

MAGNANIMOUS TRADE & FINANCE LIMITED

Registered Office: D-1, Moti Lal Atal Road, 1st Floor, Behind Hotel Neelam, Jaipur – 302001 (Rajasthan)

[CIN- L65923RJ1991PLC059251]

Tel: (0141) 2373164/2373264; Email: co@mtfl.com; Website: www.mtfl.co.in

04th September, 2020

To,
BSE Limited,
Corporate Relationship Department,
Phiroze Jeejeebhoy Towers,
Dalal Street,
MUMBAI- 400001

Sub: Furnishing of Annual Report for the Financial Year-2019-2020 along with Notice of the Thirty Fifth Annual General Meeting of the Members of the Company

Dear Sir/ Ma'am,

Pursuant to Regulation 34 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, please find enclosed herewith a copy of the Annual Report for the Financial Year 2019-2020 along with the Notice of the Thirty Fifth Annual General Meeting of the Company scheduled to be held on Monday, 28th September, 2020 at 10:00 A.M. to transact the business as set out in the Notice. Kindly take the above on record and oblige.

Thanking you,

Yours faithfully,

For MAGNANIMOUS TRADE & FINANCE LIMITED

Parwati Parasrampur
(PARWATI PARASRAMPURIA)
Managing Director
DIN: 00359065

Encls: As Above

**MAGNANIMOUS TRADE
& FINANCE LTD**

Annual Report

2019 - 2020

BOARD OF DIRECTORS

Smt. Parwati Parasrampuria
Managing Director

Shri Sudhir Kumar Parasrampuria
Director

Shri Pradeep Kumar Dada
Director

Shri Gautam Lhila
Director

STATUTORY AUDITOR

Chaudhary Pandiya & Company
513, Plaza Kalpana,
24/147-B, Birhana Road,
Kanpur - 208001
E-Mail : chaudharypandiya_co@hotmail.com

BANKERS

HDFC BANK LTD.
Villa Station, Jaipur - 302 001

REGISTERED OFFICE :

D1, Motilal Atal Road, 1st Floor,
Behind Hotel Neelam,
Jaipur - 302001

MAGNANIMOUS TRADE & FINANCE LIMITED

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NOTICE

NOTICE is hereby given that the Thirty Fifth Annual General Meeting of the Members of MAGNANIMOUS TRADE & FINANCE LIMITED will be held on Monday, the 28th September, 2020 at 10.00 A.M. at the Registered office of the Company at D-1, Moti Lal Atal Road 1st Floor, Behind Hotel Neelam, Jaipur – 302001(Rajasthan) to transact the following business:

1. To receive, consider and adopt:
 - a. the Audited Standalone Financial Statement of the Company for the year ended 31st March, 2020 together with the Reports of Directors and Auditors thereon; and
 - b. the Audited Consolidated Financial Statement for the Financial year ended 31st March, 2020 together with the Report of the Auditors thereon.
2. To appoint a Director in place of Shri Sudhir Kumar Parasrampurua (DIN: 00358982) who retires by rotation and being eligible, offers himself for re-appointment.

By Order of the Board

Registered Office: For **MAGNANIMOUS TRADE & FINANCE LIMITED**

D-1, Moti Lal Atal Road,
1st Floor, Behind Hotel Neelam,
Jaipur-302001 (Rajasthan)

(PARWATI PARASRAMPURIA)

Dated: 13.08.2020

Managing Director
DIN: 00359065

NOTES:

1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE ANNUAL GENERAL MEETING (THE "MEETING") IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE ON A POLL INSTEAD OF HIMSELF/HERSELF AND THE PROXY NEED NOT BE A MEMBER OF THE COMPANY. THE INSTRUMENT APPOINTING THE PROXY SHOULD, HOWEVER, BE DEPOSITED AT THE REGISTERED OFFICE OF THE COMPANY NOT LESS THAN FORTY-EIGHT HOURS BEFORE THE COMMENCEMENT OF THE MEETING. A PROXY FORM FOR THE MEETING IS ATTACHED TO THIS NOTICE.

A person can act as a proxy on behalf of Members not exceeding fifty and holding in the aggregate not more than ten percent of the total share capital of the Company carrying voting rights.

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A member holding more than ten percent of the total share capital of the Company carrying voting rights may appoint a single person as proxy and such person shall not act as a proxy for any other person or shareholder.

2. The business set out in the Notice will be transacted through electronic voting system and the Company is providing facility for voting by electronic means. Instructions and other information relating to remote e-voting are given in this Notice under Note No. 16.
3. Corporate Members intending to depute their Authorised Representatives to attend the Meeting pursuant to Section 113 of the Companies Act, 2013 are requested to send to the Company a certified copy of the Board Resolution authorising their representative to attend and vote on their behalf at the Meeting.
4. Members are requested to bring their attendance slip along with their copy of Annual Report to the Meeting.
5. In case of joint holders attending the Meeting, only such joint holder who is higher in the order of names will be entitled to vote.
6. Relevant documents referred to in the accompanying Notice and the Statement are open for inspection by the Members at the Registered Office of the Company on all working days during the business hours upto the date of the Meeting.
7. The requirement to place the matter relating to the appointment of Auditors for ratification by Members at every Annual General Meeting has been done away with vide notification dated 7th May, 2018 issued by the Ministry of Corporate Affairs. Accordingly, no resolution is proposed for ratification of appointment of Auditors, who were appointed from the conclusion of the 32nd Annual General Meeting held on 25th September, 2017.
8. The Register of Members and Share Transfer Books of the Company shall remain closed from Tuesday, 22nd September, 2020 to Monday, 28th September, 2020 (both days inclusive).
9. Members holding shares in electronic form are requested to intimate immediately any change in their address or bank mandates to their Depository Participants with whom they are maintaining their demat accounts. Members holding shares in physical form are requested to advise any change in their address or bank mandates immediately to the Company or its Registrar and Transfer Agents, Beetal Financial & Computer Services Private Limited, New Delhi (hereinafter referred to as "RTA").

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10. Pursuant to SEBI Circular No. SEBI/HO/MIRSD/DOP1/CIR/P/2018/73 dated 20th April, 2018, the Company is required to obtain the copy of PAN Card and Bank details from all the Shareholders holding shares in physical form. Members are requested to get their details updated by sending the below-mentioned documents along-with a duly signed request letter to RTA:
 - a) Self-attested copy of PAN Card of all the holders;
 - b) Original cancelled cheque leaf with name of member printed on it (if name is not printed, a copy of Bank Passbook/ Statement bearing name, duly attested by the Bank) and;
 - c) Self-attested copy of address proof (viz. aadhaar, voter-id, passport, driving license, any utility bill not older than 3 months).
11. SEBI vide Notification No. SEBI/LAD-NRO/GN/2018/24 dated 8th June, 2018 has come out with SEBI (Listing Obligations and Disclosure Requirements) (Fourth Amendment) Regulations, 2018 (effective date of implementation is 5th December, 2018), wherein it has mandated that the requests for effecting transfer of securities shall not be processed unless the securities are held in the dematerialised form with a depository except in the cases of transmission or transposition of securities. In view of above amended Regulations, Members are requested to get their shares dematerialised at the earliest to avoid any inconvenience.
12. Members holding shares in single name and physical form are advised to make nomination in respect of their Shareholding in the Company. The nomination form can be obtained from the Company / RTA.
13. Members who hold shares in physical form in multiple folios in identical names or joint holding in the same order of names are requested to send the Share Certificates to RTA for consolidation into a single folio.
14. The Shareholders who wish to make nomination may send their application in prescribed Form No. SH-13 [under Section 72 of the Companies Act, 2013 and Rule 19(1) of the Companies (Share Capital and Debentures) Rules 2014 which can be obtained from the Company / RTA.
15. Members who have not registered their e-mail addresses so far, are requested to register their e-mail address for receiving all communication including Annual Report, Notices, Circulars etc. from the Company electronically.

