



MANEK & ASSOCIATES

CHARTERED ACCOUNTANTS

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SHAILESH MANEK

B.Com.(Hons), Grad. C.W.A., F.C.A.

Independent Auditor's Report

To,

The Members,

ASIT C.MEHTA INVESTMENT INTERMEDIATES LIMITED

Report on the Standalone Financial Statements

We have audited the accompanying standalone financial statements of **ASIT C. MEHTA INVESTMENT INTERMEDIATES LIMITED** (the Company), which comprise the balance sheet as at 31 March, 2020, the statement of profit and loss and the cash flow statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31 March, 2020 and its profit and loss and its cash flows for the year ended on that date.

Basis for Opinion:

We conducted our audit of the standalone financial statements in accordance with the Standards on Auditing specified under section 143(10) of the Act (SAs). Our responsibilities under those Standards are further described in the *Auditor's Responsibilities for the Audit of the Standalone Financial Statements* section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India (ICAI) together with the independence requirements that are relevant to our audit of the standalone 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 standalone financial statements.

Emphasis of Matter

We draw your attention to Note 32 to the financial results which explains the uncertainties and the management's assessment of the financial impact due to the lock down and other restrictions and conditions related to COVID -19 pandemic situation, for which a definitive assessment of the impact in the subsequent period is highly dependent upon circumstances as they evolve.

Our opinion is not modified in respect of this matter.

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Information Other than the Standalone 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, but does not include the standalone financial statements and our auditor's report thereon.

Our opinion on the standalone 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 standalone financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the standalone 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 Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards prescribed under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.

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

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

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

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

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

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

Identify and assess the risks of material misstatement of the standalone financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

Obtain an understanding of internal financial 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 standalone financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

Evaluate the overall presentation, structure and content of the standalone financial statements, including the disclosures, and whether the standalone financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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Materiality is the magnitude of misstatements in the standalone financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the 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 Section 143 (3) of the Act, we report that:

(a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.

(b) In our opinion proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;

(c) The balance sheet, the statement of profit and loss and the cash flow statement dealt with by this Report are in agreement with the books of account;

(d) In our opinion the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014;

(e) On the basis of the written representations received from the directors as on 31 March, 2020 taken on record by the Board of Directors, none of the directors is disqualified as on 31 March, 2020 from being appointed as a director in terms of Section 164 (2) of the Act;

(f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in "Annexure A". 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.,and

(h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our

MANEK & ASSOCIATES

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 litigation on its financial position in financial statements—Refer Note 25 to the financial statements.
- ii. The Company did not have any long-term contract including derivative contract for which there are any material foreseeable losses.
- iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

2 As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government in terms of Section 143(11) of the Act, we give in "Annexure B" a statement on the matters specified in paragraphs 3 and 4 of the Order.

For MANEK & ASSOCIATES
Chartered Accountants
Firm's registration number: 0126679W



Mumbai
Dated: July 29th, 2020

SLR Maneek

(SHAILESH MANEK)
Proprietor

Membership number.034925
UDIN-20034925AAAAGY5799



MANEK & ASSOCIATES

CHARTERED ACCOUNTANTS

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SHAILESH MANEK

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Annexure - B to the Auditors' Report

The Annexure referred to in Independent Auditors' Report to the members of the Company on the standalone financial statements for the year ended 31 March 2020, we report that:

(i) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.

(b) Some of the assets have been physically verified by the management during the year. No material discrepancies were noticed on such verification.

(c) There are no immovable properties in name of the company and therefore, the provisions of clause 3(i)(c) is not applicable..

(ii) The inventory in form of shares and securities lying in the dematerialised form has been physically verified during the year by the management. In our opinion, the frequency of verification is reasonable and no material discrepancies were noticed on such verification

(iii) The Company has granted unsecured loans to a fellow subsidiary company and a company covered in the register maintained under section 189 of the Companies Act, 2013 ('the Act').

(a) In our opinion, the rate of interest and other terms and conditions on which the loans had been granted to a fellow subsidiary company and a company listed in the register maintained under Section 189 of the Act were not, prima facie, prejudicial to the interest of the Company

(b) In the case of the loans granted to a fellow subsidiary company and a company, listed in the register maintained under section 189 of the Act, the borrower have been regular in the payment of the principal and interest as stipulated.

(c) There are no overdue amounts in respect of the loan granted to a fellow subsidiary company and a company, listed in the register maintained under section 189 of the Act.

(iv) In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of section 185 and 186 of the Act, with respect to the loans and investments made and for providing guarantees and securities, as applicable.

(v) The Company has not accepted any deposits from the public and consequently the directives issued by the Reserve Bank of India, the provisions of sections 73 to 76 or any other relevant provisions of the Companies Act, and the Rules framed there under are not applicable, and also no orders were passed by National Company Law Tribunal or Reserve Bank of India or any court or any other Tribunal and therefore clause 3(v) of the order is not applicable.

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(vi) According to information and explanations given to us, the Central Government has not prescribed the maintenance of cost records under clause (d) of sub-section (1) of Section 148 of the Companies Act, 2013 in respect of the service activities carried on by the Company and therefore, the provision of clause 3(vi) of the Order is not applicable

(vii) (a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the company is generally regular in depositing with appropriate authorities undisputed statutory dues including provident fund, income tax, goods and service tax, custom duty, cess and other material statutory dues applicable to it.

(b) According to the information and explanations given to us, no undisputed amounts payable in respect of provident fund, income tax, goods and service tax, duty of customs, cess and other material statutory dues were in arrears as at 31 March, 2020 for a period of more than six months from the date they became payable.

(c) According to the information and explanation given to us, there are no dues of income tax, goods and service tax, customs duty, and cess which have not been deposited on account of any dispute except income tax as per details given below

Name of the Statute	Nature of Dues	Amount (Rs.)	Period for which the amount relates	Forum where the dispute is pending
Income Tax	Income Tax on regular assessment for A.Y. 2015-16	1,71,86,010/-	A.Y.2015-16	CIT Appeals
Income Tax	Income Tax on regular assessment for A.Y. 2017-18	75,09,512/-	A.Y.2017-18	CIT Appeals

(viii) In our opinion and according to the information and explanations given to us, the company has not defaulted in repayment of dues to a bank and financial institutions. Further, the Company has not issued any debentures during the year and therefore, the provision of clause 3 (viii) of the Order to that extent is not applicable

(ix) During the financial year, the company has not raised any money by way of initial public offer or further public offer (including debt instruments). However the terms loan raised during the year were applied for the purposes for which those are raised.

(x) According to information and explanations given to us there were no fraud by the company or any fraud on the Company by its officers or employees has been noticed or reported during the year and therefore, the provision of clause 3 (x) of the Order is not applicable.

(xi) 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.

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(xii) In our opinion, the company is not a chit fund or a nidhi and therefore, the provisions of clause 3(xii) of the Order are not applicable to the company.

(xiii) According to information and explanation given to us, all the transactions with related parties are in compliance with the provisions of sections 177 and 188 of Companies Act, 2013 where applicable. The details of related party transactions have been disclosed in the financial statements as required under Accounting Standards.

(xiv) The Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review, therefore, the provisions of clause 3(xiv) of the Order are not applicable to the company.

(xv) During the financial year, the Company has not entered into any non-cash transactions with directors or persons connected with him and therefore, the provisions of clause 3(xv) of the Order are not applicable to the company.

(xvi) In our opinion, the company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934 and therefore, the provisions of clause 3(xvi) of the Order are not applicable to the company.

**For MANEK & ASSOCIATES
Chartered Accountants**

Firm's registration number: 0126679W



**Mumbai
Dated: July 29th, 2020.**

Sh. Shailesh Manek
**(SHAILESH MANEK)
Proprietor**

**Membership number.034925
UDIN-20034925AAAAGY5799**

ASIT C. MEHTA INVESTMENT INTERMEDIATES LTD
BALANCE SHEET AS AT 31ST MARCH 2020

Particulars	Note No.	As at 31/03/2020	As at 31/03/2019
I. EQUITY AND LIABILITIES			
1 Shareholders' funds			
(a) Share capital	2	20,61,11,110	19,31,11,110
(b) Reserves and Surplus	3	(7,47,48,414)	(2,40,63,967)
		13,13,62,696	16,90,47,143
2 Non-Current Liabilities			
(a) Long-term borrowings	4	9,66,834	13,09,203
(b) Other Long-term Liabilities	5	2,64,29,740	4,20,34,314
		2,73,96,574	4,33,43,517
3 Current Liabilities			
(a) Short-term borrowings	6	21,10,54,881	32,90,66,968
(b) Trade Payables	7	-	-
Due to Micro and Small Enterprises		1,83,84,767	1,97,63,930
Due to Others	8	64,02,62,516	61,82,36,499
(c) Other current liabilities	9	10,59,836	14,94,768
(d) Short-term provisions		87,07,62,001	96,85,62,166
TOTAL		1,02,95,21,275	1,18,09,52,831
II. ASSETS			
1 Non-Current Assets			
(a) Property, Plant and Equipment	10	1,34,33,966	1,67,60,907
(i) Tangible assets		1,46,95,448	71,89,139
(ii) Intangible assets		1,54,98,174	1,64,79,654
(iii) Capital Work in Progress		4,36,27,588	4,04,29,700
(b) Non-current investments	11	4,02,66,534	4,60,86,324
(c) Deferred tax assets (net)	12	80,52,564	61,77,962
(d) Long-term loans and advances	13	2,38,92,617	3,13,48,165
(e) Other non-current assets	14	1,35,20,651	2,19,70,920
		8,57,32,366	10,55,83,371
2 Current Assets			
(a) Trade Receivables	15	1,72,11,360	5,16,16,431
(b) Cash and Bank Balances	16	42,57,76,033	40,40,56,199
(c) Short-term loans and advances	17	41,66,30,624	40,80,48,082
(d) Other current assets	18	4,05,43,305	17,12,19,049
		90,01,61,321	1,03,49,39,759
TOTAL		1,02,95,21,275	1,18,09,52,831

