 188 of the Act and its disclosures:**

According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with sections 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.

**14. In respect of preferential allotment or private placement of shares or debentures:**

According to the information and explanations give to us and based on our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year.

**15. In respect of non-cash transactions with directors or persons:**

According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into non-cash transactions with directors or persons connected with him. Accordingly, paragraph 3(xv) of the Order is not applicable.

**16. In respect of company is required to be registered under section 45-IA of the Reserve Bank of India Act, 1934:**

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

**For, S G D G & Associates LLP**  
**Chartered Accountants**  
**ICAI Firm Registration No. W100188**  
**Sd/-**  
**Devansh Gandhi**  
**Partner**  
**Membership No. 129255**  
**UDIN: 20129255AAAACZ8038**

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

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## **ANNEXURE – B TO THE INDEPENDENT AUDITOR’S REPORT**

The Annexure referred to in Independent Auditor’s Report on the Ind AS financial statements for the year ended March 31, 2020, we report that:

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

We have audited the internal financial controls over financial reporting of **Parshwanath Corporation Limited** (“the Company”) as of March 31, 2020 in conjunction with our audit of the Ind AS 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.

#### **Auditor's Responsibility**

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") and the Standards on Auditing prescribed under section 143(10) of the Act, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

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

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

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the 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 March 31, 2020, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

**For, S G D G & Associates LLP**  
**Chartered Accountants**  
**ICAI Firm Registration No. W100188**  
**Sd/-**  
**Devansh Gandhi**  
**Partner**  
**Membership No. 129255**  
**UDIN: 20129255AAAACZ8038**

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

**Balance Sheet As At March 31, 2020**

(Rs. In lakhs)

Particulars	Note No.	As at	
		March 31, 2020	March 31, 2019
<b>A ASSETS</b>			
<b>I Non current assets</b>			
a Property, plant and equipments	5	4.18	13.72
b Financial assets			
(i) Loans	6A	-	-
(ii) Other financial assets	7	5.65	5.35
c Other non - current assets	8A	43.53	43.53
		<b>53.37</b>	<b>62.60</b>
<b>II Current assets</b>			
a Inventories	9	28.93	11.26
b Financial assets			
(i) Investments	10	0.22	0.37
(ii) Trade receivables	11	-	-
(iii) Cash and cash equivalents	12	921.35	830.82
(iv) Loans	6B	0.18	0.20
c Current tax asset (net)	30	10.99	28.98
d Other current assets	8B	0.27	0.34
		<b>961.94</b>	<b>871.97</b>
<b>Total</b>		<b>1015.31</b>	<b>934.57</b>
<b>B EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
a Equity share capital	13	313.18	313.18
b Other equity		688.03	614.77
		<b>1001.22</b>	<b>927.95</b>
<b>Liabilities</b>			
<b>I Non current liabilities</b>			
a Provisions	14	2.35	1.89
		<b>2.35</b>	<b>1.89</b>
<b>II Current liabilities</b>			
a Financial liabilities			
(i) Trade payables	15		
(a) total outstanding dues of micro enterprises and small enterprises		9.95	4.11
(b) total outstanding dues of creditors other than micro enterprises and small enterprises			
(ii) Other financial liabilities	16	1.12	0.0
b Other current liabilities	17	0.68	0.60
		<b>11.75</b>	<b>4.72</b>
<b>Total</b>		<b>1015.31</b>	<b>934.57</b>

The accompanying notes form an integral part of financial statements.

As per our audit report of even date attached

For, S G D G & Associates LLP  
Chartered Accountants  
ICAI Firm Registration No.: W100188

For and on behalf of the Board of Directors  
For, Parshwanath Corporation Limited  
Sd/-  
Rushabh N. Patel  
Managing Director  
(DIN : 00047374)

Sd/-  
Devansh Gandhi  
Partner  
Membership No. : 129255

Sd/-  
Riddhiben R. Patel  
Jt. Managing Director & CFO  
(DIN : 00047238)

Sd/-  
Ankita Bang  
Company Secretary

Place : Ahmedabad  
Date : June 29, 2020

Place : Ahmedabad  
Date : June 29, 2020

**Statement of Profit and Loss for the Year Ended March 31, 2020**

(Rs. In lakhs)

Particulars	Note No.	For the Year Ended March 31,	
		2020	2019
<b>I Revenue from operations</b>	<b>19</b>	97.58	64.68
<b>II Other income</b>	<b>20</b>	62.72	60.77
<b>III Total Revenue (I + II)</b>		<b>160.30</b>	<b>125.45</b>
<b>IV Expenses</b>			
Project expenses	<b>21</b>	17.67	2.15
Changes in inventories of finished goods, work-in-progress and stock-in-trade	<b>22</b>	(17.67)	(2.15)
Employee benefit expenses	<b>23</b>	27.37	25.38
Depreciation	<b>5</b>	9.53	9.53
Other expenses	<b>24</b>	45.59	42.68
<b>Total expenses</b>		<b>82.49</b>	<b>77.59</b>
<b>V Profit before exceptional items and tax (III-IV)</b>		<b>77.80</b>	<b>47.86</b>
<b>VI Exceptional items</b>		9.89	9.37
<b>VII Profit before tax (V+VI)</b>		<b>87.70</b>	<b>57.23</b>
<b>VIII Tax expenses</b>			
Current tax		14.08	11.30
Adjustment of Income tax of earlier years		0.26	-
		<b>14.35</b>	<b>11.30</b>
<b>IX Profit for the year</b>		<b>73.35</b>	<b>45.93</b>
<b>X Other comprehensive income</b>			
<b>A (i) Items that will not be reclassified to profit or loss</b>			
Remeasurement of defined employee benefit plans		(0.09)	0.06
<b>(ii) Income tax on items that will not be reclassified subsequently to statement of profit and loss</b>		-	-
<b>B (i) Items that will be reclassified to profit or loss</b>		-	-
<b>(ii) Income tax on items that will be reclassified subsequently to statement of profit and loss</b>		-	-
<b>IX Total comprehensive income for the period (IX + X)</b>		<b>73.26</b>	<b>45.99</b>
<b>XII Earning per share (In Rs.)</b>			
Basic	<b>27</b>	2.34	1.47
Diluted		2.34	1.47

The accompanying notes form an integral part of financial statements.