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16. Information and other instructions relating to remote e-voting are as under:

- (i) Pursuant to the provisions of Section 108 and other applicable provisions, if any, of the Companies Act, 2013 and Rule 20 of the Companies (Management and Administration) Rules, 2014 and Regulation 44 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Company is pleased to provide to its Members facility to exercise their right to vote on resolutions proposed to be passed in the Meeting by electronic means. The Members may cast their votes using an electronic voting system from a place other than the venue of the Meeting ('remote e-voting').
- (ii) The poll shall be conducted at the Meeting and Members attending the Meeting who have not cast their vote by remote e-voting shall be eligible to vote at the Meeting.
- (iii) The Members who have cast their vote by remote e-voting may also attend the Meeting but shall not be entitled to cast their vote again.
- (iv) The Company has engaged the Services of Central Depository Services Ltd ("CDSL") as the Agency to provide e-voting facility.
- (v) The Board of Directors of the Company has appointed Shri Mahendra Prakash Khandelwal, Practicing Company Secretary Membership No. 6266 as Scrutinizer to scrutinize the remote e-voting process in a fair and transparent manner and he has communicated his willingness to be appointed and will be available for same purpose.
- (vi) Voting rights shall be reckoned on the Paid-up value of Shares registered in the name of the Member / Beneficial owner (in case of electronic shareholding) as on the cut-off date i.e. 21st September, 2020.
- (vii) A person, whose name is recorded in the Register of Members or in the Register of Beneficial Owners maintained by the Depositories as on the cut-off date, i.e. 21st September, 2020 only shall be entitled to avail the facility of remote e-voting.
- (viii) Any person who becomes a Member of the Company after dispatch of the Notice of the Meeting and holding Shares as on the cut-off date i.e. 21st September, 2020, may obtain the User ID and Password for remote e-voting by sending a request at helpdesk.evoting@cdslindia.com or at co@mtfl.com.
- (ix) The remote e-voting facility will be available during the following period:

Commencement of remote e-voting	Friday, 25 th September, 2020, 10.00 A.M. IST
End of remote e-voting	Sunday, 27 th September, 2020, 05.00 P.M. IST

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During this period, Shareholders of the Company holding Shares either in physical form or in dematerialized form, as on the cut-off date i.e. 21st September, 2020, may cast their vote electronically. The remote e-voting module shall be disabled by CDSL after voting period ends.

- (x) The Scrutinizer, after scrutinizing the votes cast at the meeting and through remote e-voting, will, not later than forty eight hours of conclusion of the Meeting, make a scrutinizer's report and submit the same to the Chairman. The results declared along with the scrutinizer's report shall be placed on the website of CDSL: <https://www.cdslindia.com>. The results shall simultaneously be communicated to the Stock Exchange.
- (xi) Subject to receipt of requisite number of votes, the Resolutions shall be deemed to be passed on the date of the Meeting, i.e. 28th September, 2020.
- (xii) Instructions and other information relating to remote e-voting:
- (a) The e-voting facility can be availed by typing the link www.cdslindia.com in the internet browser.
- (b) Click on the "shareholders" tab.
- (c) Now Enter your User ID
- For CDSL: 16 digits beneficiary ID;
 - For NSDL: 8 Character DP ID followed by 8 Digits Client ID;
 - Members holding shares in Physical Form should enter Folio Number registered with the Company.
- (d) Next enter the Image Verification as displayed and Click on Login.
- (e) If you are holding shares in demat form and had logged on to www.evotingindia.com and voted on an earlier voting of any Company, then your existing password is to be used.
- (f) If you are a first time user follow the steps given below:

	For Members holding shares in Demat Form and Physical Form
PAN*	<ul style="list-style-type: none">• Enter your 10 digit alpha-numeric *PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders)• Members who have not updated their PAN with the Company/Depository Participant are requested to use the first two letters of their name and the last 8 digits of the sequence Number in the "PAN" field.

	<ul style="list-style-type: none"> In case the sequence No. number is less than 8 digits enter the applicable number of 0's before the number after the first two characters of the name in CAPITAL letters. e.g. If your name is Ramesh Kumar with Sequence No.001 then enter RA000001 in the "PAN" field.
DOB	Enter the Date of Birth as recorded in your demat account or in the Company records for the said demat account or folio respectively in dd/mm/yyyy format.
Dividend Bank Details	<p>Enter the Dividend Bank Details as recorded in your demat account or in the Company records for the said demat account or folio respectively.</p> <p>Please enter the DOB or Dividend Bank Details in order to login. If the details are not recorded with the depository or company please enter the member id /folio number in the Dividend Bank details field.</p>

- (g) After entering these details appropriately, click on "SUBMIT" tab.
- (h) Members holding shares in physical form will then reach directly the Company selection screen. However, members holding shares in demat form will now reach 'Password Creation' menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the demat holders for voting for resolutions of any other company on which they are eligible to vote, provided that company opts for remote e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.
- (i) For Members holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.
- (j) Click on the EVSN for the relevant <Company Name > on which you chose to vote.
- (k) On the voting page, you will see "RESOLUTION DESCRIPTION" and against the same the option "YES/NO" for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.
- (l) Click on the "RESOLUTIONS FILE LINK" if you wish to view the entire Resolution details.
- (m) After selecting the resolution you have decided to vote on, click on "SUBMIT". A confirmation box will be displayed. If you wish to confirm your vote, click on "OK", else to change your vote, click on "CANCEL" and accordingly modify your vote.

- (n) Once you **"CONFIRM"** your vote on the resolution, you will not be allowed to modify your vote.
 - (o) You can also take out print of the voting done by you by clicking on **"Click here to print"** option on the Voting page.
 - (p) If Demat account holder has forgotten the changed password then enter the **User ID** and the image verification code and click on **Forgot Password** & enter the details as prompted by the system.
 - (q) **Non-Individual** shareholders (i.e. other than Individuals, HUF, **NRI** etc.) and Custodian are required to log on to <https://www.evotingindia.co.in> and register themselves as Corporates.
 - * They should e-mail a scanned copy of the Registration Form bearing the stamp and sign of the entity to helpdesk.evoting@cdslindia.com.
 - * After receiving the login details they have to create a Compliance user who would be able to link the account(s) which they wish to vote on.
 - * The list of accounts should be mailed to helpdesk.evoting@cdslindia.com and on approval of the accounts they would be able to cast their vote.
 - * They should upload a scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, in PDF format in the system for the scrutinizer to verify the same.
 - (r) In case you have any queries or issues regarding e-voting, you may refer the Frequently Asked Questions ("FAQs") and e-voting manual available at www.evotingindia.co.in under help section or write an email to helpdesk.evoting@cdslindia.com.
 - (s) Since the Company is required to provide Members the facility to cast their vote by electronic means, shareholders of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date of 21st September, 2020 and not casting their vote electronically, may only cast their vote at the Annual General Meeting.
 - (xiii) The voting rights of Shareholders shall be in proportion to their shares of the Paid-up Equity Share Capital of the Company as on 21st September, 2020.
 - (xiv) The results shall be declared on or after the AGM of the Company. The results declared alongwith the Scrutinizers' Report shall be placed on the website of CDSL and communicated to the BSE Ltd. within the prescribed period.
17. Route map to the Annual General Meeting venue is annexed with the Annual Report.

18. As required under Listing Regulations and Secretarial Standards on General Meetings (SS-2), the relevant details in respect of Director seeking re-appointment under Item Nos. 2 of this Notice is given below:-

Additional Information on directors recommended for appointment / re-appointment as required under Regulation 36(3) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

Particulars	Shri Sudhir Kumar Parasrampur
DIN	00358982
Date of Birth	11 th September, 1953
Date of Appointment on Board	01.02.1993
Qualifications	B.Com
Experience and Expertise in specific functional area	42 years in Business Management
Chairman/ Director of other Companies (excluding foreign Companies)	1. Amber Mercantiles Limited; 2. Macro International Limited; 3. Beopar Sahayak Private Limited 4. Radha Roller Floor Mills Private Limited
Chairman / Member of Committee of the Board of other Companies of which he is a Director	1. Macro International Limited-Member of Audit Committee and Stakeholders' Relationship Committee.
Shareholding in Magnanimous Trade & Finance Limited	1,03,226 Equity Shares
Relationship with other Directors / KMPs	Husband of Smt. Parwati Parasrampur, Managing Director of the Company
No. of Board Meetings attended during the Financial year 2019-2020	6 (Six)

Registered Office:
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Dated: 13.08.2020

By Order of the Board
For **MAGNANIMOUS TRADE & FINANCE LIMITED**

(PARWATI PARASRAMPURIA)
Managing Director
DIN: 00359065

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ROUTE MAP



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DIRECTORS' REPORT

To,
The Members of
MAGNANIMOUS TRADE & FINANCE LIMITED

Your Directors have pleasure in presenting herewith the Thirty Fifth Annual Report along with Audited Accounts of the Company for the year ended 31st March, 2020.

FINANCIAL RESULTS

The summarised financial position of the Company for the Financial year ended 31st March, 2020 as compared to previous year is as under:

	Amount (Rs. in Lacs)			
	Standalone			
Consolidated	2019-2020	2018-2019	2019-2020	2018-2019
Total Income	<u>160.65</u>	<u>43.16</u>	<u>160.65</u>	<u>43.16</u>
Profit before Depreciation Financial Charges	73.92	8.77	73.92	8.77
Less Depreciation	1.11	0.42	1.11	0.42
Less Financial Charges	--	--	--	--
Profit before Tax	72.81	8.35	72.81	8.35
Less Tax Expenses				
Current Tax	17.56	1.20	17.56	1.20
Add Less Deferred Tax Assets (Liability)	(0.00)	1.73	(0.00)	1.73
Add Earlier year Tax Adjustments	(0.17)	0.00	(0.17)	0.00
Profit after Tax	55.08	5.42	55.08	5.42
Less Transfer to Statutory Reserves	11.02	1.08	11.02	1.08
Profit (Loss) after transfer to Reserves	44.06	4.34	44.06	4.34
Add Balance brought forward from previous year	47.79	43.45	---	---
Less Adjustment on account of impairment of investments in Associates	6.38	---	---	---
Add Adjustment on account of taxes	0.39	---	---	---
Share Profit Loss on associates	---	---	4.62	(5.89)
Surplus (Deficit) carried to Balance Sheet	<u>85.86</u>	<u>47.79</u>	<u>39.44</u>	<u>(1.55)</u>

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TRANSFER TO RESERVES

The Board of Directors of your Company has decided not to transfer any amount to the General Reserves for the financial year ended 31st March, 2020.