Significant Accounting Policies and Notes to Accounts

1 to 33

AS PER OUR REPORT OF EVEN DATE

For Manek & Associates

Chartered Accountants

FRN : 0126679W

Shallesh L. Manek

Shallesh L. Manek
Proprietor
Membership No. 34925



PLACE : MUMBAI
DATED : 29th July 2020

FOR AND ON BEHALF OF BOARD OF DIRECTORS

Deena A. Mehta
(DEENA A. MEHTA)
Managing Director

Kirit H. Vora
(KIRIT H. VORA)
Whole Time Director

Pankaj Parmar
(PANKAJ PARMAR)
Chief Financial Officer

ASIT C. MEHTA INVESTMENT INTERMEDIATES LTD.
CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2020

Particulars	For the year ended 31/03/2020		For the year ended 31/03/2019	
Cash Flow From Operating Activities				
Net profit/(loss) before tax		-6,04,39,972		1,43,39,654
Adjustments for				
Depreciation & Amortisation (Net)	77,47,778		82,59,466	
Interest income	-2,86,83,076		-2,40,09,749	
Dividend income	-1,30,359		-1,15,062	
Interest expense	3,36,69,045		2,21,34,936	
Fixed Assets Written Off	22,779		0	
Provision for loan Doubtful Debts	-		29,44,001	
Provision for Diminution in Investment	35,00,000		40,14,370	
Foreign Exchange Difference	(12,12,764)	1,49,13,403	5,30,231	1,37,58,194
Operating profit/(loss) before working capital changes		-4,55,26,568		2,80,97,848
Adjustments for (Increase)/Decrease in operating assets				
(Increase) / Decrease in Trade Receivables	3,56,17,835		(4,40,50,642)	
(Increase) / Decrease in Long Term loans & Advances	74,55,548		(18,64,470)	
(Increase) / Decrease in Other Non Current Assets	84,50,269		(32,89,217)	
(Increase) / Decrease in Other Bank FD's	9,47,05,836		(11,60,70,656)	
(Increase) / Decrease in Short Term Loans & Advances	(85,82,542)		(6,95,48,130)	
(Increase) / Decrease in Other Current assets	13,06,75,744	26,83,22,690	-7,43,21,713	(30,91,44,828)
Adjustments for Increase/(Decrease) in operating liabilities				
Increase / (Decrease) in Long Term liabilities	(1,56,04,574)		66,07,059	
Increase / (Decrease) in Trade payables	(13,79,163)		21,71,855	
Increase / (Decrease) in Other current liabilities	2,20,26,017		(54,87,344)	
Increase / (Decrease) in Short term Provisions	(4,34,932)		(27,161)	
		46,07,347		32,64,409
Cash generated from operating activities		22,74,03,469		(27,77,82,571)
Refund received / (Taxes paid) (Net of Earlier Year Tax Adjustment)		(1,19,078)		(28,232)
Net cash From Operating Activities (A)		22,72,84,391		(27,78,10,803)
Cash Flow From Investing Activities				
Purchase of fixed assets	(1,09,68,457)		(1,32,17,227)	
Investment in Shares and Securities	23,19,804		(31,04,506)	
Interest received	2,86,83,076		2,40,09,749	
Dividend received	1,30,359		1,15,062	
Net cash generated from investing activities (B)		2,01,64,782		78,03,077

ASIT C. MEHTA INVESTMENT INTERMEDIATES LTD.
CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2020

Particulars	For the year ended 31/03/2020		For the year ended 31/03/2018	
Cash Flow From Financing Activities				
Term Loan Repayment	-		-	
Proceeds from Term Loan received / (repaid)	(3,42,369)		9,74,118	
Equity Shares Issued	1,30,00,000		-	
Share Premium received	80,00,000		-	
Repayment / Proceeds of Bank overdraft	(10,18,12,087)		15,04,04,092	
Intercompany deposit received / (repaid)	(1,62,00,000)		42,00,000	
Intercompany deposit received / (repaid)	-		-	
Interest Paid	(3,36,69,045)		(2,21,34,936)	
Net cash used in financing activities (C)		(13,10,23,501)		13,34,43,274
Net Increase / (Decrease) in Cash & Cash Equivalents (A+B+C)		11,64,25,671		(13,65,64,452)
Cash and Cash Equivalents - Opening 1st April		1,81,80,139		15,47,44,590
Cash and Cash Equivalents - Closing 31st March		13,46,05,810		1,81,80,138

NOTES TO CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH 2019

1 Cash & Cash Equivalents Include :

Cash on Hand	58,911	2,74,982
Balances with Banks In Current and Cash Credit Accounts	13,45,46,899	1,79,05,157
	<u>13,46,05,810</u>	<u>1,81,80,140</u>

2 The above Cash Flow Statement has been prepared under the 'Indirect Method' as set out in Accounting Standard-3 on Cash Flow Statements.

Significant Accounting Policies and Notes to Accounts
AS PER OUR REPORT OF EVEN DATE

For Manek & Associates
Chartered Accountants
FRN : 0126679W

Shallesh L. Manek
Proprietor
Membership No. 34925



1 to 33

BEHALF OF BOARD OF DIRECTORS

(Signature)

(DEENA A. MEHTA)
Managing Director

(Signature)
(PANKA PARMAR)
Chief Financial Officer

(Signature)

(KIRIT H. VORA)
Whole Time Director

PLACE : MUMBAI
DATED : 29th July 2020

ASIT C. MEHTA INVESTMENT INTERMEDIATES LTD
STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH 2020

Particulars		Note No.	For the year ended 31/03/2020	For the year ended 31/03/2019
I	INCOME			
	1 Revenue from operations	19	23,20,82,449	32,82,82,964
	2 Other income	20	3,04,71,304	2,41,30,695
	Total Revenue		26,25,53,753	35,24,13,659
II	EXPENDITURE			
	1 Employee benefits expense	21	10,49,82,612	10,48,68,621
	2 Finance costs	22	3,77,94,137	2,66,53,112
	3 Depreciation and amortization expense	10	77,47,778	82,59,466
	4 Other expenses	23	17,24,69,197	19,82,92,806
	Total Expenses		32,29,93,725	33,80,74,005
III	Profit / (Loss) before Exceptional and Extra Ordinary items and Tax		(6,04,39,972)	1,43,39,654
	Add: Exceptional and Extra Ordinary items		-	-
IV	Profit / (Loss) before tax		(6,04,39,972)	1,43,39,654
	Tax expense:			
	(1) Current tax		-	17,57,195
	(2) Deferred tax (Net)		18,74,602	84,446
	(3) MAT Credit Entitlement		-	(17,57,195)
	(4) (Short)/Excess tax of earlier years (Income Tax Refund)		(1,19,078)	(28,232)
V	Profit / (Loss) after tax for the year		(5,86,84,448)	1,43,95,868
VI	Earnings per equity share:			
	(Face value of Rs.10/- Per Share)	24		
	(1) Basic		(5.06)	1.27
	(2) Diluted		(5.06)	1.27

Significant Accounting Policies and Notes to Accounts

1 to 33

AS PER OUR REPORT OF EVEN DATE

For Manek & Associates
Chartered Accountants
FRN : 0126679W

Shailesh L. Manek
Proprietor
Membership No. 34925



FOR AND ON BEHALF OF BOARD OF DIRECTORS

(DEENA A. MEHTA)
Managing Director

(KIRIT H. VORA)
Whole Time Director

PLACE : MUMBAI
DATED : 29th July 2020

(PANKAJ PARMAR)
Chief Financial Officer

Note-1 SIGNIFICANT ACCOUNTING POLICIES AND NOTES FORMING PART OF THE ACCOUNTS FOR THE

YEAR ENDED 31.03.2020

I DESCRIPTION OF BUSINESS

The Company is a member of BSE Ltd., The National Stock Exchange of India Ltd. ("NSE") and Metropolitan Stock Exchange of India Ltd. and is engaged in shares and securities broking in cash, derivative including currency derivative segment, debt markets and mutual fund along with other fund mobilization. The Company is a Category-I Merchant Banker registered under the Securities & Exchange Board of India (Merchant Bankers) Regulations, 1992 and is also engaged in providing services of Investment Banking, Corporate Finance & Advisory and Portfolio Management Services. The Company has also obtained the Insurance Business and PFRDA licenses during the previous year.

The Company is also a Depository Participant of Central Depository Services (India) Ltd. and providing services as Depository Participant.

II SIGNIFICANT ACCOUNTING POLICIES

1.1 GENERAL

- i The Accounts have been prepared on historical cost basis ignoring changes, if any, in the purchasing power of money.
- ii All expenses and income are accounted on accrual basis, except otherwise stated herein below. Revenue from Depository operations is considered to accrue as one time Transaction charges based on the calendar year.
- iii Income from shares & securities brokerage activities is considered as accrued on the trade date of the transaction.
- iv Income from Brokerage, Demat charges, Fund Mobilization & Corporate Advisory services are exclusive of service tax / Goods and Service tax

1.2 STOCK IN TRADE

i CLASSIFICATION

Shares, debentures and units of mutual funds, etc. acquired and / or held in the course of broking activities are classified as Stock in Trade.

ii VALUATION

Shares, units, bonds and debentures are valued at lower of cost or market value.

Cost of stock in trade comprises of purchase price and other levies and taxes and it is arrived at based on Weighted Average Method and the same is valued at cost or market value whichever is lower.

1.3 FIXED ASSETS, INTANGIBLES, VALUATION, DEPRECIATION AND AMORTISATION

i Fixed assets, are stated at cost of acquisition as reduced by input tax credit available under Service Tax Rules/CENVAT Credit Rules/ Goods and Service Tax and as reduced by accumulated depreciation and amortization. Cost of fixed assets comprises purchase price, duties, levies and any directly attributable cost to bring the asset to its working condition for the intended use.

ii Expenses on intangibles (software / licenses) are capitalized if the same are likely to provide significant economic benefits over the future period.

iii Depreciation and amortization, etc.

Depreciation on Fixed Assets has been computed based on the useful lives of each of the items of the Fixed Assets, as existing on 01.04.2014 and on additions, as ascertained by the Valuation Advisor and is computed on Straight Line Method of depreciation, and in the manner and in compliance with the requirements prescribed in Schedule II of the Companies Act, 2013, as applicable for the Financial Year commencing from 01.04.2014.