As per our audit report of even date attached

For, S G D G & Associates LLP  
Chartered Accountants  
ICAI Firm Registration No.: W100188

For and on behalf of the Board of Directors  
For, Parshwanath Corporation Limited  
Sd/-  
Rushabh N. Patel  
Managing Director  
(DIN : 00047374)

Sd/-  
Devansh Gandhi  
Partner  
Membership No. : 129255

Sd/-  
Riddhiben R. Patel  
Jt. Managing Director & CFO  
(DIN : 00047238)

Sd/-  
Ankita Bang  
Company Secretary

Place : Ahmedabad  
Date : June 29, 2020

Place : Ahmedabad  
Date : June 29, 2020

**CASH FLOW STATEMENT FOR THE YEAR ENDED 2019 - 20**

(Rs. In lakhs)

Particulars	2019-20	2018-19
<b>(A) Cash flow from Operating Activities:</b>		
Net Profit Before Tax	87.70	57.23
<b>Adjustments:</b>		
Depreciation	9.53	9.53
Provision for Bad debts	-	2.02
Net loss on investments carried at FVTPL	0.15	0.37
Profit on Sale of Property, plant and equipments	-	(0.71)
Interest on Income Tax Refund	(1.98)	(0.23)
Interest Income	(60.49)	(56.88)
<b>Operating profit before working capital changes</b>	<b>34.91</b>	<b>11.33</b>
<b>Adjusted for:</b>		
Inventories	(17.67)	(2.15)
Trade payables, Other liabilities & provisions	6.28	(2.10)
Other financial asset	(0.31)	(0.31)
Other financial liabilities	1.11	(2.12)
Other Current asset	0.07	(0.31)
<b>Change in working capital</b>	<b>(10.51)</b>	<b>(7.00)</b>
<b>Cash Generated from operations</b>	<b>24.40</b>	<b>4.33</b>
<b>Direct taxes (paid)/ refund received</b>	<b>5.63</b>	<b>(5.51)</b>
<b>Net Cash Flow From Operating activities</b>	<b>30.03</b>	<b>(1.19)</b>
<b>(B) Cash flow from Investing Activities:</b>		
Interest Income	60.49	56.88
Sale of Property, Plant & Equipment	-	1.00
Receipt of capital balance from retired partnership firm shown under loans	0.02	5.00
<b>Net Cash Flow From Investing activities</b>	<b>60.51</b>	<b>62.88</b>
<b>(C) Cash flow from Financing Activities:</b>		
Short term borrowing (net)	-	(1.00)
<b>Net Cash Flow From Financing activities</b>	<b>-</b>	<b>(1.00)</b>
<b>Net Increase in Cash &amp; Cash Equivalents</b>	<b>90.53</b>	<b>60.70</b>
<b>Cash &amp; Cash Equivalents at the beginning of the year</b>	<b>830.82</b>	<b>770.12</b>
<b>Cash &amp; Cash Equivalents at the close of the year</b>	<b>921.35</b>	<b>830.82</b>
The accompanying notes form an integral part of financial statements.		

As per our audit report of even date attached

For, S G D G & Associates LLP  
 Chartered Accountants  
 ICAI Firm Registration No.: W100188

For and on behalf of the Board of Directors  
 For, Parshwanath Corporation Limited  
 Sd/-  
 Rushabh N. Patel  
 Managing Director  
 (DIN : 00047374)

Sd/-  
 Devansh Gandhi  
 Partner  
 Membership No. : 129255

Sd/-  
 Riddhiben R. Patel  
 Jt. Managing Director & CFO  
 (DIN : 00047238)

Sd/-  
 Ankita Bang  
 Company Secretary

Place : Ahmedabad  
 Date : June 29, 2020

Place : Ahmedabad  
 Date : June 29, 2020

**STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED MARCH 31, 2020**

**A Equity Share Capital (Rs. In lakhs)**

Particulars	As at	
	March 31, 2020	March 31, 2019
Balance at the beginning of the reporting period	313.18	313.18
Changes during the year	-	-
Balance at the reporting period	313.18	313.18

**B Other Equity (Rs. In lakhs)**

Particulars	Reserves and Surplus			Total
	Capital Reserve	Securities Premium	Retained Earnings	
Balance as at April 01, 2019	1.84	1.82	611.12	614.77
Profit for the year	-	-	73.35	73.35
Items of the OCI for the year, net of tax				
Remeasurement benefit of defined benefit plans	-	-	(.09)	(.09)
<b>Balance as at March 31, 2020</b>	<b>1.84</b>	<b>1.82</b>	<b>684.38</b>	<b>688.03</b>
Balance as at April 01, 2018	1.84	1.82	565.13	568.78
Loss for the year	-	-	45.93	45.93
Items of the OCI for the year, net of tax				
Remeasurement benefit of defined benefit plans	-	-	0.06	0.06
<b>Balance as at March 31, 2019</b>	<b>1.84</b>	<b>1.82</b>	<b>611.12</b>	<b>614.77</b>

**Nature and purpose of reserve**

**a Capital reserve**

The Company recognises profit and loss on purchase, sale, issue or cancellation of the company's own equity instruments to capital reserve.

**b Securities premium**

Securities premium is used to record the premium on issue of shares. The reserve is utilised in accordance with the provisions of section 52 of the Companies Act, 2013.

The accompanying notes form an integral part of the financial statements.

As per our audit report of even date attached

For, S G D G & Associates LLP  
Chartered Accountants  
ICAI Firm Registration No.: W100188

For and on behalf of the Board of Directors  
For, Parshwanath Corporation Limited  
Sd/-  
Rushabh N. Patel  
Managing Director  
(DIN : 00047374)

Sd/-  
Devansh Gandhi  
Partner  
Membership No. : 129255

Sd/-  
Riddhiben R. Patel  
Jt. Managing Director & CFO  
(DIN : 00047238)

Sd/-  
Ankita Bang  
Company Secretary

Place : Ahmedabad  
Date : June 29, 2020

Place : Ahmedabad  
Date : June 29, 2020

## NOTES TO THE FINANCIAL STATEMENT FOR THE YEAR ENDED MARCH 31, 2020

### 1 Company overview

Parshwanath Corporation Limited (the 'Company') is a public limited company domiciled in India and is incorporated under the provisions of the Companies Act with its registered office located at 50, Harsiddh Chambers, Ashram Road, Ahmedabad - 380 012. The Company is listed on the Bombay Stock Exchange (BSE).