DIVIDEND

With a view to conserve resources for general corporate purposes and working capital requirements, your Directors considered it prudent not to recommend any Dividend for the year under review.

OPERATIONS

During the year under review Total Income of the Company has increased from Rs. 43.16 Lacs to Rs. 160.65 Lacs in the Current Year. The Company has earned a Net Profit of Rs. 55.08 Lacs in the Current Year as against Net Profit of Rs. 5.42 Lacs in the Previous Year. Your Directors are making constant efforts to improve performance of the Company.

CONSOLIDATED FINANCIAL STATEMENTS

In accordance with the Companies Act, 2013 and Accounting Standard AS-21 on Consolidated Financial Statements read with Accounting Standard AS-23 and 27 on Accounting for Investments in Associates / Subsidiaries, the Companies are required to prepare Consolidated Financial Statements of its Associate(s) / Subsidiary(ies) to be laid before Annual General Meeting of the Company, accordingly, the Consolidated Financial Statement incorporating the Accounts of Associate Company(ies) along with the Auditors' Report thereon forms part of this Annual Report.

The Consolidated Profit of the Company amounted to Rs. 39.44 Lacs as compared to loss of Rs. 1.55 Lacs in the previous year.

SUBSIDIARY, JOINT VENTURE AND ASSOCIATE COMPANIES

During the year under review, the following Companies continued to hold the status of Associate of your Company:-

Sl. No.	NAME AND ADDRESS OF THE COMPANY	CIN/GLN	Applicable Section
1.	Macro International Limited	[CIN:L74120UP1993PLC015609]	2 (6)
2.	Amber Mercantiles Limited	[CIN:U67120RJ1990PLC059663]	2 (6)

However, the Company does not have any Subsidiary and Joint Venture Company during the year under review.

As per Section 134 of the Companies Act, 2013, your Company has prepared a Consolidated Financial Statement for the year ended 31st March, 2020 which together with Auditor's Report thereon form part of this Annual Report.

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A Statement pursuant to the provisions of Section 129(3) of the Companies Act, 2013 read with Rules framed thereunder in the prescribed Form AOC-1 showing financial highlights of the Associate Companies is enclosed herewith marked as Annexure-"A".

DIRECTORS

In accordance with the provisions of the Companies Act, 2013 read with Articles of Association of the Company, Shri Sudhir Kumar Parasrampur, Director [DIN: 00358982] of the Company retires by rotation at the ensuing Annual General Meeting and is eligible for re-appointment.

There was no other changes in the Board of Directors of the Company during the year under review.

INDEPENDENT DIRECTORS

Shri Gautam Lhila (DIN: 06956667) and Shri Pradeep Kumar Dada (DIN: 06958137) were re-appointed as Independent Directors of the Company for the second term of 5 (five) consecutive years with effect from 30th September, 2019 at the Thirty Fourth Annual General Meeting held on 30th September, 2019.

DECLARATION FROM INDEPENDENT DIRECTORS

The Company had received the Declarations under Section 149(7) of the Companies Act, 2013 from all the Independent Directors of the Company that they meet the criteria of independence as laid down under Section 149(6) of the Companies Act, 2013 and Regulation 16(b) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

STATUTORY AUDITORS

M/s Chaudhary Pandiya & Co., Chartered Accountants, Kanpur were appointed as Statutory Auditors of the Company at the Thirty Second Annual General Meeting of the Company held on 25th September, 2017 for a period of five years to hold office from the conclusion of that Annual General Meeting till the conclusion of the Thirty Seventh Annual General Meeting in accordance with the provisions of the Companies Act, 2013. The requirement to place the matter relating to the Re-appointment of Auditors for ratification by Members at every Annual General Meeting has been done away by the Companies (Amendment) Act, 2017 with effect from 7th May, 2018. Accordingly, no resolution is being proposed for ratification of appointment of Statutory Auditors at the ensuing Annual General Meeting and a note in respect of the same has been included in the Notice for the ensuing Annual General Meeting of the Company.

The observations made by the Auditors in their Report read with notes to the Accounts are self explanatory and do not call for any further explanation.

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REPORTING OF FRAUDS BY THE AUDITOR:

No material frauds by the Company or on the Company by its officers or employees has been noticed or reported during the course of our Audit as per Section 143(12) of the Companies Act, 2013.

SECRETARIAL AUDITOR

The Board has appointed M/s. MKGP & Associates, Company Secretaries, Jaipur to conduct Secretarial Audit for the Financial year 2019-2020. The Secretarial Audit Report for the Financial Year ended 31st March, 2020 is annexed herewith as Annexure-'B' to this Report. As regards observation in Secretarial Audit, the Management's explanation / comments are as under:

1. Website of the Company is not updated

The Company is maintaining a functional website and the information required to be posted in pursuance to applicable laws is uploaded thereat from time to time for information of stakeholders. In the absence of specific observation with respect to deficiency in updation, we are unable to comment on the Secretarial Auditor's observation. However, the issue is being re-examined and necessary steps, if any, will be taken.

2. Data on BSE site is not updated

The Company has timely sent all the intimations in pursuance of the Listing Regulations requiring updation in BSE website. The Company is following up the matter with BSE Limited for taking corrective measures for updation of the Company's information displayed on the BSE website.

3. As per Regulation 3(5) of the Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015 from April 1, 2019, SEBI requires all listed companies to maintain a non-tamperable 'Structured Digital Database' to keep track of all unpublished price sensitive information (UPSI) and the trading activities of Designated Persons (DPs) who become aware of the UPSI. The company has not maintain any such digital database during the year and thus not complied with the above regulation.

The Company has adopted a Code of Conduct for Prevention of Insider Trading and has adequate internal control and checks to ensure compliance with the Insider Trading Regulations by the persons or entities having access to Unpublished Price Sensitive Information (UPSI). There had been no changes in the Shareholding of the Company during the year under review. Considering the size and financial position of the Company and the management decision to delist the securities of the Company from the Stock Exchange, the Company could not afford to purchase requisite software for maintenance of digital database.

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Tel.: (0141) 2373164, 2373264 * Email : co@mtfl.co.in * Website : www.mtfl.co.in

MEETINGS OF THE BOARD

The Board of Directors duly met 6 (Six) times respectively on 29th May, 2019, 12th August, 2019, 23rd October, 2019, 14th November, 2019, 25th January, 2020 and 12th February, 2020 during the financial year. The intervening gap between the Meetings was within the period prescribed under the Companies Act, 2013. The details of attendance of each Director at respective meetings held during the Financial Year 2019-2020 are as under:-

Sl. No.	Name of Director	Total No. of Board Meetings held	Total No. of Board Meetings attended
1.	Shri Sudhir Kumar Parasrampur	6	6
2.	Smt. Parwati Parasrampur	6	6
3.	Shri Gautam Lhila	6	6
4.	Shri Pradeep Kumar Dada	6	6

BOARD EVALUATION

The Company has devised a Policy for performance evaluation of Independent Directors, Board, Committees and other individual Directors which includes criteria for performance evaluation of the Non-Executive Directors and Executive Directors. On the basis of recommendation of the 'Policy for Performance Evaluation of Independent Directors, Board, Committees and other individual Directors, a process of evaluation was followed by the Board for its own performance and that of its Committees and individual Directors.

EXTRACT OF ANNUAL RETURN

The extract of Annual Return pursuant to the provisions of Section 92 read with Rule 12 of the Companies (Management and Administration) Rules, 2014 in prescribed Form No. MGT-9 is annexed herewith as Annexure -'C' to this report.

MATERIAL CHANGES AND COMMITMENTS, IF ANY, AFFECTING THE FINANCIAL POSITION OF THE COMPANY OCCURRED BETWEEN THE END OF THE FINANCIAL YEAR TO WHICH THESE FINANCIAL STATEMENTS RELATE AND THE DATE OF THE REPORT

No material changes and commitments affecting the financial position of the Company occurred from the end of the Financial year 2019-2020 till the date of this Report. Further, there was no change in the nature of business of the Company.

DETAILS OF SIGNIFICANT MATERIAL ORDERS PASSED BY THE REGULATORS / COURTS / TRIBUNAL IMPACTING THE GOING CONCERN STATUS AND COMPANY'S OPERATION IN FUTURE

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

CONTRACTS AND ARRANGEMENTS WITH RELATED PARTIES

All contracts / arrangements / transactions entered by the Company during the Financial year with related parties were in the ordinary course of business and on arm's length basis. The details of material contracts / arrangements / transactions at arm's length basis for the year ended 31st March, 2020 is annexed hereto and form part of this Report as **Annexure 'D'**.