In respect of each item of the Fixed Assets, existing on the date of the applicability of the requirements of the Schedule II, i.e. on 01.04.2014, the Company has got evaluated technically by the Valuation Advisor by examining physically each such items of Fixed Assets as to their possible total useful lives from the respective dates of purchases, acquisition, etc. and based thereon, the balance remaining useful lives. Also, in respect of additions during the year 2014-15, the Company has adopted the useful lives of respective item of fixed assets as determined by the Valuation Advisor and for additions during the year the company has adopted the useful lives as prescribed in Part C of Schedule II

These useful lives, as determined by the Valuation Advisor, are different from the useful lives as specified in Part C of the Schedule II, and the details of which are as under:

Assets	As per Valuer's report	As per Part C of Schedule II
Furniture and Fixture	12 years	10 years
Computer - End Users	8 years	3 years
Computer - Server, HUB, Router	10 years	6 years
Office Equipment	11 years	5 years
Other Equipments *	14 years	5 years
Electrical Installation	14 years	10 years
Vehicles	10 years	8 years

Justification for adopting longer useful lives

- i) Due to Regular Maintenance through Qualified Technicians onsite.
- ii) Maintenance Contract from Specialist or Original Manufacturer of the product, this ensures quality of services to get longer economic benefit from the product.
- iii) Turn around and quality of the Spares used which serve the purpose without need for changes to higher or newer technologies.

* Other equipments are Air Conditioners , Communication System and DG sets

Intangible assets, including Software's and software licenses etc. are amortised over the period during which the company expects to obtain economic benefits, but in no case exceeding Ten years from the date of acquisition. The residual value of intangible assets including Software's and software licenses etc. has been adopted as nil.

Intangible assets, including Software's and software licenses etc. are amortised on straight line method over the period during which the company expects to obtain economic benefits as per requirements of Accounting Standard 26 - Intangible Assets .

v IMPAIRMENT

Fixed Assets are reviewed for impairment whenever events or changes in circumstances warrant that the carrying amount of an asset may not be recoverable. In the opinion of the Management, there is no impairment to the assets except which are held for disposal and classified under other current assets, other than the assets written off during the year.

1.4 INVESTMENTS

i CLASSIFICATION

Securities acquired and intended to be held for a longer period, including those held for strategic reasons, are classified as Investments.



Notes to the Financial Statements

ii VALUATION

Investments are stated at cost. Provision for diminution in value of long term investment is made, if the same is permanent in nature.

1.5 EMPLOYEES' BENEFITS

i Contribution payable to the recognized provident fund, which is defined contribution plan, is recognized in the Statement of Profit and Loss.

ii For liability in respect of staff gratuity, the Company has entered into an agreement with the Life Insurance Corporation of India ("LIC") AND Kotak Life Insurance under the Group Gratuity Scheme and Kotak group Bond Fund respectively. Under these Schemes, the insurers periodically determine the contribution required to be paid by the Company based on the liabilities and funds available in the Company's Policy Fund Accounts and the same is paid or provided in the Accounts. The settlement obligation in respect of the employees gratuity claims remains with the Company and accordingly, on the retirement or termination of the employee from the employment, the gratuity liabilities based on their salary and the years of employment are computed and the insurers pay the same after determining the amounts payable based on the funds available to the credit of the Company's Policy Fund Accounts. The year end liability of the gratuity is actuarially valued by the insurers using Projected Unit Credit Method.

iii The liability in respect of leave encashment benefits which is long term defined benefit plan, is determined by the independent actuary and the obligation there under is provided.

iv Actuarial gains/losses are accounted in the Statement of Profit and Loss in the respective year.

1.6 BORROWING COST

Borrowing cost directly attributable to the cost of acquisition or construction of the fixed assets is capitalized as part of the cost of the assets, upto date the asset is put to use. Other borrowing costs are charged to the Statement of Profit and Loss in the year in which they are incurred.

1.7 OPERATING LEASE

i Lease of Assets under which all the risk and rewards of ownership are effectively retained by the Lessor is classified as operating lease. Assets are obtained / given on lease on the terms and conditions, as agreed between the parties, relating to right to use, retention of the assets, periodical repairs and maintenance, etc.

ii Lease payments / receipts under operating lease arrangements are recognized as expenses / revenue on accrual basis in accordance with respective lease agreements or arrangements.

1.8 PROVISION FOR CURRENT AND DEFERRED TAX

i Provision for taxation is made at the current rate of tax in accordance with the provisions of the Income Tax Act, 1961.

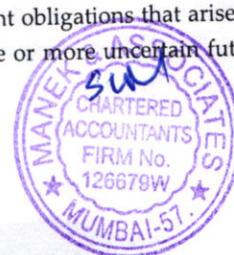
ii Deferred Tax resulting from "timing difference" between the book and taxable profit is accounted for using the tax rates and laws that have been enacted or substantively enacted as on the Balance Sheet date.

iii Deferred tax assets arising from carry forward losses, Unabsorbed Depreciation etc. are recognized and carried forward to the extent that there is a virtual certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized. Other deferred tax assets are recognized only to the extent that there is a reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized. Deferred Tax Assets are reviewed for the appropriateness of their respective carrying values at each Balance Sheet date.

1.9 PROVISIONS AND CONTINGENT LIABILITIES

i A provision is recognized when the Company has a present obligation as a result of a past event and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and in respect of which a reliable estimate can be made of the obligation. Provisions are not discounted to its present value and are made as per estimate determined by the management considering the requirements to settle the obligation as at the balance sheet date. The provisions made are being reviewed by the management at each balance sheet date so as to adjust to the amount of current estimate.

ii Contingent liabilities are disclosed in respect of which there are possible or present obligations that arise from past events but their existence is confirmed on occurrence of or non occurrence of one or more uncertain future events and in respect of which there may not be probably any outflow of resources.



1.10 SUNDRY DEBTORS AND OTHER RECEIVABLES

- i Provision for Doubtful Debts is recognized on the basis of management's assessment of the probable outcome of the receivables.
- ii Irrecoverable amounts, if any, are accounted and / or provided for only upon final settlement of accounts with the parties / constituents.

1.11 FOREIGN CURRENCY TRANSACTIONS

Foreign currency transactions are recorded at the rates of exchange prevailing on the date of the transaction. Exchange differences, if any arising out of transactions settled during the year are recognized in the Statement of Profit and Loss. Monetary assets and liabilities denominated in foreign currencies as at the balance sheet date are translated at the closing exchange rate on that date. The exchange differences, if any, are recognized in the Statement of Profit and Loss and related assets and liabilities are accordingly restated in the balance sheet.



ASIT C. MEHTA INVESTMENT INTERMEDIATES LTD.

Notes to the Financial Statements

Note 2 Share Capital

2.1	Particulars	As at 31/03/2020	As at 31/03/2019
	Authorized:		
	1,32,50,000 [Previous Year 1,22,50,000] Equity Shares of Rs.10 each	13,25,00,000	12,25,00,000
	80,00,000 [Previous Year 90,00,000] Preference Shares of Rs.10 each	8,00,00,000	9,00,00,000
		21,25,00,000	21,25,00,000
	Issued, Subscribed and fully Paid up:		
	EQUITY SHARE CAPITAL		
	1,26,11,111 [Previous Year 1,13,11,111] Equity Shares of Rs. 10 each [Out of above, 55,61,111 nos. of Equity Shares (Previous Year 55,61,111) are held by Asit C Mehta Financial Services Ltd., Holding Company]	12,61,11,110	11,31,11,110
	PREFERENCE SHARE CAPITAL		
	45,00,000 [Previous Year 45,00,000] 9% Cumulative Redeemable Preference Shares of Rs.10 each [Redemption terms : Any time after one year from the date of allotment but not later than 31.03.2030]	4,50,00,000	4,50,00,000
	15,00,000 [Previous Year 15,00,000] 4% Cumulative Redeemable Preference Shares of Rs.10 each [Redemption terms : Any time after one year from the date of allotment but not later than 31.03.2030, Redeemable at premium at 5% per year or part of the year]	1,50,00,000	1,50,00,000
	20,00,000 [Previous Year 20,00,000] 4% Cumulative Redeemable Preference Shares of Rs.10 each [Redemption terms : Any time after one year from the date of allotment but not later than 31.03.2030]	2,00,00,000	2,00,00,000
		20,61,11,110	19,31,11,110

2.2 Reconciliation of Number of Shares

Particulars	Equity Shares	9% Cumulative Redeemable Preference Shares	4% Cumulative Redeemable Preference Shares (Redeemable at premium at 5% per year or part of the year)	4% Cumulative Redeemable Preference Shares
Shares outstanding at the beginning of the year	1,13,11,111 (1,13,11,111)	45,00,000 (45,00,000)	15,00,000 (15,00,000)	20,00,000 (20,00,000)
Add : Shares Issued, Subscribed and fully Paid up during the year	13,00,000 (-)	- (-)	- (-)	- (-)
Less : Shares Redeemed/Bought back during the year	- (-)	- (-)	- (-)	- (-)
Shares outstanding at the end of the year	1,26,11,111 (1,13,11,111)	45,00,000 (45,00,000)	15,00,000 (15,00,000)	20,00,000 (20,00,000)

(Figures in brackets relate to previous year)

ASIT C. MEHTA INVESTMENT INTERMEDIATES LTD.

Notes to the Financial Statements

2.3 Details of each Shareholder holding more than 5% of share capital

Name of Shareholder	As at 31/03/2020		As at 31/03/2019	
	No. of Shares held	% of Holding	No. of Shares held	% of Holding
a) Equity Shares				
Shri Asit C. Mehta	34,91,566	27.69	31,91,566	28.22
Smt. Deena A. Mehta	27,37,516	21.71	17,37,516	15.36
Asit C Mehta Financial Services Ltd.	55,61,111	44.10	55,61,111	49.17
Asit C Mehta Commodity Services Ltd.	5,72,500	4.54	5,72,500	5.06



b)	9% Cumulative Redeemable Preference Shares				
	Shri Asit C. Mehta	22,50,000	50.00	22,50,000	50.00
	Smt. Deena A. Mehta	22,50,000	50.00	22,50,000	50.00
c)	4% Cumulative Redeemable Preference Shares				
	Shri Asit C. Mehta	8,00,000	53.33	8,00,000	53.33
	Smt. Deena A. Mehta	7,00,000	46.67	7,00,000	46.67
d)	4% Cumulative Redeemable Preference Shares				
	Shri Asit C. Mehta	10,00,000	50.00	10,00,000	50.00
	Smt. Deena A. Mehta	10,00,000	50.00	10,00,000	50.00