The Company is engaged in the business of Construction and Development of housing projects.

The financial statements are approved for issue by the Company's Board of Directors on June 29, 2020

### 2 Basis of preparation

#### 2.1 Statement of compliance

The financial statements comply in all material aspects with Indian Accounting Standards (Ind AS) notified under section 133 of the Companies Act, 2013 read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and Companies (Indian Accounting Standards) Amendment Rules, 2016.

#### 2.2 Basis of measurement

The Financial Statements have been prepared on the historical cost basis except certain financial assets and liabilities which are measured at fair values.

#### 2.3 Functional and presentation currency

Indian rupee is the functional and presentation currency.

#### 2.4 Use of estimates

The preparation of the financial statements in conformity with Ind AS requires management to make estimates, judgments and assumptions.

These estimates, judgments and assumptions affect the application of accounting policies and the reported amounts of assets and liabilities, the disclosures of contingent assets and liabilities at the date of the financial statements and reported amounts of revenues and expenses during the period.

Accounting estimates could change from period to period. Actual results could differ from those estimates. Appropriate changes in estimates are made as management becomes aware of changes in circumstances surrounding the estimates. Changes in estimates are reflected in the financial statements in the period in which changes are made and, if material, their effects are disclosed in the notes to the financial statements.

Application of accounting policies that require critical accounting estimates involving complex and subjective judgments and the use of assumptions in these financial statements are:

- Useful lives of Property, plant and equipment
- Valuation of financial instruments
- Provisions and contingencies
- Income tax
- Measurement of defined employee benefit obligations

#### Estimation of uncertainties relating to the global health pandemic from COVID-19 (COVID-19):

The Company has considered the possible effects that may result from the pandemic relating to COVID – 19 on the carrying amounts of investments and other financial assets based on the internal and external source of information up to the date of approval of the financial statements. The Company expects that the carrying amount of these assets will be recovered.

### 3 Significant accounting policies

#### 3.1 Revenue recognition

##### 3.1.1 Revenue from operation

The company earns revenue from construction and development of housing project business.

The company earns revenue from recovery of interest and principal amount of bad loans. Interest income is recognised as per Effective Interest Rate Method.

##### 3.1.2 Other income

###### Gain or loss on sale of financial assets

Gain or Loss on derecognition of financial asset is determined as the difference between the sale price (net of selling costs) and carrying value of financial asset..

All other incomes are recognised and accounted for on accrual basis.

### 3.2 Property, plant and equipment

Property, plant and equipment are stated at cost, net of accumulated depreciation and accumulated impairment losses, if any.

The cost comprises the purchase price, borrowing cost if capitalization criteria are met and directly attributable cost of bringing the asset to its working condition for its intended use. Any trade discounts and rebates are deducted in arriving at the purchase price.

Subsequent expenditures relating to property, plant and equipment is capitalized only when it is probable that future economic benefits associated with these will flow to the company and the cost of the item can be measured reliably.

All other expenses on existing property, plant and equipment, including day-to-day repair and maintenance expenditure and cost of replacing parts, are charged to the statement of profit and loss for the period during which such expenses are incurred.

Depreciation on Property, plant and equipment is calculated on straight line basis and as per the useful life prescribed under Schedule II to the Companies Act, 2013.

In respect of Property, plant and equipment purchased during the year, depreciation is provided on a pro-rata basis from the date on which such asset is ready to use.

The residual value, useful live and method of depreciation of Property, plant and equipment are reviewed at each financial year end and adjusted prospectively, if appropriate.

### 3.3 Financial instruments

#### 3.3.1 Initial recognition

The company recognizes financial assets and financial liabilities when it becomes a party to the contractual provisions of the instrument.

All financial assets and liabilities are recognized at fair value on initial recognition.

Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities that are not at fair value through profit or loss are added to or deducted from the fair value of financial assets or financial liabilities on initial recognition.

Transaction costs directly attributable to the acquisition of financial assets or financial liabilities at fair value through profit or loss are recognised immediately in profit or loss.

#### 3.3.2 Subsequent measurement

##### a Non-derivative financial instruments

###### i Financial assets carried at amortized cost

A financial asset is subsequently measured at amortized cost if it is held within a business model whose objective is to hold the asset in order to collect contractual cash flows and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

###### ii Financial assets at fair value through other comprehensive income

A financial asset is subsequently measured at fair value through other comprehensive income if it is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

###### iii Financial assets at fair value through profit or loss

A financial asset which is not classified in any of the above categories are subsequently measured at fair valued through profit or loss. Fair value changes are recognised as other income in the Statement of Profit or Loss.

###### iv Financial liabilities

Financial liabilities are subsequently carried at amortized cost using the effective interest method.

##### b Equity instruments

An equity instrument is a contract that evidences residual interest in the assets of the company after deducting all of its liabilities. Incremental costs directly attributable to the issuance of equity instruments are recognised as a deduction from equity instrument net of any tax effects.

#### 3.3.3 Derecognition

The company derecognizes a financial asset when the contractual rights to the cash flows from the financial asset expire or it transfers the financial asset and the transfer qualifies for derecognition under Ind AS 109. A financial liability is derecognized when obligation specified in the contract is discharged or cancelled or expires.



### 3.3.4 Off-setting

Financial assets and liabilities are offset and the net amount is presented in the balance sheet when the company currently has a legally enforceable right to offset the recognised amount and intends either to settle on a net basis or to realize the asset and settle the liability simultaneously.