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

Loans, Guarantees and Investments covered under Section 186 of the Companies Act, 2013 read with the Companies (Meetings of Board and its Powers) Rules, 2014 form part of the notes to the Financial Statement provided in this Annual Report.

RISK MANAGEMENT

In view of minimal operational activities, no Risk Management Policy was framed by the Board.

DISCLOSURES

Audit Committee

The Audit Committee comprises Independent Directors namely Shri Gautam Lhila (Independent Director and Chairman), Shri Pradeep Kumar Dada (Independent Director) and Shri Sudhir Kumar Parasrampur (Executive Director) as other Members. All the recommendations made by the Audit Committee were accepted by the Board.

The members of Audit Committee duly met 4 (Four) times respectively on 29th May, 2019, 12th August, 2019, 14th November, 2019 and 12th February, 2020 during the financial year under review.

Nomination and Remuneration Committee

The Nomination and Remuneration Committee comprises of Shri Gautam Lhila (Independent Director and Chairman), Shri Pradeep Kumar Dada (Independent Director) and Shri Sudhir Kumar Parasrampur (Executive Director) as other Members.

All the recommendations made by the Nomination and Remuneration Committee were accepted by the Board.

The Members of Nomination and Remuneration Committee duly met only once on 12th August, 2019 during the financial year.

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Vigil Mechanism

The Vigil Mechanism of the Company, which also incorporates a Whistle Blower Policy in terms of the Listing Agreement with the Stock Exchange. It aims to provide an avenue for employees through this policy to raise their concerns on any violation of legal or regulatory requirements, suspicious fraud, misfeasance, misrepresentation of any Financial Statements and Reports.

Nomination & Remuneration Policy

The Board of Directors has framed a policy which lays down a framework in relation to remuneration of Directors, Key Managerial Personnel and Senior Management of the Company. This policy also lays down criteria for selection and appointment of Board Members. The details of this policy are enclosed herewith as Annexure-'E'.

COMPLIANCE WITH SECRETARIAL STANDARDS ON BOARD AND GENERAL MEETINGS

The Company has complied with Secretarial Standards issued by the Institute of Company Secretaries of India on Board Meetings (SS-1) and General Meetings (SS-2).

STATUTORY INFORMATION

A. PARTICULARS OF EMPLOYEES

In view of insignificant business operations, the Company is working with skeleton staff and none of the employees of the Company was in receipt of remuneration in excess of the limits prescribed sub-Rule (2) of Rule 5 of Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, the details are not required to be furnished. In view of the above, information as per sub-section (12) of Section 197 of the Companies Act, 2013, read with sub-Rule (2) of Rule 5 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 being indeterminate hence not being furnished.

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

As the Company is not engaged in any manufacturing activity, the details relating to Conservation of Energy, Technology Absorption, Foreign Exchange Earnings and Outgo as per Section 134 (3) (m) of the Companies Act, 2013 being inapplicable, hence not provided. There have been no earnings and expenditure in foreign currency during the year under review.

C. DIRECTOR'S RESPONSIBILITY STATEMENT

In terms of Section 134(5) of the Companies Act, 2013, the Directors of the Company state in respect of the year ended 31st March, 2020 that:-

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- a) in the preparation of Annual Accounts, the applicable Accounting Standards have been followed along with proper explanation relating to material departures.
- b) they have selected such Accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the State of Affairs of the Company at the end of the Financial year and of the Profit of the Company for that period.
- c) they have taken proper and sufficient care for the 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 fraud and other irregularities.
- d) they have prepared Annual Accounts on a going concern basis.
- e) they have laid down internal financial controls to be followed by the Company and that such internal controls are adequate and are operating effectively.
- f) they have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

DEPOSITS

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

LISTING

The Equity Shares of the Company are presently listed at BSE Limited and the listing fee for the said Stock Exchange for the Financial Year 2019-2020 is paid upto date.

INTERNAL FINANCIAL CONTROLS

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

ACKNOWLEDGEMENTS

The Directors wish to place on record their sincere appreciation of the co-operation received by the Company from the Company's Bankers and other Authorities. The Directors are also thankful to the Shareholders for abiding faith in the Company. Deep appreciation is also acknowledged for the support and hard work put in by the employees of the Company.

For and on behalf of the Board

Place: Jaipur
Dated: 13.08.2020

(**PARWATI PARASRAMPURIA**)
Chairperson & Managing Director
DIN: 00359065

MKGP & ASSOCIATES

COMPANY SECRETARIES

Address: - 204, Prism Tower, Infront of PHQ Gate No.2,
Lalkothi, Behind Nehru Place, Tonk Road, Jaipur-302015
Phone No. 0141-4112199, 09828046652
E-Mail: mahendra927@gmail.com

SECRETARIAL AUDIT REPORT

Form No. MR-3

FOR THE FINANCIAL YEAR ENDED 31ST MARCH, 2020

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

To,

The Members,

MAGNANIMOUS TRADE & FINANCE LTD

D-1, Moti Lal Atal Road 1st Floor, Behind Hotel Neelam, Jaipur, Rajasthan-302001

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practice by **MAGNANIMOUS TRADE & FINANCE LTD (L65923RJ1991PLC059256)**. Secretarial audit was conducted in the manner that provided us a reasonable basis for evaluating the corporate conduct/ statutory compliance and expressing our opinion thereon.

Based on our verification of the Company's books, papers, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, We hereby report that in our opinion; the Company has, during the audit period covering the financial year ended on 31st March, 2020 complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance mechanism in place to the extent, in the manner and subject to the reporting made hereinafter.

We have examined the books, papers, minutes books, forms and returns filed and other records maintained by the Company for the financial year ended on 31st March, 2020 according to the provisions of:

- I. The Companies Act, 2013 (the Act) and the rules made there under;
- II. The Securities Contract (Regulation) Act, 1956 and Rules made there under;
- III. The Depositories Act, 1996 and Regulations and Bye-laws framed there under;
- IV. Foreign Exchange Management Act, 1999 and the rules and regulations made there under to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings; **(Not Applicable to the Company during Audit Process)**

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- V. The Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act') viz.;
- a. The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
 - b. The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 1992;
 - c. The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009;
 - d. The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999;
 - e. The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008; **[Not applicable as there was no reportable event during the financial year under review for secretarial audit];**
 - f. The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;
 - g. The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009; **[Not applicable as there was no reportable event during the financial year under review for secretarial audit] and**
 - h. The Securities and Exchange Board of India (Buy back of Securities) Regulations, 1998; **[Not applicable as there was no reportable event during the financial year under review for secretarial audit]**
- I. As identified by the management, following laws are specifically applicable to the Company:
- a. Reserve Bank of India Act, 1934
 - b. Guidelines on Fair practices code for NBFC
 - c. Non-Banking Financial Companies Prudential Norms (Reserve Bank) Directions, 1998
 - d. Prudential Norms (Reserve Bank) Directions, 2007
 - e. Non-Banking Financial (Non- Deposit Accepting or Holding) Companies
 - f. Negotiable Instruments Act 1881

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- g. NBFC Auditors Directions, 2008
- h. Guidelines, directions and instructions issued by RBI through notifications and Circulars

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

- a) Secretarial Standards issued by The Institute of Company Secretaries of India.**
- b) SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015.**

During the period under review the, Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc. mentioned above subject to the following observations:

- 1. Website of the company is not updated.
- 2. Data on BSE site is not updated.
- 3. As per Regulation 3(5) Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015, from April 1, 2019, SEBI requires all listed companies to maintain a non-tamperable 'Structured Digital Database' to keep track of all unpublished price sensitive information (UPSI) and the trading activities of Designated Persons (DPs), who become aware of the UPSI.
The company has not maintain any such digital database during the year and thus not complied with the above regulation.

We further report that

a) The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.

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

c) None of the directors in any meeting dissented on any resolution and hence there was no instance of recording any dissenting member's view in the minutes

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We further report that there are adequate systems and processes in the company commensurate with the size and operations of the company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines. Company has introduced compliance alert system for applicability of all applicable laws, rules, regulations and guidelines.

We further report that during the audit period the Company has passed no special resolutions which are having major bearing on the Company's affairs in pursuant of the above referred laws, rules, regulations, guidelines, standards.