2.4 Rights of shareholders

- a) The Company has only one class of equity shares having a par value of Rs.10/- per share. Each holder of equity share is entitled to one vote per share on any resolution placed before the Company in any general meeting. A holder is entitled to dividend proposed by Board of Directors, subject to the approval of shareholders in Annual General Meeting.
- b) In the event of liquidation of the Company, the holders of equity shares are entitled to receive remaining assets of the Company after distribution of all preferential amounts. The distribution will be in proportion to number of equity shares held by shareholders.
- c) The Company has following classes of Preference shares having a par value of Rs.10/- per share. Their rights are as under:
The Preference Shares shall carry voting rights in accordance with the provisions of the Companies Act, 1956/the Companies Act, 2013. Since Preference Dividend is in arrears for more than Four years, for all Preference Shareholders are entitled to voting rights as per relevant provisions of the Companies Act, 1956/ the Companies Act, 2013.
The Preference Shares shall rank in priority to Equity Shares for repayment of capital.
- i) **9% Cumulative Redeemable Preference Shares**
-The Preference Shares shall carry a preferential dividend @ 9% payable from the date of allotment. The preference shares shall rank for dividend in priority to the equity shares.
Redemption terms : Any time after one year from the date of allotment but not later than 31.03.2030, redeemable at par.
- ii) **4% Cumulative Redeemable Preference Shares**
-The Preference Shares shall carry a preferential dividend @ 4% payable from the date of allotment. The preference shares shall rank for dividend in priority to the equity shares.
Redemption terms : Any time after one year from the date of allotment but not later than 31.03.2030, redeemable at premium of 5% per year or part of the year.
- iii) **4% Cumulative Redeemable Preference Shares**
-The Preference Shares shall carry a preferential dividend @ 4% payable from the date of allotment. The preference shares shall rank for dividend in priority to the equity shares.
Redemption terms : Any time after one year from the date of allotment but not later than 31.03.2030, redeemable at par.
- d) During the Year, The Company has issued 9,00,000 Right Equity shares to Managing Director and Company has also converted Compulsory Convertible Debenture into 400000 Equity shares at a premium of Rs.20/- per share



Notes to the Financial Statements

Note-3 Reserves & Surplus

3.1	Particulars	As at 31/03/2020	As at 31/03/2019
	a. Securities Premium Reserve Account		
	As per Last Balance sheet	7,42,22,220	7,42,22,220
	Add : Received during the year on conversion of Comulsory Convertible Debenture	80,00,000	-
		8,22,22,220	7,42,22,220
	b. General Reserve		
	As per Last Balance sheet	1,79,95,126	1,79,95,126
		1,79,95,126	1,79,95,126
	c. Surplus in Statement of Profit & Loss		
	As per Last Balance sheet	(11,62,81,313)	(13,06,77,181)
	Add : Net Profit / (Loss) For the current year	(5,86,84,448)	1,43,95,868
		(17,49,65,760)	(11,62,81,313)
		(7,47,48,414)	(2,40,63,967)

Note 4 Long Term Borrowings

4.1	Particulars	As at 31/03/2020	As at 31/03/2019
	<u>Secured</u>		
	Term loans		
	A) From Banks	9,66,834	13,09,203
	[Secured by hypothecation of motor cars Interest rate at 8.86% p.a. (previous year 8.86%p.a.)]		
		9,66,834	13,09,203
		9,66,834	13,09,203

ASIT C. MEHTA INVESTMENT INTERMEDIATES LTD.

Notes to the Financial Statements

4.2 Maturity Profile

Particulars	Current Portion	Non Current Portion
	2019-20	2020-21
<u>Car Loan</u>		
Bank	3,42,369	9,66,834
(Secured by hypothecation of Motor Car)		
	3,42,369	9,66,834

Note 5 Other Long Term Liabilities

5.1	Particulars	As at 31/03/2020	As at 31/03/2019
	<u>Others</u>		
	Base Capital Deposits	2,64,29,740	4,20,34,314
		2,64,29,740	4,20,34,314



5.2 BASE CAPITAL DEPOSITS FROM BUSINESS ASSOCIATES

- a The Company, in the course of its business and as per the terms and conditions with Business Associates , has received security deposits in the form of cheques or its equivalent and/or by way of shares and securities (which are transferred to and held in the name of the Company).
- b Security deposits so received in the form of shares or securities is accounted in the books at the market value thereof prevailing at the end of the year.
- c As per the terms and conditions, the Company has an absolute right to appropriate and realize the security deposits against the unpaid dues from Business Associates and the balance, if any, is refunded in the form of cheques or its equivalent and/or shares and securities deposited with the Company, as the case may be.
- d The aggregate amount of security deposits (including sticky balance) received from Business Associates and outstanding as at the year end is Rs. 2,64,29,740/- (Previous year Rs. 4,20,34,314/-), which includes the value of securities received in the form of shares and securities of Rs.68,081/- (Previous Year - Rs.1,32,75,761/-).
- e The security deposits received in the form of shares and securities as above are classified and reflected as "Shares received as margin" under the head "Long Term Loans & Advances" in Note No. 13.1 and stated at the market value as at the end of the year.



Note 6 Short Term Borrowings

6.1

Particulars	As at 31/03/2020	As at 31/03/2019
Secured		
From Banks		
[From State Bank of India (overdraft facility) secured by hypothecation and first charge on present and future fixed assets, like computers & peripherals, furniture, electrical fittings, interior works, etc and further collaterals by (i) registered mortgage of residential premises owned by Managing director and one of the whole time directors; (ii) registered mortgage of office premises owned by one of the whole time directors; and (iii) personal guarantee of the Managing Director and one of the whole time directors]	14,84,62,516	14,98,97,100
[From Bank of India (overdraft facility) secured by (i) Mortgage of office unit no.101 A wing and Unit No.103 A wing situated at Nucleus House, Saki Vihar Road, Andheri (East), Mumbai-400072. in the Name of Asit C. Mehta Financial Services Limited - The Holding Company, and (ii) personal guarantee of the Managing Director, one of the whole time directors, its Holding company and one of the Group company]	1,28,37,327	1,29,94,868
[From Bank of India (overdraft facility) against 50% Banks TDR, Personal / Corporate guaranties of the Managing Director, one of the whole time directors, its Holding company and one of the Group company]	4,97,55,038	4,99,75,000
From ICICI Bank (Short Term Loan) secured by all the current assets of the company with 50% Cover. Personal guaranties of one of the Managing Director, one of the whole time directors.	-	10,00,00,000
	21,10,54,881	31,28,66,968
Unsecured		
a. Inter Corporate Deposit		42,00,000
b. 14% Compulsory Convertible Debentures NIL (Previous year 4,00,000) 14% Compulsory Convertible Debentures of Rs.30 each; convertible into one equity share of Rs.10 each at premium of Rs.20/- per share, on or before 31/01/2020.	-	1,20,00,000
		1,62,00,000
	21,10,54,881	32,90,66,968

- 6.2 i) Rate of Interest by State Bank of India on Overdraft facility against Hypothecation of Fixed Assets is MCLR Rate + 2.75% p.a. (Present Rate 10.75% p.a.) (Previous Year 11.30% p.a.)
- ii) Rate of Interest by Bank Of India on Overdraft facility against Mortgage of Fixed Assets is MCLR Rate + 3.50% p.a. (Present Rate 12.10% p.a.) (Previous Year 12.10% p.a.)
- iii) Rate of Interest by Bank Of India on Overdraft facility against Mortgage of Fixed Assets is MCLR Rate + 3.50% p.a. (Present Rate 11.70% p.a.) (Previous Year 12.15% p.a.)
- iv) Rate of Interest by ICICI Ltd. on Overdraft facility against Mortgage of Fixed Assets is NIL (Previous year Rate 10.65% p.a.)
- v) On Inter Corporate Deposit Interest was paid @ 11%p.a. (Previous Year @11% p.a..)

Note 7 Trade Payables

7.1

Particulars	As at 31/03/2020	As at 31/03/2019
Creditors for Expenses		
(a) Total Outstanding Dues of micro enterprries and small enterprises	1,83,84,767	1,97,63,930
(b) Total Outstanding Dues of creditors other than micro enterprries and small	1,83,84,767	1,97,63,930

7.2 The Company has not received any intimation from the suppliers regarding their status under the Micro, Small and Medium

Amounts payable to Micro and Small Enterprises	As at 31/03/2020	As at 31/03/2019
(i) the principal amount and the interest due thereon	Nil	Nil
(ii) interest paid during the year	Nil	Nil
(iii) the amount of interest due and payable for the period of delay in making	Nil	Nil
(iv) the amount of interest accrued and remaining unpaid	Nil	Nil
(v) the amount of further interest remaining due and payable	Nil	Nil



Note 8 Other Current Liabilities

8.1	Particulars	As at 31/03/2020	As at 31/03/2019
	Current maturities of long-term borrowings(Refer Note 4.1)	3,42,369	3,12,836
	Amounts Due to Constituents	36,51,74,497	35,19,51,373
	Statutory Dues	34,00,818	55,03,559
	Shares Received as margin from Constituents (Refer note 8.2)	21,85,00,790	21,32,08,074
	Other Liabilities	62,94,042	7,10,657
	Escrow Deposit	4,65,50,000	4,65,50,000
		64,02,62,516	61,82,36,499

8.2 MARGIN FROM CONSTITUENTS

a The Company, in the course of its business and as per the terms and conditions with Clients, has received initial margin in the form of shares and securities (which are transferred to and held in the name of the Company).

b Initial margin so received in the form of shares or securities is accounted in the books at the market value thereof prevailing at the end of the year.

c As per the terms and conditions, the Company has an absolute right to appropriate and realize the initial margin against the unpaid dues from the Clients and the balance, if any, is refunded in the form of cheques or its equivalent and/or shares with the Company, as the case may be.

d Initial Margin received in the form of shares and securities as above are classified and reflected under the head "Short Term Loans and Advances" in Note No. 17 and stated at the market value as at the end of the year.

8.3 The amounts due to Constituent Clients represent amounts payable on account of security broking transactions. These accounts comprise the running transactions carried out by the Constituent Clients.

8.4 Amounts due to Constituents, Creditors/Other Liabilities are subject to Confirmation.

Note 9 Short Term Provisions

Particulars	As at 31/03/2020	As at 31/03/2019
Provision for employee benefits		
Leave Encashment (Refer note 21.2)	10,59,836	2,92,188
Gratuity (Refer note 21.2)	-	12,02,580
	10,59,836	14,94,768



Note 10 - Property, Plant and Equipments

ASIT C. MEHTA INVESTMENT INTERMEDIATES LTD.