### 3.4 Fair value measurement

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

The fair value measurement assumes that the transaction to sell the asset or transfer the liability takes place either:

- In the principal market for the asset or liability, or
- In the absence of a principal market, in the most advantageous market for the asset or liability

A fair value measurement of a non-financial asset takes into account a market participant's ability to generate economic benefit by using the asset in its highest and best use or by selling it to another market participant that would use the asset in its highest and best use.

The company uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximizing the use of relevant observable inputs and minimizing the use of unobservable inputs.

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorized within the fair value hierarchy. The fair value hierarchy is based on inputs to valuation techniques that are used to measure fair value that are either observable or unobservable and consists of the following three levels:

Level 1 – inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities

Level 2 – inputs are other than quoted prices included within level 1 that are observable for the asset or liability either directly (i.e. as prices) or indirectly (i.e. derived prices)

Level 3 – inputs are not based on observable market data (unobservable inputs). Fair values are determined in whole or in part using a valuation model based on assumption that are neither supported by prices from observable current market transactions in the same instrument nor are they based on available market data.

### 3.5 Income tax

Income tax expense comprises current tax and deferred tax.

#### 3.5.1 Current Tax

Current tax is recognised in profit or loss, except when it relates to items that are recognised in other comprehensive income or directly in equity, in which case, the current tax is also recognised in other comprehensive income or directly in equity, respectively.

Current tax for current and prior periods is recognized at the amount expected to be paid to or recovered from the tax authorities, using the tax rates and tax laws that have been enacted or substantively enacted by the balance sheet date.

Current tax assets and current tax liabilities are offset, where company has a legally enforceable right to set off the recognised amounts and where it intends either to settle on a net basis, or to realize the asset and settle the liability simultaneously.

#### 3.5.2 Deferred Tax

Deferred tax is recognised in profit or loss, except when it relates to items that are recognised in other comprehensive income or directly in equity, in which case, the deferred tax is also recognised in other comprehensive income or directly in equity, respectively.

Deferred tax liabilities are recognised for all taxable temporary differences, except to the extent that the deferred tax liability arises from initial recognition of goodwill; or initial recognition of an asset or liability in a transaction which is not a business combination and at the time of transaction, affects neither accounting profit nor taxable profit or loss.

Deferred tax assets are recognised for all deductible temporary differences, carry forward of unused tax losses and carry forward of unused tax credits to the extent that it is probable that taxable profit will be available against which those temporary differences, losses and tax credit can be utilized, except when deferred tax asset on deductible temporary differences arise from the initial recognition of an asset or liability in a transaction that is not a business combination and at the time of the transaction, affects neither accounting profit nor taxable profit or loss.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply to the period when the asset is realized or the liability is settled, based on the tax rules and tax laws that have been enacted or substantively enacted by the end of the reporting period.

Deferred tax assets and deferred tax liabilities are offset, where company has a legally enforceable right to set off the recognized amounts and where it intends either to settle on a net basis, or to realize the asset and settle the liability simultaneously.

Deferred tax assets are reviewed at each reporting date and are reduced to the extent that it is no longer probable that the related tax benefit will be realized.



### 3.11 Cash and cash equivalent

Cash and cash equivalents for the purposes of cash flow statement comprise cash at bank (including demand deposits) and in hand and short-term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

### 3.12 Earnings per share

Basic earnings per share is calculated by dividing the net profit or loss for the year attributable to equity shareholders by the weighted average number of equity shares outstanding during the year.

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

### 3.13 Company as lessee

The Company's lease asset classes primarily consist of leases for Office building. The Company assesses whether a contract contains a lease, at inception of a contract. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration. To assess whether a contract conveys the right to control the use of an identified asset, the Company assesses whether: (i) the contract involves the use of an identified asset (ii) the Company has substantially all of the economic benefits from use of the asset through the period of the lease and (iii) the Company has the right to direct the use of the asset.

At the date of commencement of the lease, the Company recognizes a right-of-use (ROU) asset and a corresponding lease liability for all lease arrangements in which it is a lessee, except for leases with a term of 12 months or less (short-term leases) and low value leases. For these short-term and low-value leases, the Company recognizes the lease payments as an operating expense on a straight-line basis over the term of the lease.

The ROU assets are initially recognized at cost, which comprises the initial amount of the lease liability adjusted for any lease payments made at or prior to the commencement date of the lease plus any initial direct costs less any lease incentives. They are subsequently measured at cost less accumulated depreciation and impairment losses. ROU assets are depreciated from the commencement date on a straight-line basis over the shorter of the lease term and useful life of the underlying asset.

The lease liability is initially measured at amortized cost at the present value of the future lease payments. The lease payments are discounted using the interest rate implicit in the lease or, if not readily determinable, using the incremental borrowing rates in the country of domicile of these leases.

Lease liability and ROU assets have been separately presented in the Balance Sheet and lease payments have been classified as financing cash flows.

### 3.14 Inventories

Inventories are valued at lower of cost and net realizable value. Cost of materials is determined on first-in-first-out basis. Net realizable value is the estimated selling price less estimated cost necessary to make the sale.

### 3.15 Segment Reporting

An operating segment is component of the company that engages in the business activity from which the company earns revenues and incurs expenses, for which discrete financial information is available and whose operating results are regularly reviewed by the chief operating decision maker, in deciding about resources to be allocated to the segment and assess its performance. The company's chief operating decision maker is the Managing Director.

Assets and liabilities that are directly attributable or allocable to segments are disclosed under each reportable segment. All other assets and liabilities are disclosed as un-allocable.

Revenue and expenses directly attributable to segments are reported under each reportable segment. All other expenses which are not attributable or allocable to segments have been disclosed as un-allocable expenses.

The company prepares its segment information in conformity with the accounting policies adopted for preparing and presenting the financial statements of the company as a whole.

### 3.16 Cash Flow Statement

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

### 3.17 Events after reporting date

Where events occurring after the Balance Sheet date provide evidence of conditions that existed at the end of the reporting period, the impact of such events is adjusted within the financial statements. Otherwise, events after the Balance Sheet date of material size or nature are only disclosed.

## 4 Recent accounting pronouncements issued but not yet effective

Ministry of Corporate Affairs ("MCA") notifies new standard or amendments to the existing standards. There is no such notification which would have been applicable from April 1, 2020.