**For M/s MKGP & Associates
Company Secretaries**

Place: Jaipur

**Mahendra Prakash Khandelwal
(Partner)**

Membership no.6266

C.P.No-4459

UDIN: F006266B000662845

(This report is to be read with my letter of even date which is annexed as Annexure- A
which forms an integral part of this report)

MKGP & ASSOCIATES

COMPANY SECRETARIES

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Phone No. 0141-4112199, 09828046652
E-Mail: mahendra927@gmail.com

Annexure-A

To,
The Members,
MAGNANIMOUS TRADE & FINANCE LTD
D-1, Moti Lal Atal Road 1st Floor, Behind Hotel Neelam,
Jaipur, Rajasthan-302001

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

1. Maintenance of secretarial record is the responsibility of the management of the company. Our responsibility is to express an opinion on these secretarial records based on our audit.
2. We have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the Secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. We believe that the processes and practices, we followed provide a reasonable basis for our opinion.
3. We have not verified the correctness and appropriateness of financial records and Books of Accounts of the company.
4. Where ever required, we have obtained the Management representation about the compliance f laws, rules and regulations and happening of events etc.
5. The compliance of the provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of management. Our examination was limited to the verification of procedures on test basis.
6. The Secretarial Audit report is neither an assurance to the future viability of the company nor of the efficacy or effectiveness with which the management has conducted the affairs of the company.
7. The maximum liability of our firm under the secretarial audit in respect of the aggregate of all claims shall not exceed the fee charged by me.

**For M/s MKGP & Associates
Company Secretaries**

Place: Jaipur

**Mahendra Prakash Khandelwal
(Partner)
Membership no.6266
C.P.No-4459
UDIN: F006266B000662845**

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ANNEXURE- A

Form AOC-1

(Pursuant to first proviso to sub-section (3) of Section 129 read with Rule 5 of Companies (Accounts) Rules, 2014)

Statement containing salient features of the Financial Statement of Subsidiaries/Associate Companies/Joint Ventures

Part "A": Subsidiaries

(Information in respect of each subsidiary to be presented with amounts in Rs.)

1.	Sl. No.	N.A.
2.	Name of the Subsidiary	N.A.
3.	The date since when subsidiary was acquired	N.A.
4.	Reporting period for the subsidiary concerned, if different from the Holding Company's reporting period.	N.A.
5.	Reporting currency and Exchange rate as on the last date of the relevant Financial year in the case of foreign subsidiaries.	N.A.
6.	Share Capital	N.A.
7.	Reserve & Surplus (in Rupees)	N.A.
8.	Total Assets (in Rupees)	N.A.
9.	Total Liabilities (in Rupees)	N.A.
10.	Investments (in Rupees)	N.A.
11.	Turnover (in Rupees)	N.A.
12.	Profit/ (Loss) before taxation (in Rupees)	N.A.
13.	Provision for taxation (in Rupees)	N.A.
14.	Profit/ (Loss) after taxation (in Rupees)	N.A.
15.	Proposed Dividend	N.A.
16.	% of Shareholding	N.A.

Part "B": Associates and Joint Ventures

Statement pursuant to section 129 (3) of the Companies Act, 2013 related to Associate Companies and Joint Ventures

Name of Associates/ Joint Venture	MACRO LIMITED	INTERNATIONAL	AMBER LIMITED	MERCANTILES
1. Latest audited Balance Sheet Date	31.03.2020		31.03.2020	
2. Date on which the Associate or Joint Venture was associated or acquired	04.07.1994		09.04.1997	
3. Shares of Associate/ Joint Ventures held by the company on the year end				
No.	13,48,500		2,87,630	
Amount of Investment in Associates/ Joint Venture	Rs. 1,34,85,000/-		Rs. 28,76,300	
Extent of holding %	33.93		28.60	
4. Description of how there is significant influence	By virtue of Shareholding		By virtue of Shareholding	
5. Reason why the associate/joint venture is not consolidated	N.A.		N.A.	
6. Net-worth attributable to Shareholding as per latest audited Balance Sheet	Rs. 1,68,36,625.90		Rs. (78,71,494.43)	
7. Profit / (Loss) for the year	Rs. (2,81,608.06)		Rs. (1,23,06,495.17)	
i. Considered in Consolidation	Rs. (95,549.61)		Rs. (35,19,657.62)	
ii. Not considered in Consolidation	Rs. (1,86,058.45)		Rs. (87,86,837.55)	

Notes:

- Names of subsidiaries which are yet to commence operations: **N.A.**
- Names of subsidiaries which have been liquidated or sold during the year: **N.A.**

For and on behalf of the Board

Place: Jaipur
Dated: 13.08.2020

Chairperson & Managing Director
DIN: 00359065

ANNEXURE-C**Form No. MGT-9****EXTRACT OF ANNUAL RETURN**as on the financial year ended on 31st March, 2020*[Pursuant to section 92(3) of the Companies Act, 2013 and rule 12(1) of the Companies (Management and Administration) Rules, 2014]***I. REGISTRATION AND OTHER DETAILS:**

i)	CIN:	L65923RJ1991PLC059251
ii)	Registration Date:	23.07.1985
iii)	Name of the Company:	MAGNANIMOUS TRADE & FINANCE LIMITED
iv)	Category / Sub-Category of the Company:	Public Limited Company / Limited by Shares
v)	Address of the Registered office and contact details:	D-1, Moti Lal Atal Road, 1st Floor, Behind Hotel Neelam, Jaipur (Rajasthan) Tel : 0141-2373164/2373264 E-Mail Id: co@mtfl.com ; Website: www.mtfl.co.in
vi)	Whether Listed Company:	Yes
vii)	Name, Address and Contact details of Registrar and Transfer Agent, if any:	Beetal Financial And Computer Services Ltd. Beetal House, 3rd Floor, 99 Madangir, Behind Local Shopping Centre, New Delhi-110062 Tel : 011-29961281, Fax : 011-29961284 Email ID : beetalrta@gmail.com ; website : www.beetalfinancial.com

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

All the business activities contributing 10% or more of the total turnover of the Company shall be stated:-

Sl. No.	Name and Description of main products / services	NIC Code of the Product / service	% to total turnover of the Company
1.	Interest Income	N.A.	8.06
2.	Sale of Offices [Sale of Shares- Nil]	68100	91.94

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES

Sl. No.	NAME AND ADDRESS OF THE COMPANY	CIN/GLN	HOLDING / SUBSIDIARY / ASSOCIATE	% of Shares held	Applicable Section
1	AMBER MERCANTILES LIMITED Regd. Office : D-1, Moti Lal Atal Road, 1st Floor, Behind Hotel Neelam, Jaipur (Rajasthan)	U67120RJ1990PLC059663	ASSOCIATE	28.60	Section 2(6)
2	MACRO INTERNATIONAL LIMITED Regd. Office: 'Plaza Kalpana' Ground floor, 24/ 147 Birhana Road, Kanpur-208001 (U.P.)	L74120UP1993PLC015605	ASSOCIATE	33.93	Section 2(6)

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

i) Category-wise Share Holding

Category of Shareholders	No. of Shares held at the beginning of the year				No. of shares held at the end of the year				% Change during the year
	Demat	Physical	Total	% of Total Share	Demat	Physical	Total	% of Total Share	
A. Promoters									
(1) Indian									
a) Individual/HUF	4,88,479	NIL	4,88,479	51.34	4,88,479	NIL	4,88,479	51.34	NIL
b) Central Govt.	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
c) State Govt(s)	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
d) Bodies Corp.	1,90,881	NIL	1,90,881	20.06	1,90,881	NIL	1,90,881	20.06	NIL
e) Banks / FI	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
f) Any Other,.... (i) Trust	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
Sub-total {A} (1):-	6,79,360	NIL	6,79,360	71.40	6,79,360	NIL	6,79,360	71.40	NIL
(2) Foreign									

a) NRIs - Individuals	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
b) Other -- Individuals	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
c) Bodies Corp.	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
d) Banks / FI	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
e) Any Other ...	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
Sub-total (A) (2):-	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
Total shareholding of Promoter (A)=(A)(1)+(A)(2)	6,79,360	NIL	6,79,360	71.40	6,79,360	NIL	6,79,360	71.40	NIL
B. Public Shareholding									
1. Institutions									
a) Mutual Funds	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
b) Banks / FI	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
c) Central Govt.	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
d) State Govt(s)	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
e) Venture Capital Funds	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
f) Insurance Companies	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
g) FIs	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL

h) Foreign Venture Capital Funds	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
i) Others (specify)	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
Sub-total (B)(1):-	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
2. Non-Institutions									
a) Bodies Corp.									
i) Indian	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
ii) Overseas	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
b) Individuals									
i) Individual shareholders holding nominal share capital upto Rs. 1 lakh	102	74,360	74,462	7.83	102	74,360	74,462	7.83	NIL
ii) Individual shareholders holding nominal share capital in excess of Rs 1 lakh	1,48,344	NIL	1,48,344	15.59	1,48,344	NIL	1,48,344	15.59	NIL
c) Others HUF	49302	NIL	49302	5.18	49302	NIL	49302	5.18	NIL
Sub-total (B)(2):-	1,97,748	74,360	2,72,108	28.60	1,97,748	74,360	2,72,108	28.60	NIL
Total Public Shareholding	1,97,748	74,360	2,72,108	28.60	1,97,748	74,360	2,72,108	28.60	NIL

(B)=(B)(1)+(B)(2)									
C. Shares held by Custodian For GDRs & ADRs	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
Grand Total (A+B+C)	8,77,108	74,360	9,51,468	100	8,77,108	74,360	9,51,468	100	NIL