	Description	Gross Block				Depreciation/Amortization				Net Block		
		Balance as at 1/4/2019	Additions	Addition on Account of Revaluation	Disposals/ Sales/discarded	Balance as at 31/03/2020	Balance as at 1/4/2019	For the Priod Ended	On disposals/ Sales/discarded	Balance as at 31/03/2020	Balance as at 31/03/2020	Balance as at 31/03/2019
a)	Tangible Assets-Owned											
	Office and Other Equipments	2,26,66,513	10,21,461	-	2,88,491	2,33,99,483	1,82,69,387	12,99,000	2,65,712	1,93,02,675	40,96,808	43,97,126
		(2,21,94,853)	(4,71,660)	-	0	(2,26,66,513)	(1,64,93,348)	(17,76,039)	-	(1,82,69,387)	-	(57,01,505)
	Electric Installation	8,64,908	-	-	-	8,64,908	8,04,285	4,939	-	8,09,224	55,684	60,623
		(8,64,908)	-	-	-	(8,64,908)	(7,99,346)	(4,939)	-	(8,04,285)	(65,559)	(7,28,943)
	Furniture and Fixtures	2,72,60,519	3,75,120	-	-	2,76,35,639	2,41,23,501	13,04,777	-	2,54,28,278	22,07,361	31,37,018
		(2,70,80,531)	(1,80,000)	-	-	(2,72,60,531)	(2,18,07,008)	(23,16,493)	-	(2,41,23,501)	-	(78,30,382)
	Computers	1,84,41,008	10,19,518	-	-	1,94,60,526	1,37,79,086	23,52,669	-	1,61,31,755	33,28,771	46,61,922
		(1,72,07,077)	(12,33,931)	-	-	(1,84,41,008)	(1,16,55,936)	(21,23,160)	-	(1,37,79,086)	-	(39,68,804)
	Vehicles	65,31,179	-	-	-	65,31,179	20,26,973	7,58,865	-	27,85,838	37,45,341	45,04,206
		(45,30,597)	(20,00,582)	-	-	(65,31,179)	(13,64,560)	(6,62,413)	-	(20,26,973)	(31,66,040)	(36,89,871)
		7,57,64,127	24,16,099	-	2,88,491	7,78,91,735	5,90,03,232	57,20,249	2,65,712	6,44,57,769	1,34,33,966	1,67,60,895
		(-7,18,77,966)	(-38,86,173)	-	0	(-7,57,64,139)	(-5,21,20,198)	(-68,83,044)	-	(-5,90,03,232)	(-32,31,599)	(-2,19,19,505)
b)	Intangible Assets-Owned											
	Computer software	2,68,22,080	95,33,839	-	-	3,63,55,919	1,96,32,942	20,27,529	-	2,16,60,471	1,46,95,448	71,89,138
		(2,57,94,800)	(10,27,280)	-	-	(2,68,22,080)	(1,82,56,510)	(13,50,757)	-	(1,96,32,942)	(75,38,291)	(84,67,648)
		2,68,22,080	95,33,839	-	-	3,63,55,919	1,96,32,942	20,27,529	-	2,16,60,471	1,46,95,448	71,89,138
		(2,57,94,800)	(10,27,280)	-	-	(2,68,22,080)	(1,82,56,510)	(13,50,757)	-	(1,96,32,942)	(75,38,291)	(84,67,648)
	Current Year	10,25,86,207	1,19,49,938	-	2,88,491	11,42,47,654	7,86,36,174	77,47,778	2,65,712	8,61,18,240	2,81,29,414	2,39,50,033
	Previous Year	(9,76,72,766)	(49,13,453)	-	-	(10,25,86,219)	(7,03,76,708)	(82,33,801)	-	(7,86,36,174)	(1,07,69,890)	(3,03,87,153)



Note 11 Non Current Investments-Other than Trade

11.1	Name of the Body Corporate	Amount		Market value	
		31.03.2020	31.03.2019		
Investment in Equity Instruments					
Quoted- At Cost					
1	Investment in Shares and Securities * (Note 11.5)		1,02,98,109	1,33,67,899	30,69,790
Unquoted -At Cost					
2	5,00,000 Omniscience Preference Shares	50,00,000			
	75000 Addition during the year	7,50,000	57,50,000	50,00,000	7,50,000
	(-)				
In Equity shares of Wholly Owned subsidiary (fully paid up)					
3	600 Asit C Mehta Comdex Services, DMCC [share of 1,000 Dirhams-	75,14,370			
	(600)				
	Less : Provision for diminution in the value of Investments	-75,14,370			
			0	35,00,000	
In Equity shares of others (fully paid up)					
4	2,00,000 Asit C. Mehta Commodity Services Ltd. (refer note no 28)		2,42,00,000	2,42,00,000	
	(200000)				
5	2,750 Vippy Industries Limited (Face Value Re. 1/- per share)		18,425	18,425	2,750
	(2750)				
			4,02,66,534	4,60,86,324	

(Figures in brackets relate to previous year)

11.3	Particulars	31.03.2020	31.03.2019
	Investment in Equity Instruments	4,77,80,904	5,01,00,694
	Less : Provision for diminution in the value of Investments	75,14,370	40,14,370
		4,02,66,534	4,60,86,324

11.4	Particulars	31.03.2020	31.03.2019
	Aggregate amount of quoted investments [Market value Rs.72,77,371/- (previous year Rs.1,25,04,487/-)]	1,02,98,109	1,33,67,899
	Aggregate amount of unquoted investments	2,99,68,425	3,27,18,425

ASIT C. MEHTA INVESTMENT INTERMEDIATES LTD.

Notes to the Financial Statements

11.5

Sr. No.	Name of	Amount	Amount	Market Value
	Quoted- At			
	Other shares and Securities			
1.00	7000.00 Omnitex Industries (India) Limited	30543.00	30543.00	119000.00
	-7000.00			
2.00	347.00 BSE Limited [Share of Re 1 each]	260250.00	260250.00	148830.36
	-347.00			
3.00	100.00 CDSL EQUITY Ltd.	0.00	0.00	21440.00
	(-)			
4.00	172600.00 IRIS Business Services Limited	4163815.00	6763455.00	3072280.00
	(-1,58,234)			
5.00	1000.00 BANK OF BARODA	113200.00	0.00	53550.00
	(-)			



49.00	910.00	GAIL INDIA LIMITED	119012.08	
	(-)			
50.00	226.00	HCL Technology	100206.05	
	(-)			
51.00	44.00	HERO Motor Corp	164823.00	
	(-)			
52.00	478.00	HINDUSTAN PETROLEUM CORPORATION LTD.	118578.85	
	(-)			
54.00	496.00	ITC Limited	118990.40	
	(-)			
55.00	19.00	Maruti Suzuki	121446.48	
	(-)			
56.00	1374.00	NMDC Limited	199084.00	185811.00
	-1220.00			
57.00	447.00	Petronet LNG Limited	112946.00	168030.27
	-665.00			
58.00	841.00	REC Limited	133414.00	
	(-)			
59.00	56.00	Tata Consultancy Services Limited	0.00	
	-64.00			
	1.00	Tata Consultancy Services Limited	2001.30	169869.00
	-128			
60.00	168.00	Tech Mahindra Limited	87122.00	181526.00
	-350.00			
61.00	483.00	WIPRO	119127.12	
62.00		1,729 HOUSING AND URBAN DEVELOPMENT CORPORATION LTD	64668.58	
63.00		215 RITES LTD	62,751.57	
64.00		2,715 RAIL VIKAS NIGAM LTD	62,716.50	
65.00		98 CARE RATINGS LTD	66,957.91	
66.00		155 IRCON INTERNATIONAL LIMITED	63,656.25	
67.00		25 HOUSING DEVELOPMENT FINANCE CORPORATION LIMITED-NEW	56,693.50	
	50.00	INFOSYS LIMITED - EQUITY SHARES OF RS 5/- EACH	39549.3475	
	50.00	RELIANCE INDUSTRIAL INFRASTRUCTURE LIMITED EQUITY SHARES	19695.37	
	2.00	STATE BANK OF INDIA # NEW EQUITY SHARES OF FV RE. 1/- AFTER SUBDIVISION	459.75	
	4.00	Adani enterprises Limited	945.00	
	0.00	Zee Entertainment Enterprises Limited		1,65,038
	-284			
		TOTAL	10298108.75	13367897.75

69569.50
98705.50
70144.80
90891.70
85312.00
81467.25
109920.00
89332.95
74638.75
102090.80
1823.05
94911.60
94957.80
34493.55
52879.25
35023.50
32295.90
59078.25
40761.25
32015.00
10407.50
393.90
550.20
7277371.31



Notes to the Financial Statements

Note 12 Deferred Tax Assets (Net)

- 12.1 Recognition of Deferred Tax Assets (Net of Liabilities) in respect of the current year amounting to Rs.18,74,602/- [Previous year Reversal of Deferred Tax Assets (Net of Liabilities) Rs 84,446/-] has been credited to the Statement of Profit and Loss. Major components are as under:

Particulars	As at 31/03/2020	As at 31/03/2019
Deferred Tax (Liabilities) / Assets		
Depreciation	9,49,397	12,26,615
Total	9,49,397	12,26,615
Less:-		
Deferred Tax Assets:		
Business loss	-	-
Unabsorbed Depreciation	69,36,243	46,38,677
Expenses allowable on payment basis	-	-
Expenses Provisions	1,66,924	3,12,671
Total	71,03,167	49,51,347
Net Deferred Tax Assets / (Tax Liabilities)	80,52,564	61,77,962

Note 13 Long Term Loans and Advances

13.1

Particulars	As at 31/03/2020	As at 31/03/2019
Unsecured, considered good		
a) Security Deposits		
Membership and Other Deposits with Stock Exchanges and Securities Clearing		
The National Securities Clearing Corporation Limited	54,00,000	44,00,000
BSE Ltd.	-	-
Central Depository Services (India) Ltd	8,40,000	8,40,000
	62,40,000	52,40,000
Deposits for Premises and Other Deposits (refer note no 28)	9,80,451	9,05,451
b) Shares Received As Margin From [See Note 5.2 (e)]		
Business Associates	68,081	1,32,75,761
c) Other Advances		
Prepaid Expenses	6,31,556	10,06,272
Advance Income Tax	1,59,72,530	1,09,20,679
	2,38,92,617	3,13,48,165

Notes to the Financial Statements

Note 14 Other Non Current Assets

Particulars	As at 31/03/2020	As at 31/03/2019
Long Term Trade Receivable		
Amounts Due from Business Associates		
Secured against Base capital Deposits	5,50,000	6,50,000
Others - Unsecured, considered good (Refer note 14.1)	28,27,525	28,13,122
	33,77,525	34,63,122
Amounts Due from Constituents		
Secured against Shares	38,85,083	1,16,11,852
Others - Unsecured, considered good	62,58,043	68,95,946
	1,01,43,126	1,85,07,798
	1,35,20,651	2,19,70,920

- 14.1 As per the terms and conditions of the Agreements executed by the Company with Business Associates, the Company has an absolute right to recover all the dues from them. However, as a good business practice, the Company has adopted cordial and amicable means for recoveries of dues in most practical and fair manner and therefore, it is confident that the amounts classified as Unsecured, would be recovered in due course. The company has also filed the cases against the Clients whose dues are adjusted in Business Associate Ledgers.