**5 Property, plant and equipments**

**5.1 Property, plant and equipments consist of:**

(Rs. In lakhs)

No.	Description	Computer Equipments	Vehicles	Office Equipment	Total
<b>a</b>	<b>Gross Block</b>				
	Balance as at April 01, 2018	0.37	43.85	0.05	44.27
	Additions	-	-	-	-
	Deductions	-	1.96	-	1.96
	<b>Balance as at March 31, 2019</b>	<b>0.37</b>	<b>41.89</b>	<b>0.05</b>	<b>42.32</b>
	Additions	-	-	-	-
	Deductions	-	-	-	-
	<b>Balance as at March 31, 2020</b>	<b>0.37</b>	<b>41.89</b>	<b>0.05</b>	<b>42.32</b>
<b>b</b>	<b>Accumulated Depreciation</b>				
	Balance as at April 01, 2018	-	20.74	-	20.74
	Additions	-	9.53	-	9.53
	Deductions	-	1.67	-	1.67
	<b>Balance as at March 31, 2019</b>	<b>-</b>	<b>28.60</b>	<b>-</b>	<b>28.60</b>
	Additions	-	9.53	-	9.53
	Deductions	-	-	-	-
	<b>Balance as at March 31, 2020</b>	<b>-</b>	<b>38.13</b>	<b>-</b>	<b>38.13</b>
<b>c</b>	<b>Net Block</b>				
	Balance as at March 31, 2019	0.37	13.29	0.05	13.72
	Balance as at March 31, 2020	0.37	3.76	0.05	4.18

**6.2** Company has elected to measure all its property, plant and equipments at the previous GAAP carrying amount i.e. March 31, 2016 as its deemed cost on the date of transition i.e. April 01, 2016.

Particulars	As at	
	March 31, 2020	March 31, 2019
<b>6 Loans</b>		
<b>6A Non - current</b>		
Residential Housing Loans (Secured, considered credit impaired)	98.92	108.81
Less : Provision due to credit impaired	(98.92)	(108.81)
	<u>-</u>	<u>-</u>
<b>6B Current</b>		
<b>Unsecured, considered good</b>		
Loan to employees	0.18	0.18
Loan to others	-	0.02
	<u>0.18</u>	<u>0.20</u>
<b>Total Loans (7A + 7B)</b>	<u>0.18</u>	<u>0.20</u>
<b>7 Other Financial Assets</b>		
Bank Fixed Deposits (given as guarantee)	5.65	5.35
	<u>5.65</u>	<u>5.35</u>
<b>8 Other Assets</b>		
<b>8A Non - current assets</b>		
Development Advance	43.53	43.53
	<u>43.53</u>	<u>43.53</u>
<b>8B Current assets</b>		
<b>a Prepaid expenses</b>	0.27	0.29
<b>b Advance to creditors</b>	-	0.05
	<u>0.27</u>	<u>0.34</u>
<b>Total other assets (9A + 9B)</b>	<u>43.80</u>	<u>43.87</u>
<b>9 Inventories</b>		
Work-in-progress	28.93	11.26
	<u>28.93</u>	<u>11.26</u>
<b>10 Current Investments</b>		
<b>a Investments carried at fair value through profit or loss</b>		
Equity Shares - Quoted	0.22	0.37
<b>Total of Investments</b>	<u>0.22</u>	<u>0.37</u>
Aggregate amount of quoted investment	0.22	0.37
Aggregate amount of unquoted investment	-	-
Aggregate amount of impairment in value of investments	4.78	4.26
<b>11 Trade Receivables</b>		
<b>a. Unsecured, considered credit impaired</b>	2.02	2.02
Less : Provision due to credit impaired	(2.02)	(2.02)
	<u>-</u>	<u>-</u>

**12 Cash and Bank balances**

<b>a Cash</b>	3.89	0.28
<b>b Balances with bank</b>		
In Current Accounts	14.68	11.89
In Fixed Deposits	902.79	818.65
	917.46	830.54
<b>Total</b>	<b>921.35</b>	<b>830.82</b>

**13 Equity Share Capital**

<b>a Authorised Capital</b>		
1,00,00,000 (P.Y. 1,00,00,000) Equity Shares of Rs. 10/- each	1000.00	1000.00
<b>b Issued, subscribed and fully paid-up equity Shares</b>		
31,31,837 (P.Y. 31,31,837) Equity Shares of Rs. 10/- each	313.18	313.18
	<b>313.18</b>	<b>313.18</b>
<b>c Reconciliation of number of shares outstanding</b>		
At the beginning of the period	31.32	31.32
Add: Issued during the year		
At the end of the period	31.32	31.32

**d Rights, preferences and restrictions**

**Equity Shares :**

- (i) 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 held.
- (ii) Dividends, if any, is declared and paid in Indian Rupees. The dividend, if any, proposed by the Board of Directors is subject to approval of the shareholders in the ensuring Annual General Meeting
- (iii) In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the company after distribution of all preferential amount in proportion to their shareholding.

**e Details of shareholders holding more than 5% shares in the Company:**

Name of Shareholder	As At March 31,			
	2020		2019	
	No. of Shares held	% of Holding	No. of Shares held	% of Holding
Shri Navinitbhai C. Patel*	-	-	10 85 206	34.65%
Rushabh Navnitbhai Patel	7 01 692	22.41%	7 01 692	22.41%
Riddhi Rushabh Patel	3 22 900	10.31%	3 22 900	10.31%
Raj Rushabh Patel*	11 54 135	36.85%	68 929	2.20%

\* The shareholder died on December 3, 2018, and the said shares have been transferred to Raj Rushabh Patel on March 16, 2020

**f 1,31,837 Equity Shares issued as bonus to the existing shareholders other than promoters in the ratio of 1 share for every 5 shares held in financial year 2014-15.**

**g Capital management**

For the purpose of company's capital management, capital includes equity capital, share premium and all other reserves attributable to the equity share holders of the company. The Company's objective for capital management is to maximize shareholders value and safeguard business continuity. The Company determines the capital requirement based on annual operating plans and other strategic plans. The funding requirements are met through equity and operating cash flows.