(ii) Shareholding of Promoters

Sl. No.	Shareholder's Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% change in share holding during the Year
		No. of shares	% of total shares of the company	% of shares Pledged/ Encumbered to total shares	No. of shares	% of total shares of the company	% of shares Pledged/ Encumbered to total shares	
1.	Mrs. Parwati Parasrampuria	88,592	9.30	NIL	88,592	9.30	NIL	NIL
2.	Mr. Sudhir Kumar Parasrampuria	1,03,226	10.85	NIL	1,03,226	10.85	NIL	Nil
3.	Mr. Shashank Parasrampuria	2,07,161	21.78	NIL	2,07,161	21.78	NIL	Nil
4.	Beopar Sahayak Pvt. Ltd.	54,288	5.71	NIL	54,288	5.71	NIL	Nil
5.	Amber Mercantiles Ltd.	1,36,593	14.35	NIL	1,36,593	14.35	NIL	Nil
6.	Mr. Sudhir Kumar Parasrampuria, Karta Sudhir Kumar Parasrampuria, HUF	25,225	2.65	NIL	25,225	2.65	NIL	Nil

8.	Subhash Aich	1200	0.13	1200	0.13
9.	Kailash Dhaundiyal	1200	0.13	1200	0.13
10.	Sudhansu Kundu	800	0.08	800	0.08

(v) Shareholding of Directors and Key Managerial Personnel:

Sl. No.	Shareholding of each Director and Key Managerial Personnel	Date	Reason	Shareholding at the beginning of the year		Cumulative Shareholding during the year (01-04-2019 to 31-03-2020)	
				No. of Shares	% of total shares	No. of Shares	% of total shares
A: Directors:							
1.	Smt. Parwati Parasrampur, Managing Director						
	At the beginning of the Year	01.04.2019	---	88,592	9.31	88,592	9.31
	Changes during the Year	NIL	NIL	NIL	NIL	NIL	NIL
	At the end of the Year	31.03.2020	---	88,592	9.31	88,592	9.31
2	Shri Sudhir Kumar Parasrampur, Director						
	At the beginning of the Year	01.04.2019	---	1,03,226	10.85	1,03,226	10.85
	Changes during the Year	NIL		NIL	NIL	NIL	NIL
	At the end of the Year	31.03.2020		1,03,226	10.85	1,03,226	10.85
3.	Shri Gautam Lhila, Director						
	At the beginning of the Year	01.04.2019		NIL	NIL	NIL	NIL
	Changes during the Year	NIL		NIL	NIL	NIL	NIL
	At the end of the Year	31.03.2020		NIL	NIL	NIL	NIL

5.	Shri Pradeep Kumar Dada, Director					
At the beginning of the Year	01.04.2019		NIL	NIL	NIL	NIL
Changes during the Year	NIL		NIL	NIL	NIL	NIL
At the end of the Year	31.03.2020		NIL	NIL	NIL	NIL
B: Key Managerial Personnel:						
NIL						

V. INDEBTEDNESS

Indebtedness of the Company including interest outstanding/accrued but not due for payment

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

B. Remuneration to other Directors:

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

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

Sl. No.	Particulars of Remuneration	Key Managerial Personnel			
		CEO	Company Secretary	CFO	Total
1.	Gross salary				
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	NIL	79500.00	NIL	NIL
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	NIL	NIL	NIL	NIL
	(c) Profits in lieu of salary under section 17(3) Income tax Act, 1961	NIL	NIL	NIL	NIL
2.	Stock Option	NIL	NIL	NIL	NIL
3.	Sweat Equity	NIL	NIL	NIL	NIL
4.	Commission - as % of profit - Others, specify...	NIL	NIL	NIL	NIL
	Others, please specify	NIL	NIL	NIL	NIL
	Total	NIL	79500.00	NIL	NIL

VII. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES:

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

For and on behalf of the Board

Place: Jaipur
Dated: 13th August, 2020

(PARWATI PARASRAMPURIA)
Chairperson & Managing Director
DIN: 00359065

Registered Office: Room No. 8 Ground Floor, 12A, Netaji Subhash Road, Kolkata-700001 (West Bengal)

CI-L	23WB1	1PLC0	3	2
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Tel: (0141) 237364/2373264 mail co@mtl.com

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)

35 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 arms length transactions under third proviso thereto

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

Name(s) of the related party and nature of relationship	Nature of contracts/ arrangements/ transactions	Duration of the contracts / arrangements / transactions	Salient terms of the contracts or arrangements or transactions including the value, if any	Justification for entering into such contracts or arrangements or transactions	Date(s) of approval by the Board	Amount paid as advances, if any:	Date on which the special resolution was passed in general meeting as required under first proviso to section 188
NIL							

MAGNANIMOUS TRADE & FINANCE LIMITED

Registered Office: Room No. 8 Ground Floor, 'A', Netaji Subhas' Road, Kolkata-700001 (West Bengal)

CIN: U51900WB1999PLC032

Tel: (0341) 237364/237326# mail: co@mifl.com

2. Details of material contracts or arrangement or transactions at arm's length basis

Name(s) of the related party and nature of relationship	Nature of contracts/ arrangements/ transactions	Duration of the contracts / arrangements/ transactions	Salient terms of the contracts or arrangements or transactions including the value, if any	Date(s) of approval by the Board, if any:	Amount paid as advances, if any:
Amber Mercantiles Limited (Common Directors)	Lease of Property	2019-2020	Rs.12,000/-	13.08.2020	NIL

For and on behalf of the Board

Place: Jaipur
Dated: 13th August, 2020

(PARWATI PARASRAMPURIA)
Chairperson & Managing Director
DIN: 00359065

ANNEXURE –'E'

I. NOMINATION & REMUNERATION POLICY

The Board of Directors of Magnanimous Trade & Finance Limited ("the Company"), in view of enforcement of Companies Act, 2013 read with rules framed thereunder and to align with the objectives and goals of the Company with the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended time to time) (Listing Regulations), framed the Nomination and Remuneration Policy.

The Nomination and Remuneration Committee and this Policy shall be in compliance with Section 178 of the Companies Act, 2013 read along with the applicable rules thereto and the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as may be amended from time to time).

II. DEFINITIONS:

"the Act" means the Companies Act, 2013 and the Rules framed thereunder as may be amended from time to time

"Board" means Board of Directors of the Company.

"Company" means Magnanimous Trade & Finance Limited

"Committee" means the Nomination and Remuneration Committee of the Board of Directors.

"Compliance Officer" means Company Secretary of the Company.

"Directors" mean members of the Board of Directors of the Company.

"Executive Director" means the Managing Director, Whole-time Director, as the case may be and includes Directors who are in the full time employment of the Company.

"Key Managerial Personnel" shall have the same meaning as given in Section 2 (51) of the Listing Regulations and Section 203 of the Companies Act, 2013 read with rules framed thereunder.

"Senior Management" shall mean personnel of the company (which include persons engaged as retainer or on contractual basis) and who are members of its core management team excluding the Board of Directors, comprising all members of management one level below the executive directors, including the functional heads.

Explanation 1: In case of any dispute whether a person is member of Senior Management or not, decision of concerned Executive Director shall be final.

Explanation 2: Considering the criticality of a particular function, even if a person is not covered in the above definition, the Chairman will have discretion to treat him/ her as member of Senior Management for the purpose of this Policy.

The words and definitions not described herein above shall have the respective meanings under the Acts and legislations governing the same.

Explanation 1: In case of any dispute whether a person is member of Senior Management or not, decision of concerned Executive Director shall be final.

Explanation 2: Considering the criticality of a particular function, even if a person is not covered in the above definition, the Chairman will have discretion to treat him/ her as member of Senior Management for the purpose of this Policy.

The words and definitions not described herein above shall have the respective meanings under the Acts and legislations governing the same.

III. TERMS OF REFERENCE / ROLE OF COMMITTEE:

The Terms of Reference of the Committee shall be:-

- a) To identify persons who are qualified to become Directors and who may be appointed in Senior Management in accordance with the criteria laid down, recommend to the Board their appointment and removal and to carry out evaluation of every Director's performance.
- b) To ensure that the level and composition of remuneration is reasonable and is sufficient to attract, retain and motivate Directors of the quality required to run the Company successfully.
- c) To ensure that relationship of remuneration to performance in respect of Directors, Key Managerial Personnel and employees of Senior Management is clear and meets appropriate performance benchmarks; and
- d) To ensure that remuneration to Directors, Key Managerial Personnel and Senior Management involves a balance between fixed and variable pay reflecting short and long-term performance objectives appropriate to the working of the company and its goals:
- e) To formulate the criteria for determining qualifications of Directors, Key Managerial Personnel and employees of Senior Management, and also to determine criteria for positive attributes and independence of Directors.
- f) To formulate criteria for evaluation of every Director including Independent Director and the Board.
- g) To evaluate the performance of the members of the Board and provide necessary report to the Board for further evaluation by the Board.
- h) To recommend to the Board on Remuneration payable to the Directors, Key Managerial Personnel and employees of Senior Management.
- i) To provide to Key Managerial Personnel and Senior Management, reward linked directly to their efforts, performance, dedication and achievement relating to the Company's operations.
- j) To devise a policy on Board diversity from time to time.
- k) To develop a succession plan for the Board and to regularly review the plan.