Note 15 Trade Receivables

Particulars	As at 31/03/2020	As at 31/03/2019
Unsecured, considered good		
Outstanding for a period exceeding six months from the date they were due for payment	57,22,190	38,08,031
Other Debts	1,14,89,168	4,78,08,400
	1,72,11,358	5,16,16,431



Note 16 Cash and Bank Balances

16.1	Particulars	As at 31/03/2020	As at 31/03/2019
	a) Cash and cash equivalents		
	Balances in Current Accounts	13,45,46,899	1,79,05,157
	Cash on hand	58,911	2,74,982
		13,46,05,810	1,81,80,139
	b) Other Bank balances		
	Fixed Deposits		
	Fixed Deposits with Banks having Maturity of more than three months but within twelve months (See Note 16.2, 16.3, 16.4, 16.5)[including Interest accrued but not due of Rs.17,62,130/- (previous year Rs.41,51,059/-)]	29,11,70,223	38,58,76,059
		42,57,76,033	40,40,56,199

- 16.2 Fixed Deposits with Banks include Rs.NIL(Previous Year Rs.20,00,00,000) pledged against Term Loan given by ICICI Ltd.
- 16.3 Fixed Deposits with Bank of India include Rs.6,00,00,000/- (Previous Year Rs.6,00,00,000/-) pledged with Bank of India as Security against Overdraft facilities granted in the year 2019-20 (Previously Facility granted in 2014-15) to Nucleus IT Enabled Services Limited., the wholly owned subsidiary of the Holding company, for its business purpose.
- 16.4 Fixed Deposits with Bank of India include Rs.6,25,00,000/- (Previous Year Rs.6,25,00,000/-) pledged with Bank of India as Security against Overdraft facilities granted in the year 2019-20 (Previously Facility granted in 2014-15) to Asit C Mehta Commodity Services Ltd.,for its business purpose.
- 16.5 Fixed Deposits with Bank of India include Rs,2,50,00,000/- (Previous Year Rs.2,50,00,000/-) pledged against gurantee given by the Bank
- 16.6 Fixed Deposits with ICICI Bank include Rs,3,25,00,000/- (Previous Year Rs.NIL) pledged against gurantee given by the Bank in favour of Exchange and Professional Clearing member
- 16.7 Fixed Deposits with Bank of India Stock Exchange Branch include Rs,2,10,00,000/- (Previous Year Rs 50,00,000/-) pledged against gurantee given by the Bank in favour of Exchange and Clearing Corporation
- 16.8 The aforesaid entities in respect of whom Fixed Deposits have been pledged with Bank of India have duly complied with their Interest obligation.



17 Short Term Loans & Advances

Particulars	As at 31/03/2020	As at 31/03/2019
Others		
Unsecured, considered good		
Loans To Staff	1,82,037	5,00,970
Loans & Advances		
Inter Corporate loans	5,81,91,909	3,00,00,000
wholly owned subsidiary -Asit C. Mehta Comdex DMCC (Refer Note 28)	29,44,001	29,44,001
Less :- Provision for Doubtful loan	-29,44,001	-29,44,001
Asit C. Mehta Commodity Services Ltd (Refer Note 28)	19,25,703	2,08,22,687
Fellow Subsidiary Nucleus IT Enabled Services Limited (Refer Note 28)	1,11,18,779	55,00,000
Input Credit - GST / Cenvat Credit	37,35,567	28,778
Prepaid Expenses	26,88,171	26,52,737
Deposit with Clearing house	1,45,60,243	66,47,234
Deposit with Stock Exchange	3,26,35,000	1,21,29,000
Balances with Stock Exchanges	-	4,51,92,804
Gratuity Fund	14,15,269	-
Deposit for Premises	6,95,51,740	6,95,51,740
Advances recoverable in cash or in kind or for value to be received	21,25,415	18,14,057
Shares Received As Margin From [See Note 8.2]		
Constituents	21,85,00,790	21,32,08,074
	41,66,30,624	40,80,48,082

Note 18 Other Current Assets

18.1

Particulars	As at 31/03/2020	As at 31/03/2019
Amounts Due from Business Associates		
Secured against Base capital Deposits, considered good	69,98,734	6,61,158
Others - Unsecured, considered good	32,33,273	3,40,551
Doubtful	-	-
	1,02,32,007	10,01,709
Amounts Due from Constituents		
Secured against Shares , considered good	1,87,12,808	16,38,46,528
Others - Unsecured, considered good	1,15,98,490	62,46,504
	3,03,11,298	17,00,93,032
Interest Receivable		1,06,692
Income Accrued But Not Due	-	17,616
	4,05,43,305	17,12,19,049

18.2 Amounts due from Business Associates, Constituents and Advances are subject to confirmation.

18.3 The amounts due from Constituents represent amounts receivable on account of Securities broking transactions. These accounts comprise the running transactions by the constituents.



Note 19 Revenue from Operations

19.1	Particulars	For the year ended 31/03/2020	For the year ended 31/03/2019
	a) Sale of services		
	Brokerage from Stock Exchange Operations	16,77,15,763	19,01,53,948
	Brokerage income from Mutual Fund / Bond	76,47,927	1,21,22,928
	Demat Income	2,51,52,328	2,63,84,355
	Arranger Fees for Fund Mobilization	26,09,403	26,25,229
	Corporate Advisory Services / Merchant Banking	14,75,000	21,60,000
	Corporate Advisory Services - Export	-	5,25,07,500
	b) Profit / (Loss) on Security Transactions-Net	84,31,796	2,00,97,915
	c) Other Operating Revenues	1,90,50,232	2,22,31,088
		23,20,82,449	32,82,82,964

Note 20 Other Income

20.1	Particulars	For the year ended 31/03/2020	For the year ended 31/03/2019
	a) Interest Income		
	Interest on Fixed Deposits with banks	2,19,09,358	1,90,49,122
	Interest on Loan	67,06,540	47,39,399
	Interest on Security Deposit with clearing Corporation	67,178	2,21,228
	b) Dividend income	1,30,359	1,15,062
	c) Gratuity Reversal	4,17,849	-
	d) Other Misc Income	27,256	5,885
	e) Foreign Exchange Difference (Gain)	12,12,764	-
		3,04,71,304	2,41,30,695

Note 21 Employee Benefits Expense

21.1	Particulars	For the year ended 31/03/2020	For the year ended 31/03/2019
	Salaries, Allowances and Bonus	9,53,73,047	9,35,95,779
	Directors' Remuneration (refer note no 28)	44,82,000	44,82,000
	Contribution to Provident Fund and Other Funds	40,46,099	40,80,882
	Contribution and Payments for Gratuity	-	14,31,404
	Staff Welfare Expenses	10,81,466	12,78,556
		10,49,82,612	10,48,68,621



ASIT C. MEHTA INVESTMENT INTERMEDIATES LTD.

Notes to the Financial Statements

21.2 The disclosure required under Accounting Standard 15 "Employee Benefits"

i) Defined contribution plan:

Contribution to defined contribution plan recognized and charged to the Statement of Profit and Loss are as under:	2019-2020	2018-2019
Employer's contribution to Provident fund and Pension Fund (including of Whole time Directors)	36,07,775	32,41,483

ii) Defined Benefit Plan

The employees' gratuity fund scheme is managed by the Life Insurance Corporation of India and Kotak Life Insurance which is a defined benefit plan. The present value of obligation is determined based on the actuarial valuation using the Projected Unit Credit Method.

The obligation and year end liability in respect of leave encashment is determined based on the actuarial valuation using the Projected Unit Credit method carried out by an independent actuary.

a) Reconciliation of opening and closing balances of Defined Benefit obligation

Particulars	2019-2020		2018-2019	
	Gratuity (Funded)	Leave Encashment (Unfunded)	Gratuity (Funded)	Leave Encashment (Unfunded)
Benefit Obligation at the beginning of the year	1,23,09,890	2,92,188	1,13,69,878	5,09,033
Current Service Cost	16,24,791	2,79,147	17,76,735	2,79,147
Interest cost	8,86,012	-	8,23,176	(17,627)
Past Service Cost - (Vested Benefits)	-	-	-	-
Actuarial (gain) / loss	8,98,267	19,30,146	(3,84,979)	9,99,338
Benefit Paid	(14,25,751)	(14,41,645)	(12,74,920)	(14,77,703)
Total Defined Benefit Obligation at the year end	1,42,93,209	10,59,836	1,23,09,890	2,92,188

b) Table showing Changes in Fair value of Planned assets

Particulars	2019-2020		2018-2019	
	Gratuity (Funded)	Leave Encashment (Unfunded)	Gratuity (Funded)	Leave Encashment (Unfunded)
Fair value of planned assets at the beginning of the year	1,11,07,310	Not Applicable	1,03,71,214	Not Applicable
Adjustment to Opening fair Value	24,98,220	-	7,92,100	-
Expected return on planned assets	10,69,094	-	11,87,625	14,77,703
Contribution	22,01,447	14,41,645	11,87,625	14,77,703
Actuarial (gain) / loss	2,58,158	-	31,291	-
Benefits paid	(14,25,751)	(14,41,645)	(12,74,920)	(14,77,703)
Fair value of planned assets at the year end	1,57,08,478	-	1,11,07,310	-

c) Expenses recognized during the year

Particulars	2019-2020		2018-2019	
	Gratuity (Funded)	Leave Encashment (Unfunded)	Gratuity (Funded)	Leave Encashment (Unfunded)
Current Service Cost	16,24,791	2,79,147	17,76,735	2,79,147
Interest cost	(1,83,082)	-	8,23,176	(17,627)
Past Service Cost - (Vested Benefits)	-24,99,667	-	-	-
Expected Return on Plan Assets	-	-	(7,92,100)	-
Actuarial (gain) / loss	6,40,109	19,30,146	(4,16,270)	9,99,338
Total	-4,17,849	22,09,293	13,91,541	12,60,858

d) Actuarial Assumptions

Particulars	2019-2020		2018-2019	
	Gratuity (Funded)	Leave Encashment (Unfunded)	Gratuity (Funded)	Leave Encashment (Unfunded)
Mortality Rate (L.I.C.)	IALM (2006-08) Ult. (Ultimate)	IALM (2006-08) Ult. (Ultimate)	ALM (2006-08) Ult. (Ultimate)	IALM (2006-08) Ult. (Ultimate)
Withdrawal Rate	1%	1%	1%	1%
Discount Rate/Interest Rate	6.80%	6.50%	7.67%	7.67%
Salary Escalation	6.5%	6.5%	6.5%	6.5%
Retirement Age	58 Years	58 Years	58 Years	58 Years