**Summary of quantitative data is given hereunder**

(Rs. In lakhs)

Particulars	March 31, 2020	March 31, 2019
Equity	313.18	313.18
Other Equity	688.03	614.77
<b>Total</b>	<b>1001.22</b>	<b>927.95</b>

Particulars	As at	
	March 31, 2020	March 31, 2019
<b>14 Provisions</b>		
For gratuity	2.35	1.89
	<u>2.35</u>	<u>1.89</u>
<b>15 Trade Payables</b>		
(a) total outstanding dues of micro enterprises and small enterprises	-	-
(b) total outstanding dues of creditors other than micro enterprises and small enterprises	9.95	4.11
	<u>9.95</u>	<u>4.11</u>
Disclosure in respect of Micro and Small Enterprises :		
a the principal amount and the interest due thereon remaining unpaid to any supplier at the end of each accounting year	-	-
b the amount of interest paid by the buyer in terms of section 16 of the Micro, Small and Medium Enterprises Development Act, 2006, along with the amount of the payment made to the supplier beyond the appointed day during each accounting year	-	-
c the amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under the Micro, Small and Medium Enterprises Development Act, 2006;	-	-
d the amount of interest accrued and remaining unpaid at the end of each accounting year	-	-
e the amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues above are actually paid to the small enterprise, for the purpose of disallowance of a deductible expenditure under section 23 of the Micro, Small and Medium Enterprises Development Act, 2006.	-	-
The above information has been complied in respect of parties to the extent to which they could be identified as Micro and Small Enterprise on the basis of information available with the Company.	-	-
<b>16 Other Financial Liability</b>		
Salary payable to staff	1.12	0.0
	<u>1.12</u>	<u>0.0</u>
<b>17 Other Current Liabilities</b>		
Statutory dues	0.68	0.60
	<u>0.68</u>	<u>0.60</u>
<b>18 Contingent Liability</b>		
<b>Claim Against the company not acknowledge as debts</b>		
Disputed Income Tax Matter	66.54	66.54
	<u>66.54</u>	<u>66.54</u>

(Rs. In lakhs)

Particulars	For the Year ended on	
	March 31, 2020	March 31, 2019
<b>19 Revenue from Operations</b>		
Housing loan interest	97.58	64.68
	<b>97.58</b>	<b>64.68</b>
<b>20 Other Income</b>		
a Interest from financial assets measured at amortized cost	62.47	57.11
b Sundry Balances Written Back	-	2.79
c Profit on sale of Property, plant and equipments	-	0.71
d Miscellaneous Incomes	0.24	0.15
	<b>62.72</b>	<b>60.77</b>
<b>21 Project Expenses</b>		
Purchase	6.37	1.29
Labour Expense	10.98	0.53
Miscellaneous expenses	0.32	0.33
	<b>17.67</b>	<b>2.15</b>
<b>22 Changes in Inventory</b>		
<b>Work In Progress</b>		
Closing Stock	28.93	11.26
Opening Stock	11.26	9.11
(Increase) in inventory	<b>(17.67)</b>	<b>(2.15)</b>
<b>23 Employee Benefits Expense</b>		
Salary	27.37	25.38
	<b>27.37</b>	<b>25.38</b>

**23.1 Employee Benefits Note**

**23.2 Defined Benefit Plans**

**Information about the characteristics of defined benefit plan**

The benefit is governed by the Payment of Gratuity Act, 1972. The Key features are as under:

Features of the defined benefit plan	Remarks
Benefit offered	15 / 26 × Salary × Duration of Service
Salary definition	Basic Salary including Dearness Allowance (if any)
Benefit ceiling	Benefit ceiling of Rs. 20,00,000/- was applied
Vesting conditions	5 years of continuous service (Not applicable in case of death / disability)
Benefit eligibility	Upon Death or Resignation / Withdrawal or Retirement
Retirement age	60 years

**23.3 Risk to the Plan**

Following are the risk to which the plan exposes the entity :

**A Actuarial Risk:**

It is the risk that benefits will cost more than expected. This can arise due to one of the following reasons:

**Adverse Salary Growth Experience:** Salary hikes that are higher than the assumed salary escalation will result into an increase in Obligation at a rate that is higher than expected.



**Variability in mortality rates:** If actual mortality rates are higher than assumed mortality rate assumption than the Gratuity benefits will be paid earlier than expected. Since there is no condition of vesting on the death benefit, the acceleration of cashflow will lead to an actuarial loss or gain depending on the relative values of the assumed salary growth and discount rate.

**Variability in withdrawal rates:** If actual withdrawal rates are higher than assumed withdrawal rate assumption than the Gratuity benefits will be paid earlier than expected. The impact of this will depend on whether the benefits are vested as at the resignation date.

**B Investment Risk:**

For funded plans that rely on insurers for managing the assets, the value of assets certified by the insurer may not be the fair value of instruments backing the liability. In such cases, the present value of the assets is independent of the future discount rate. This can result in wide fluctuations in the net liability or the funded status if there are significant changes in the discount rate during the inter-valuation period.

**C Liquidity Risk:**

Employees with high salaries and long durations or those higher in hierarchy, accumulate significant level of benefits. If some of such employees resign / retire from the company there can be strain on the cashflows.

**D Market Risk:**

Market risk is a collective term for risks that are related to the changes and fluctuations of the financial markets. One actuarial assumption that has a material effect is the discount rate. The discount rate reflects the time value of money. An increase in discount rate leads to decrease in Defined Benefit Obligation of the plan benefits & vice versa. This assumption depends on the yields on the corporate / government bonds and hence the valuation of liability is exposed to fluctuations in the yields as at the valuation date.

**E Legislative Risk:**

Legislative risk is the risk of increase in the plan liabilities or reduction in the plan assets due to change in the legislation / regulation. The government may amend the Payment of Gratuity Act thus requiring the companies to pay higher benefits to the employees. This will directly affect the present value of the Defined Benefit Obligation and the same will have to be recognized immediately in the year when any such amendment is effective.