IV. STATUTORY POWERS OF THE COMMITTEE

The Committee shall have a power to express opinion whether the Director possesses the requisite qualification for the practice of the profession, when remuneration is proposed to be paid for the services to be rendered in any other capacity and such services to be rendered are of a professional nature. Where in any financial year during the currency of tenure of a managerial person, a company has no profits or its profits are inadequate, the Committee may approve the payment of remuneration as per Section II of Part II of Schedule V to the Companies Act, 2013.

V. COMPOSITION OF COMMITTEE

The Committee shall comprise of at least three Non-Executive Directors, at least half of whom shall be Independent Directors. The Board may appoint the Chairperson of the Company whether executive or non-executive as member of this committee.

VI. CHAIRPERSON

The Chairperson of the Committee shall be an Independent Director. In the absence of the Chairperson, the members of the Committee present at the meeting shall choose one of the Independent Directors amongst them to act as Chairperson.

The Chairperson of the Nomination and Remuneration Committee shall endeavor to be present at the Annual General Meeting of the Shareholders of the Company.

VII. CRITERIA FOR DETERMINING QUALIFICATIONS, POSITIVE ATTRIBUTES AND INDEPENDENCE OF DIRECTORS

The Committee shall identify:

- a. Persons who possess adequate qualifications, expertise and experience for the position he / she is considered to be appointed. The person should have knowledge of at least one or more domain areas like, finance, law, management, sales, marketing, administration, research, governance, strategy, operations or other disciplines related to the Company's business.
- b. Person shall uphold ethical integrity, have a pedigree of acting objectively, shall have no adverse order(s) passed by any Regulatory body, should have a proven track record of meeting professional obligations including a reputation to manage challenges.
- c. An Independent Director should meet with requirements of the Act read with Schedule IV of the Act and provisions of the Listing Regulations.
- d. An Independent Director shall hold office for a term upto 5 consecutive years and will be eligible for re-appointment on passing of a special resolution by the Company and following the procedure under the Act / Listing Regulations.
- e. No Independent Director shall hold office for more than two consecutive terms of maximum 5 years each. In the event the same person is to be appointed as an Independent Director after two consecutive terms of two years, a cooling period of three years is required to be fulfilled.

VIII. CRITERIA FOR APPOINTMENT OF KMP / SENIOR MANAGEMENT PERSONNEL AND PERFORMANCE EVALUATION

- a. The Company has a well-defined and structured recruitment process for Key Managerial Personnel and Senior Management.
- b. The appointment of KMP and Senior Management shall be approved by the Board on prior recommendation of the Nomination and Remuneration Committee.
- c. The management considers various factors while evaluating a person for appointment as senior management including individual's background, business acumen, analytical abilities, competency, skills, abilities (viz. leadership, ability to exercise sound judgment), educational and professional background, personal accomplishment, age, relevant experience and understanding of related field viz; marketing technology, prospective operations of the Company;
- d. The appointee while continuing in his / her office shall not engage in any business or commercial activity, which might detrimentally conflict with the interest of the Company.
- e. The KMP and Senior Management shall have a well-defined appraisal and performance evaluation framework.

IX. TERM OF EXECUTIVE DIRECTORS, KMP AND SENIOR MANAGEMENT PERSONNEL

The Company shall appoint or re-appoint Executive Directors for a term not exceeding five years at a time.

The KMP and Senior Management Personnel shall retire as per the prevailing HR policy of the Company. In the event any Director, KMP and Senior Management attracts any disqualification mentioned in the Act or under any law, the Committee may recommend to the Board the removal of the said Director, KMP or Senior Management.

X. REMUNERATION TO DIRECTORS / KMP (NON-BOARD AND OTHER THAN SENIOR MANAGEMENT) / SENIOR MANAGEMENT AND OTHER EMPLOYEES:

Remuneration to Directors:

a. Executive Directors

The remuneration to the Executive Directors shall be governed by the provisions of the Act, Listing Regulations or any other enactment for the time being in force. The remuneration shall take into account the Company's performance, the contribution of the Executive Directors for the same, remuneration trends in general, meeting of appropriate benchmarks (such as remuneration paid in like-size companies) and which will ensure and support a high performance culture. The Executive Directors will also be entitled to sitting fees as paid to Non-Executive and Independent Directors (unless specifically waived by them or not entitled in terms of their respective agreements).

b. Non-Executive Directors

The Non-Executive Directors and Independent Directors will receive sitting fees / commission as per the provisions of the Act and in compliance with the provisions of the Listing Regulations. The amount of the sitting fees will not exceed the ceiling / limit under the Act. An Independent Director will not be eligible to any stock option of the Company.

The Board of Directors will from time-to-time fix the sitting fees for attending the meetings of the Board and its Committees on the recommendations of the Committee. The Board of Directors has fixed the sitting fees payable to Directors for attending the Meetings of the Board and its respective Committees.

The Non-Executive Directors and Independent Directors will be paid commission in aggregate an amount of 1% of the standalone Net Profit of the Company in the financial year as calculated in terms of Section 198 read with Section 197 of the Act. The Commission to Non-Executive Directors and Independent Directors will be paid on a uniform basis to reinforce the principle of collective responsibility. If a Non-Executive Director or Independent Director works as such only for a part of the year, he will be paid commission for the relevant financial year on a proportionate basis for the period during which he held the post of such Director. The commission will be payable only after the Annual Audited Financial Statements are approved by the Shareholders at the Annual General Meeting of the Company. The Non-Executive Directors and Independent Directors may forgo receiving of commission / sitting fees by making a request to the Board.

c. Remuneration to KMP and Senior Management

- The remuneration to KMPs and Senior Management will be benchmarked on the remuneration package prevailing in the country and industry and will have a fixed component and a performance based component.
- Remuneration to be paid to Senior Management in whatever form, whether at the time of appointment or during annual revisions shall be recommended by the Committee to the Board for its approval.

d. Remuneration to other employees

- The remuneration including revision in remuneration of other employees shall be decided by the Board of Directors in consultation with the Manager (HR) within the overall framework of compensation and appraisal policy of the Company.

XI. Board Diversity

- a. The Company acknowledges the importance of diversity within the Board and the Committee is fully committed to ensure that a transparent board nomination process is in place which is based on merit and that encourages diversity of thought, experience, background, knowledge, ethnicity, perspective, age and gender. B. The Company recognizes that gender diversity is a significant aspect of diversity and acknowledges the role that woman with the right skills and experience can play in contributing to diversity of perspective in the Boardroom;
- b. The Company recognizes that gender diversity is a significant aspect of diversity and acknowledges the role that woman with the right skills and experience can play in contributing to diversity of perspective in the Boardroom;
- c. The Committee shall ensure that the Company has an appropriate blend of functional and industry expertise;
- d. The Committee shall monitor and periodically review the Board Diversity and recommend to the Board so as to improve one or more aspects of its diversity and measure progress accordingly;
- e. The Committee shall monitor and periodically review the Board Diversity and recommend to the Board any changes so as to improve one or more aspects of its diversity and measure progress accordingly.

Chaudhary Pandiya & Co.
Chartered Accountants

INDEPENDENT AUDITOR'S REPORT ON THE CONSOLIDATED IND AS FINANCIAL STATEMENTS

TO
THE MEMBERS
MAGNANIMOUS TRADE & FINANCE LTD

Report on the audit of the Consolidated Ind AS Financial Statements

Opinion

1. We have audited the accompanying consolidated Ind AS financial statements of MAGNANIMOUS TRADE & FINANCE LTD (hereinafter referred to as "the Parent Company") and its associate companies, which comprise the Consolidated Balance Sheet as at March 31, 2020, the Consolidated Statement of Profit and Loss (including Other Comprehensive Income), the Consolidated Statement of Changes in Equity and the Consolidated Statement of Cash Flows for the year ended on that date, and a summary of the significant accounting policies and other explanatory information (hereinafter referred to as "the consolidated financial statements").
2. In our opinion and to the best of our information and according to the explanations given to us, the aforesaid consolidated Ind AS financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended ("Ind AS") and other accounting principles generally accepted in India, of the consolidated state of affairs of the Group as at March 31, 2020, the consolidated profit, consolidated total comprehensive income, consolidated changes in equity and its consolidated cash flows for the year ended on that date.

Basis for Opinion

3. We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the "Auditor's Responsibilities for the Audit of the Consolidated Financial Statements" section of our report. We are independent of the Group in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on the consolidated financial statements.