Note 22 Finance Cost

Particulars	For the year ended 31/03/2020	For the year ended 31/03/2019
a) Interest Expense		
On Intraday exposure	35,44,096	3,87,890
On Cash Credit Accounts	3,01,24,949	1,74,17,929
On Car Loan	1,32,727	1,58,695
On Inter corporate Deposits	2,85,914	7,91,976
On Unsecured Debentures	12,62,294	16,80,000
Miscellaneous Interest	33,837	3,03,220
Bank Guarantee Commission & Charges	15,51,290	45,18,175
b) Other Borrowing Cost		
Processing fees for loan	8,59,030	13,95,226
	3,77,94,137	2,66,53,112

Note 23 Other Expenses

23.1

Particulars	For the year ended 31/03/2020	For the year ended 31/03/2019
Business Associates Expenses	8,65,62,931	10,88,94,152
Service Charges Demat	27,73,911	32,27,225
Leave and License Fees for Premises	2,31,70,992	2,26,69,728
Office Maintenance	18,09,125	15,98,686
Marketing Expenses	95,23,676	91,07,297
Membership & Subscription	31,62,645	32,54,693
Travelling and Conveyance Expenses	15,93,667	33,74,099
<u>Repairs and Maintenance</u>		
To Equipments	60,92,285	54,12,060
To Others	29,61,965	16,12,987
Electricity Charges	39,62,489	44,94,173
Communication, Connectivity & Telephone Expenses (Net)	46,95,883	43,24,363
Postage and Courier Expenses	15,90,659	17,56,175
Printing and Stationery (Net)	9,10,663	21,12,185
Legal and Professional Fees	63,66,671	72,38,866
Insurance	5,19,408	4,53,633
<u>Auditors' Remuneration (Net of Service Tax) :</u>		
- Audit and Tax Audit Fees	9,75,000	9,75,000
- Taxation Matter	1,25,000	1,25,000
- Other Services	6,92,606	3,52,606
Miscellaneous Expenses	53,04,347	66,08,066
Provision for Doubtful Debts	-	29,44,001
Diminution in value of Investments	35,00,000	40,14,370
Commission paid on PMS Management Fees	18,68,922	3,05,439
Arbitrage Income Sharing expenses	14,06,998	7,81,297
Rates & Taxes	28,99,355	26,56,708
	17,24,69,197	19,82,92,806

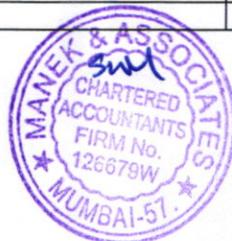
23.2 Operating Lease:

During the year, the Company has entered into and/or renewed the agreements / arrangements in respect of premises on leave and license basis under cancellable operating lease. The period of such arrangements is for 12 months with right to renew and a right to terminate the lease arrangements by giving intimation in agreed manner.

The payments in respect of the above for the year amounting to Rs.1,24,80,000/- [Previous year Rs.2,31,60,492/-] are shown as Leave & License Fees.

The committed lease rental as on the date of balance sheet relating to the future periods are:

Particulars	As at 31/03/2020	As at 31/03/2019
not more than one year	1,24,80,000	2,31,60,492
later than one year and not more than five years	-	3,53,76,900
later than five years	-	-



Note 24 Basic and Diluted Earning per Share:

24.1

Particulars	As at 31/03/2020	As at 31/03/2019
Basic Earning per Share:		
Net Profit / (loss) after Tax	-5,86,84,448	1,43,95,868
Less: Preference Shares Dividend	-	-
Less: Dividend Distribution Tax on Preference Shares Dividend	-	-
	-5,86,84,448	1,43,95,868
Weighted Average No. of Equity Shares of Rs. 10/- each as on 31st March	1,14,13,570	1,13,11,111
Basic Earning per Share	-5.14	1.27
Diluted Earning per Share:		
Net Profit / (loss) after Tax	-5,86,84,448	1,43,95,868
Add: Debenture Interest (Net of Tax)	9,34,098	15,60,105
Less: Preference Shares Dividend	-	-
Less: Dividend Distribution Tax on Preference Shares Dividend	-	-
	-5,77,50,350	1,59,55,973
Weighted Average No. of Equity Shares of Rs. 10/- each as on 31st March	1,14,13,570	1,13,11,111
Add: Potential number of Equity Shares that could arise on :		
(i) Conversion of 14% Unsecured Compulsory Convertible Debentures	0	4,00,000
Weighted Average number of Equity Shares	1,14,13,570	1,17,11,111
Diluted Earning Per Share	-5.06	1.36
Basic Earning per Share	-5.06	1.27
Diluted Earning Per Share*	-5.06	1.27



Notes to the Financial Statements

Note 25 Contingent Liabilities & Commitments

25.1 Contingent Liabilities

Particulars	As at 31/03/2020	As at 31/03/2019
a) Claims against the Company not acknowledged as debt		
i) Disputed Claims against Company, not provided for.	12,74,371	12,74,371
b) Others for which the Company is contingently liable		
Disputed tax demanded under various assessment proceedings due to disallowance of various expenses, tax rebates, etc and contested by the Company at appellate authorities	2,06,93,522	1,17,46,822
c) Interest on Escrow Deposit	59,93,850	30,22,500
	2,79,61,743	1,60,43,693

The Company has entered into agreement with Real Gold LLP (Purchaser) and Kohinoor Planet Construction Pvt Ltd.(seller) on 28.03.2018 becoming Escrow Agent for the deal.

As per Agreement, Purchaser has kept deposit with Escrow Agent (i.e. Company) of Rs.4.65 crore as Escrow deposit. As per Agreement, it was decided to handover the Escrow Deposit to either Purchaser or seller based on outcome of deal as mentioned in Point no.4.1 of the agreement. It was also decided as per Point no.4.7 of the agreement that Escrow agent May keep the Escrow deposit in Fixed deposit form with Nationalized Bank. And interest if any will be passed on to either party on closure of the deal.

It was discretionary for the Company so Company has kept the Money in bank only and not in Fixed Deposit form. As on Balance sheet date , Status of the deal is not yet clear therefore Liability pertaining to interest on Fixed deposit of Rs.29,71,350/- is shown as Contingent Liability for 2019-20 and Rs.30,22,500/- for 2018-19.

25.2 Details of Arrears of Dividend on Preference Shares

a) On 9% Cumulative Redeemable Preference Shares	3,24,00,000	2,83,50,000
b) On 4% Cumulative Redeemable Preference Shares, Redeemable with Premium of 5% per year or part of year	36,08,219	30,08,219
c) On 4% Cumulative Redeemable Preference Shares	42,14,795	34,14,795

Note 26 The disclosure as required by the Accounting Standard 29 on "Provisions, Contingent Liabilities and Contingent Assets" :

Particulars	Balance as at 01/04/2019	Additions during the year	Amounts paid during the year	Amounts reversed during the year	Balance as at 31/03/2020
Provision for Leave Salary (Refer Note 21.2)	2,92,188	10,59,836	2,92,188	-	10,59,836
(Previous Year)	(5,09,033)	(2,92,188)	(5,09,033)	(-)	(2,92,188)
Provision for Diminution in Value of Investments	40,14,370	35,00,000	(-)	(-)	75,14,370
(Previous Year)	(-)	-40,14,370	(-)	(-)	-40,14,370
Provision for Doubtful loan in Value of Investments	29,44,001	(-)	(-)	(-)	29,44,001
(Previous Year)	(-)	-29,44,001	(-)	(-)	-29,44,001



ASIT C. MEHTA INVESTMENT INTERMEDIATES LTD.

Notes to the Financial Statements

27 SEGMENT REPORTING

During 2019-20

During the current year, the Company's primary business segment of Shares and security broking falls under single primary business segment and accordingly disclosures requirement as per Accounting Standard 17 in this regard are not applicable. However figures of the previous year are given in the table below:

Particulars	2018-19		
	Securities & Stock broking and other related services	Advisory and Consultancy	Total
<u>Segment Revenue:</u>			
External revenue	27,36,15,464	5,46,67,500	32,82,82,964
Segment Results	(3,10,65,464)	4,34,09,359	1,23,43,895
Less: Interest expense			2,21,34,936
Add: Other Income			2,41,30,695
Total profit / (loss) before tax			1,43,39,654
<u>Capital employed</u>			
Segment Assets	1,13,50,10,579	4,59,08,668	1,18,09,19,247
Unallocable assets			-
Total Assets			1,18,09,19,247
Segment liabilities	1,01,18,72,100	-	1,01,18,72,100
Unallocable liabilities			-
Total liabilities			1,01,18,72,100
Segment Capital Employed	12,31,38,479	4,59,08,668	16,90,47,147
Unallocable			-
Total Capital Employed			16,90,47,147
Capital Expenditure			1,32,17,227
Depreciation			82,59,466
Non-cash expenses			-

The disclosure under Secondary Segment Reporting (by geographic segments) is as under:

Particulars	Domestic (In India)	Exports to USA	Total
Segment Revenue	23,20,82,449	0	23,20,82,449
	(27,57,75,464)	(5,25,07,500)	(32,82,82,964)
Total Carrying Value of Segment Assets	*	*	*
Capital Expenditure	*	*	*

(Figures in bracket relates to previous period)



ASIT C. MEHTA INVESTMENT INTERMEDIATES LTD.