		(Rs. In lakhs)	
		For the year ended March 31,	
		2020	2019
<b>i.</b>	<b>Reconciliation of defined benefit obligations</b>	<b>For the year ended March 31,</b>	
		<b>2020</b>	<b>2019</b>
	Present Value of Obligations at the beginning of the year	1.89	1.61
	Interest Cost	0.13	0.11
	Current Service Cost	0.25	0.24
	Actuarial (Gain) / Loss due to change in financial assumptions	0.13	0.01
	Actuarial (Gain) / Loss due to change in demographic assumptions	(0.0)	-
	Actuarial (Gain) / Loss due to experience	(0.04)	(0.07)
	Benefits Paid		
	Present Value of Obligations at the end of the year	<b>2.35</b>	<b>1.89</b>
<b>ii.</b>	<b>Reconciliation of plan assets</b>	<b>For the year ended March 31,</b>	
		<b>2020</b>	<b>2019</b>
	Fair Value of Plan Assets at the beginning of the year	-	-
	Expected Return on Plan Assets	-	-
	Contributions	-	-
	Actuarial Gain / (loss) on Plan Assets	-	-
	Benefits paid	-	-
	Fair Value of Plan Assets at the end of the year	-	-
<b>iii.</b>	<b>Funded Status</b>	<b>As at</b>	
		<b>March 31, 2020</b>	<b>March 31, 2019</b>
	Present Value of defined benefit obligations at the end of the year	2.35	1.89
	Fair Value of Plan Assets at the end of the year	-	-
	Deficit	2.35	1.89



**23.5 Details of Asset- Liability Matching Strategy**

There are no minimum funding requirements for a Gratuity benefits plan in India and there is no compulsion on the part of the Company to fully or partially pre-fund the liabilities under the Plan. It was informed by the company that Gratuity benefits liabilities of the company are Unfunded. Since the liabilities are unfunded, there is no Asset-Liability Matching strategy devised for the plan.

**23.6 Expected cashflows based on past service liability**

<b>As at March 31, 2020</b>	<b>Cashflows Rs.</b>	<b>Distribution %</b>
2021	0.45	12.90%
2022	0.04	1.30%
2023	0.05	1.30%
2024	1.37	38.90%
2025	0.02	0.70%
2026-2030	0.13	3.80%
<b>As at March 31, 2019</b>	<b>Cashflows</b>	<b>Distribution %</b>
2020	0.41	13.00%
2021	0.04	1.20%
2022	0.04	1.30%
2023	0.04	1.30%
2024	1.17	37.10%
2025-2029	0.13	4.00%

**24 Administrative and Other Expenses**

<b>a</b> Repairs and Maintainance Expenses	5.60	5.16
<b>b</b> Legal and Professional Fees	15.93	11.52
<b>c</b> Donation	0.32	-
<b>d</b> Auditors Remuneration	1.73	1.25
<b>e</b> Miscellaneous Expenses	21.87	24.37
<b>f</b> Net loss on investments carried at FVTPL	0.15	0.37
	<b>45.59</b>	<b>42.68</b>

**24.1 Auditors remuneration**

Statutory Audit Fees	1.73	1.25
Other Matters	-	-
	<b>1.73</b>	<b>1.25</b>

**25 Segment Information:**

25.1 The Company is engaged in the business of Construction and Development of housing projects and therefore there are no other reportable segments.

**25.2 Information about major customers**

There are no major customers which individually accounted for revenue more than 10% of total revenue of the company.

**26 Related Parties Transactions:**

**Related party disclosures as required under the Indian Accounting Standard Ind AS – 24 on “Related Party Disclosures” are given below:**

**i List of Related Parties & Relationship:**

<b>Sr. No.</b>	<b>Name of the Related Party</b>	<b>Relationship</b>
1	Shri Rushbhbhai N. Patel	Key Management Personnel
2	Smt. Riddhiben R. Patel	
3	<b>Shree Parshwanath Corporation<sup>(1)</sup></b>	Key Management Personnel having control on enterprises
4	Parshwanath Corporation <sup>(2)</sup>	
5	Parshwanath Realty Pvt. Ltd. <sup>(2)</sup>	
7	Smt. Indiraben N. Patel	Relative of Key Management Personnel

**ii Transactions with Related Parties:**

<b>i Compensation of Key Managerial Personnel of the company</b>		<b>(Rs. In lakhs)</b>	
<b>Key Managerial Personnel</b>		<b>2019-20</b>	<b>2018-19</b>
Rushabh N. Patel		9.00	9.00
Riddhiben R. Patel		7.50	6.00
		<b>(Rs. In lakhs)</b>	
<b>Particulars</b>	<b>2019-20</b>	<b>2018-19</b>	
Short-term employee benefits	16.50	15.00	
Post-employment benefits	-	-	
Other long term benefits	-	-	
Termination benefits	-	-	
Share-based payments	-	-	
<b>Total</b>	<b>16.50</b>	<b>15.00</b>	
<b>ii Rent expense</b>		<b>(Rs. In lakhs)</b>	
<b>Party</b>	<b>2019-20</b>	<b>2018-19</b>	
IRNB Joint A/c	0.75	0.75	
<b>iii Loan from director</b>		<b>(Rs. In lakhs)</b>	
<b>Particulars</b>	<b>2019-20</b>	<b>2018-19</b>	
Rushabh N. Patel	-	8.20	
<b>iv Repayment of Loan</b>		<b>(Rs. In lakhs)</b>	
<b>Particulars</b>	<b>2019-20</b>	<b>2018-19</b>	
Rushabh N. Patel	-	9.20	
<b>v Balance outstanding</b>		<b>(Rs. In lakhs)</b>	
<b>Sr. No.</b>	<b>Nature of Transaction</b>	<b>Key Management Personnel</b>	
		<b>As at March 31, 2020</b>	<b>As at March 31, 2019</b>
<b>Liabilities</b>			
1	IRNB Joint A/c (including reimbursement of expenses)	0.95	0.75
2	Shree Parshwanath Corporation	0.0	0.45

(1) As the amount of reimbursement of expenditure is not material, the same has not been disclosed.