Notes to the Financial Statements

28 RELATED PARTY DISCLOSURES

a. Key Management Personnel (KMP)

1. Mrs. Deena A. Mehta	Managing Director	3. Mr. Kirit H. Vora	Wholetime Director
2. Mr. Asit C. Mehta	Wholetime Director	4. Mr. Pankaj Parmar	Chief Financial Officer

b. Relatives of Key Management Personnel

Mr. Aditya Asit Mehta	Son of Asit C. Mehta
Mr. Aakash A. Mehta	Son of Asit C. Mehta

c. Other Related Parties

Name	Nature of Relationship
Asit C. Mehta Commodity Services Ltd.	Company over which the Company has significant influence and control.
Asit C. Mehta Comdex Services, DMCC	Wholly Owned Subsidiary with effect from 11th January 2007 (incorporated and registered under The Registrar of Companies of the Dubai Multi Commodities Centre Authority)
Asit C. Mehta Forex Pvt. Ltd.	Enterprise over which KMP (i.e. executive directors) have control
Asit C. Mehta Financial Services Ltd.	Holding Company
Nucleus IT Enabled Services Ltd.	Fellow Subsidiary
Asit C. Mehta Real Estate Pvt. Ltd.	Enterprise over which KMP (i.e. executive directors) have control
Edgytal Digital Marketing Private Limited	Enterprise over which relative of KMP (i.e. executive directors) have control
Balmukund Investment Company Pvt. Ltd.	Enterprise over which KMP (i.e. executive directors) have significant influence and control
Tipstop Software Pvt. Ltd.	Enterprise over which KMP (i.e. executive directors) and Relatives of KMP have control

d. Transactions during the year:

Sr. No	Particulars	Subsidiary / Fellow Subsidiary	Company over which the Company has significant Influence & Control	Holding Company	Enterprise over which relative of KMP have control	KMP	Total
1	Loan Given to Nucleus IT Enabled Services Limited	14,03,00,600 (6,94,00,000)	- (-)	- (-)	- (-)	- (-)	14,03,00,600 (6,94,00,000)
2	Loan Received back from Nucleus IT Enabled Services Limited	13,80,00,000 (6,39,00,000)	- (-)	- (-)	- (-)	- (-)	13,80,00,000 (6,39,00,000)
3	Loan Given to Asit C Mehta Commodity Services Ltd.	- (-)	3,30,20,500 (9,95,52,000)	- (-)	- (-)	- (-)	3,30,20,500 (9,95,52,000)
4	Loan Received Back from Asit C Mehta Commodity Services Ltd.	- (-)	5,42,24,600 (8,00,00,000)	- (-)	- (-)	- (-)	5,42,24,600 (8,00,00,000)
5	Loan given to Asit C Mehta Comdex DMCC	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)
6	Loan Received from Edgytal Digital Marketing Private Limited	- (-)	- (-)	- (-)	- (10,50,000)	- (-)	- (10,50,000)
7	Loan paid from Edgytal Digital Marketing Private Limited	- (-)	- (-)	- (-)	- (10,50,000)	- (-)	- (10,50,000)
8	Deposit Given to Asit C Mehta Financial Services Limited for Additional Premises	- (-)	- (-)	- (10,00,000)	- (-)	- (-)	- (10,00,000)
9	Deposit received back from Asit C Mehta Financial Services Limited for Additional Premises	- (-)	- (-)	- (10,00,000)	- (-)	- (-)	- (10,00,000)

(Figures in brackets relate to previous year)



ASIT C. MEHTA INVESTMENT INTERMEDIATES LTD.

Notes to the Financial Statements

Sr. No	Particulars	Subsidiary / Fellow Subsidiary	Company over which the Company has significant Influence & Control	Holding Company	Enterprise over which relative of KMP have control	KMP	Total
	Income /Recoveries						
10	Interest Income from Asit C Mehta Commodity Services Ltd.	- (-)	25,63,462 (29,88,560)	- (-)	- (-)	- (-)	25,63,462 (29,88,560)
11	Interest Income from Nucleus IT Enabled Services Limited.	36,86,865 (8,89,438)	- (-)	- (-)	- (-)	- (-)	36,86,865 (8,89,438)
12	Advisory Income From Asit C Mehta Financial Services Limited			12,23,758			
13	Office Expenses Recover from Asit C Mehta Financial Services Limited			7,43,846			
14	Repairs and maintenance (Building) Recover from Asit C Mehta Financial Service limited			9,13,932			
	Expenditure						
15	Leave and License Fees paid to Asit C. Mehta Financial Services Limited	- (-)	- (-)	2,01,60,000 (2,01,60,000)	- (-)	- (-)	2,01,60,000 (2,01,60,000)
16	Leave and License Fees paid to Deena Mehta	- (-)	- (-)	- (-)	- (-)	14,40,000 (14,40,000)	14,40,000 (14,40,000)
17	Leave and License Fees paid to Asit Mehta	- (-)	- (-)	- (-)	- (-)	7,20,000 (7,20,000)	7,20,000 (7,20,000)
18	Professional Fees paid to Fellow Subsidiary	3,34,856 (1,98,770)	- (-)	- (-)	- (-)	- (-)	3,34,856 (1,98,770)
	Arbitrage Share / Brokerage paid to Asit C Mehta Commodity Services Limited	- (-)	14,06,998 (7,81,297)	- (-)	- (-)	- (-)	14,06,998 (7,81,297)
19	Remuneration (Including Contribution to PF)	- (-)	- (-)	- (-)	- (-)	71,37,108 (71,04,723)	71,37,108 (71,04,723)
20	Reimbursement of Expenses	2,38,023 (-)	15,600 (1,11,944)	2,76,670 (21,134)	44,900 (-)	- (-)	5,75,193 (1,33,078)
21	Diminution in Value	35,00,000 (40,14,370)	- (-)	- (-)	- (-)	- (-)	35,00,000 (40,14,370)
22	Marketing Expenses, training and staff recruitments expenses to Edgytal Digital Marketing Private Limited	- (-)	- (-)	- (-)	37,32,880 (41,38,500)	- (-)	37,32,880 (41,38,500)
23	Interest paid to Edgytal Digital Marketing Private Limited	- (-)	- (-)	- (-)	- (2,143)	- (-)	- (2,143)
24	Interest on Debentures to Asit C. Mehta & Deena Asit Mehta	- (-)	- (-)	- (-)	- (-)	12,62,294 (16,80,000)	12,62,294 (16,80,000)
25	Equity Shares Subscribed by Deena Mehta and Asit Mehta	- (-)	- (-)	- (-)	- (-)	2,10,00,000 (-)	2,10,00,000 (-)

(Figures in brackets relate to previous year)



ASIT C. MEHTA INVESTMENT INTERMEDIATES LTD.

Notes to the Financial Statements

e. Amounts outstanding:

Sr. No	Particulars	Subsidiary / Fellow Subsidiary	Company over which the Company has significant Influence & Control	Holding Company	Enterprise over which relative of KMP have control	KMP	Total
1	Investments	- (35,00,000)	2,42,00,000 (2,42,00,000)	- (-)	- (-)	- (-)	2,42,00,000 (2,77,00,000)
2	Deposits for Premises	- (-)	- (-)	2,62,51,740 (2,62,51,740)	- (-)	4,30,00,000 (4,30,00,000)	6,92,51,740 (6,92,51,740)
3	Amounts Payable to Asit C Mehta Financial Services Limited	- (-)	- (-)	2,76,670 (-)	- (-)	- (-)	2,76,670 -
3	Amounts Receivable from Nucleus It Enabled Services Limited towards ICD	1,11,18,779 (55,00,000)	- (-)	- (-)	- (-)	- (-)	1,11,18,779 (55,00,000)
4	Amount Receivable from Asit C. Mehta Commodity Services Ltd.	- -	19,25,703 (2,08,22,687)	- (-)	- (-)	- (-)	19,25,703 (2,08,22,687)
5	Amount receivable from Nucleus IT Enabled Services	20,242 -	- (-)	- (-)	- (-)	- (-)	20,242 -

(Figures in brackets relate to previous year)

ASIT C. MEHTA INVESTMENT INTERMEDIATES LTD.

Notes to the Financial Statements

29 Earnings in foreign currency (on accrual basis)

Particulars	As at 31/03/2020	As at 31/03/2019
Consultancy Service	-	5,25,07,500

30 Expenditure in Foreign Currency

	As at 31/03/2020	As at 31/03/2019
Travelling Expenses	-	2,07,793

31 Disclosure of Derivatives:

The year end foreign currency exposures that have not been hedged by a derivative instrument or otherwise are given below:

Trade Receivables	NIL	NIL
	USD 6,60,000	4,57,90,668 INR

(Figures in bracket relates to previous period)

- 32 In early 2020, a new corona virus originated from China triggering Disease COVID-19. The Virus has spread across the globe. The World Health Organization (WHO) declared it a global pandemic. Every country was forced to declare part/Full Lockdown to arrest its spread. The Pandemic has caused severe disruption to businesses and economic activities. Various governments have introduced a variety of other measures to contain the spread of the virus. The Government of India also announced a country wide lockdown which still continues in large part of the country with some variations



In this nation-wide lock-down, though most services across the nation have been suspended, some services like financial services including stock broking services like ours are exempt from the lock-down. We have ensured that our clients have access to the equity /Mutual fund markets on each working day. However we are forced to work with skeleton staff that is able to travel to office supported by some staff operating on work from home basis. Few strict client risk management norms were introduced due to Limited availability of banking services .

The company assessed the impact of pandemic on its operations. The business is partly impacted due to COVID 19 in the first quarter 2020-21 However, we expect continued impact on a full year basis due to impact on GDP and savings being reduced in absolute terms in 2020-21.

33 Previous year's figures have been regrouped, rearranged and reclassified wherever necessary.

AS PER OUR REPORT OF EVEN DATE

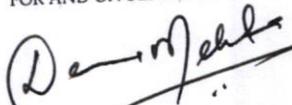
For Manek & Associates
Chartered Accountants
FRN : 0126679W

Shailesh L. Manek
Proprietor
Membership No. 34925



PLACE : MUMBAI
DATED : 29th July 2020

FOR AND ON BEHALF OF BOARD OF DIRECTORS


(DEENA A. MEHTA)
Managing Director


(KIRIT H. VORA)
Whole Time Director


(PANKAJ PARMAR)
Chief Financial Officer