(2) No transaction with related parties during the year

**27 Earning Per Share:  
(Rs. In lakhs except EPS)**

<b>Sr. No.</b>	<b>Particulars</b>	<b>Units</b>	<b>2019-20</b>	<b>2018-19</b>
1	Net profit	Rs.	73.35	45.93
2	Weighted Average of Equity Shares outstanding	Nos.	31.32	31.32
3	Basic and diluted Earning Per Share of Rs. 10 each	Rs.	2.34	1.47

**28 Deferred Tax :**

On consideration of prudence, deferred tax asset is not recognised in the accounts.

**29 Details of Loan given, Investments made and Guarantee given covered under section 186 (4) of the Companies Act, 2013**

Loans given and investments made are given under the respective heads

There are no corporate guarantees given by the company in respect of loans as at March 31, 2020.

**30 Income Tax expense**

**30.1 Income tax expense in the statement of profit and loss comprises of:**

(Rs. In lakhs)

Particulars	2019-20	2018-19
Current income tax	14.35	11.30
<b>Income tax expense</b>	<b>14.35</b>	<b>11.30</b>

**30.2 The details of income tax assets and liabilities and Deferred tax liabilities :**

(Rs. In lakhs)

Particulars	As at	
	March 31, 2020	March 31, 2019
Current tax assets	10.99	28.98
	<b>10.99</b>	<b>28.98</b>

**30.3 A reconciliation of the income tax provision to the amount computed by applying the statutory income tax rate to the income before income taxes is summarized below:**

(Rs. In lakhs)

Particulars	2019-20	2018-19
<b>Accounting profit before tax</b>	87.70	57.23
Normal tax rate	26.00%	26.00%
<b>Tax liability on accounting profit</b>	22.80	14.88
Tax Effect of non deductible expenses	1.65	1.83
MAT Credit Utilization	(10.37)	(5.41)
Tax adjustment of earlier year	0.26	-
Rounding off	-	0.0
<b>Income tax expenses as per normal tax rate</b>	<b>14.35</b>	<b>11.30</b>

30.4 On consideration of prudence, deferred tax asset is not recognised in the accounts.

**30.5 Details of deferred tax assets not recognized in balance sheet**

(Rs. In lakhs)

Particulars	March 31, 2020	March 31, 2019
Deductible temporary difference	32.30	33.50
Unused tax credits*	22.65	33.02

\* Unused tax credit will be expired on March 31, 2027.

**31 Financial Instruments**

**31.1 Disclosure of Financial Instruments by Category**

As at March 31, 2020

(Rs. In lakhs)

Particulars	Note No.	FVTPL	FVTOCI	Amortized cost	Total carrying value	Fair value
<b>Financial asset</b>						
Investment in equity instruments	10	0.22	-	-	0.22	0.22
Other Financial Asset	7	-	-	5.65	5.65	5.65
Cash and cash equivalent	12	-	-	921.35	921.35	921.35
Loans	6	-	-	0.18	0.18	0.18
<b>Total Financial assets</b>		<b>0.22</b>	<b>-</b>	<b>927.19</b>	<b>927.41</b>	<b>927.41</b>
<b>Financial liability</b>						
Trade Payables	15	-	-	9.95	9.95	9.95
Other financial liabilities	16	-	-	1.12	1.12	1.12
<b>Total Financial Liabilities</b>		<b>-</b>	<b>-</b>	<b>11.07</b>	<b>11.07</b>	<b>11.07</b>



**a The company's exposure to price risk is as follows:**

Particulars	(Rs. In lakhs)	
	March 31, 2020	March 31, 2019
Investments in Equity shares	0.22	0.37
<b>Total</b>	<b>0.22</b>	<b>0.37</b>

**b Sensitivity Analysis**

Particulars	(Rs. In lakhs)	
	Impact on Profit after Tax	
	March 31, 2020	March 31, 2019
Price increases by 0.5%	0.01	0.01
Price decreases by 0.5%	(0.01)	(0.01)

**iii Liquidity risk**

Liquidity risk is the risk that an entity will encounter difficulty in meeting obligations associated with financial liabilities that are settled by delivering cash or another financial assets.

The company's principal source of liquidity are cash and cash equivalents and the cash flow that is generated from operations. The company consistently generated sufficient cash flows from operations to meet its financial obligations as and when they fall due. The Company measures risk by forecasting cash flows.

The table below provide details regarding the contractual maturities of financial liabilities as at:

As at March 31, 2020	(Rs. In lakhs)	
	Carrying Amount	upto 1 year
Trade Payables	9.95	9.95
Borrowings		
Other financial liabilities	1.12	1.12
<b>As at March 31, 2019</b>	<b>Carrying Amount</b>	<b>upto 1 year</b>
Trade Payables	4.11	4.11
Borrowings		
Other financial liabilities	0.0	0.0

**iv Credit risk**

Credit risk is the risk that one party to a financial instrument will cause a financial loss for the other party by failing to discharge an obligation. Credit risk encompasses both, the direct risk of default and the risk of deterioration of credit worthiness.

Credit risk arises primarily from financial assets such as cash and cash equivalent and other balances with banks is low.

The Company has considered the possible effects that may result from the pandemic relating to COVID – 19 on the carrying amounts of investments and other financial assets based on the internal and external source of information up to the date of approval of the financial statements. The Company expects that the carrying amount of these assets will be recovered.

**34 Figures of the Previous years are regrouped where necessary.**

As per our audit report of even date attached

For, S G D G & Associates LLP  
Chartered Accountants  
ICAI Firm Registration No.: W100188

For and on behalf of the Board of Directors  
For, Parshwanath Corporation Limited  
Sd/-  
Rushabh N. Patel  
Managing Director  
(DIN : 00047374)

Sd/-  
Devansh Gandhi  
Partner  
Membership No. : 129255

Sd/-  
Riddhiben R. Patel  
Jt. Managing Director & CFO  
(DIN : 00047238)

Sd/-  
Ankita Bang  
Company Secretary

Place : Ahmedabad  
Date : June 29, 2020

Place : Ahmedabad  
Date : June 29, 2020