Key Audit Matters

4. Key audit matters are those matters that, in our professional judgement were of most significance in our audit of the consolidated financial statements of the current period. These matters were addressed in the context of our audit of the consolidated financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

A) Key Audit Matters with reference to the Parent Company

Key audit matters	How our audit addressed the key audit matters
(a) First time adoption of Ind AS (as described in Note No. 29 of Consolidated Ind AS financial statements)	
Indian Accounting Standards (Ind-AS) as specified under Section 133 of the Act, read with relevant rules there under have been made mandatorily applicable for specified Non-Banking Finance Companies applicable with effect from	We have evaluated the management process and tested key controls around the determination of expected credit loss allowances, including controls relating to: The identification of events leading to a

55A, Plaza Raipana, P4/14/-5, Pitihara Road Ranchi-834001

Tel: 03445093

E-Mail: chaudharypandiyaco@gmail.com

Chaudhary Pandiya & Co.
Chartered Accountants

<p>April 1st, 2019 and consequently these consolidated Ind AS financial statements have been prepared by the management in compliance with the Ind AS framework. As against the provisioning norms earlier prescribed by Reserve Bank of India and adopted by the company in prior years, Ind-AS 109 (Financial Instruments) requires the Company to recognise Expected credit Loss (ECL) on financial assets, which involves application of significant judgement and estimates including use of key assumptions such as probability of default and loss given default. Refer Note 29 to the Consolidated Ind AS financial Statements.</p>	<p>significant increase in risk and credit impairment events; and</p> <ul style="list-style-type: none"> - The determination of the impaired credit loss allowances and the key assumptions including probability of default and loss given default on a forward looking basis having regard to historical experiences. <p>We understood and assessed the appropriateness of the impairment methodology developed and used by the management at the entity level. This included assessing the appropriateness of key judgements.</p> <p>We tested the accuracy of key data inputs and calculations used in this regard.</p> <p>We found that these key controls as above, were designed, implemented and operated effectively, and therefore have placed reliance on these key controls for the purposes of our audit of ECL and impairment loss allowances.</p>
<p>(b) Impairment of financial assets (expected credit losses) (as described in Note No. 6 of the Consolidated Ind AS financial statements)</p>	
<p>Ind AS 109 requires the Company to recognise impairment loss allowance towards its financial assets designated at amortised cost issued using the expected credit loss (ECL) approach. Such ECL allowance is required to be measured considering the guiding principles of Ind AS 109 including:</p> <ul style="list-style-type: none"> - unbiased, probability weighted outcome under various scenarios; - time value of money; - impact arising from forward looking macro-economic factors and; - availability of reasonable and supportable information without undue costs. <p>Applying these principles involves significant estimation in various aspects, such as:</p> <ul style="list-style-type: none"> - grouping of borrowers based on homogeneity by using appropriate statistical techniques; - staging of loans and estimation of behavioral life; - determining macro-economic factors impacting credit quality of receivables; - estimation of losses for loan products with no/minimal historical defaults. <p>Considering the significance of such allowance to the overall Consolidated Ind AS financial statements and the degree of estimation involved in computation of expected credit losses, this area is considered as a key audit matter impairment assessment.</p>	<p>We read and assessed the Company's accounting policies for impairment of financial assets and their compliance with Ind AS 109.</p> <p>We tested the criteria for staging of loans based on their past-due status to check compliance with requirement of Ind AS 109. Tested a sample of performing stage 1 & 2 loans to assess whether any loss indicators were present requiring them to be classified under stage 3 and vice versa.</p> <p>We evaluated the reasonableness of the Management estimates by understanding the process of ECL estimation and tested the controls around data extraction and validation.</p> <p>Tested the ECL model, including assumptions and underlying computation.</p> <p>Assessed the floor/minimum rates of provisioning applied by the Company for loan products.</p>

(c) Impairment assessment for investments in associates as described in note 7 of the Consolidated Ind AS financial statements	
As detailed in Note 7, the Company has equity investments in associate companies amounting to Rs 92.42 Lakhs. Such investments are carried at deemed cost as per Ind AS 27 – Separate Consolidated Ind AS financial statements and are individually assessed for impairment as per Ind AS 36. Impairment of Assets. Such impairment assessment commences with management's evaluation on whether there is an indication of impairment loss. As part of such evaluation, management considers financial information, liquidity and solvency position of investees in associates. Management also considers other factors such as assessment of company's operations, business performance and modifications, if any, by the auditors of such associates. No impairment triggers have been identified by the management based on above assessment.	Our audit procedures, in respect of testing investments in associate companies, included the following: (Obtained understanding of the process, evaluated the design and tested operating effectiveness of controls in respect of impairment assessment of investments in associates. held discussions with management regarding appropriate implementation of policy on impairment. rechecked financial information mentioned in impairment assessment to underlying source details. Also, assessed of management estimates considered in such assessment, obtained and read latest audited Consolidated Ind AS financial statements, associates, Notes and key financial authorities. We evaluated the impairment assessment performed by management.

18) There are no specific key audit matters reported to us by the auditors of the associate companies not audited by us.

Other Matters

5 We drew attention to Note No. 31 of consolidated Ind AS financial statements, as regards to the management's evaluation of C(AYIT)-19 impact on the performance of the company.

6 We did not audit the financial statements of the associates, Macro International Ltd & Amber Mercantiles Ltd, whose financial statements reflect total assets of Rs 527.19 Lakhs & Rs. 1,426.45 Lakhs respectively as at 31st March, 2020 and total revenues of Rs. 20.48 Lakhs & Rs. 0.79 Lakhs respectively for the year ended 31st March, 2020, as considered in the consolidated Ind AS financial statements. These financial statements have been audited by other auditors whose reports have been furnished to us by the Management and our opinion on the consolidated Ind AS financial statements, in so far as it relates to the amounts and disclosures included in respect of this associates, and our report in terms of sub-sections (3) and (1) of Section 143 of the Act, in so far as it relates to the aforesaid associates, is based solely on the reports of the other auditors.

Our opinion on the consolidated financial statements is not modified in respect of the above matters with respect to our reliance on the work done and the reports of other auditors and the financial statements' financial information certified by the Management.

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

Chaudhary Pandiya & Co.
Chartered Accountants

The report containing other information is expected to be made available to us after the date of this auditor's report.

Our opinion on the Consolidated Financial Statements does not cover the other information and we will not express any form of assurance conclusion thereon.

In connection with our audit of the Consolidated Financial Statements, our responsibility is to read the other information identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the Consolidated Financial Statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. When we read the report containing other information, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance.

Responsibilities of management and those charged with governance for the consolidated financial statements

8. The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these Consolidated financial statements that give a true and fair view of the consolidated financial position, consolidated financial performance, consolidated changes in equity and consolidated cash flows of the Group in accordance with the accounting principles generally accepted in India, including the accounting Standards specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records by respective board of directors in accordance with the provisions of the Act for safeguarding of the assets of the Group and for preventing and detecting frauds and other irregularities; selection and application of appropriate implementation and maintenance of 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 statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.
9. In preparing the consolidated financial statements, the respective Board of Directors of the companies included in the Group are responsible for assessing the Group'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 Group or to cease operations, or has no realistic alternative but to do so.
10. The respective Board of Directors of the companies included in the Group are also responsible for overseeing the financial reporting process of the Group.

Auditor's responsibilities for the audit of the consolidated financial statements

11. 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 of the consolidated Ind AS financial statements 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.
12. As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:
 - Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
 - Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances.
 - Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

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Chaudhary Pandiya & Co.
Chartered Accountants

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 Group 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.

13. 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.
14. 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.
15. From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on Other Legal and Regulatory Requirements

16. 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 of the aforesaid consolidated Ind AS financial statements
- (b) In our opinion, proper books of account as required by law relating to preparation of the aforesaid consolidated Ind AS financial statements have been kept so far as it appears from our examination of those books and the reports of the other auditors.
- (c) The consolidated Balance Sheet, the consolidated Statement of Profit and Loss (including other comprehensive income), the consolidated Cash Flow Statement and consolidated Statement of Changes in Equity dealt with by this Report are in agreement with the books of account maintained for the purpose of preparation of the consolidated financial statements.
- (d) In our opinion, the aforesaid consolidated financial statements comply with the Ind AS specified under Section 133 of the Act, read with Companies (Indian Accounting Standards) Rules, 2015, as amended; except liability for gratuity and leave encashment is accounted for on payment basis in case of the Parent Company.
- (e) On the basis of the written representations received from the directors of the Parent Company as on 31st March, 2020 and taken on record by the Board of Directors of the Parent Company and the reports of the statutory auditors of its associate company, none of the directors of the Group company and its associate companies is disqualified as on 31st March, 2020 from being appointed as a director in terms of Section 164 (2) of the Act.
- (f) With respect to the adequacy of the internal financial controls over financial reporting of the Group and the operating effectiveness of such controls, refer to our separate report in "Annexure A"
- (g) With respect to the other matters to be included in the Auditor's Report in accordance with Section 197(16) of the Act, in our opinion and to the best of our information and according to the explanations given to us, the remuneration paid/ provided by the Parent Company and its

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Chaudhary Pandiya & Co.
Chartered Accountants

associate companies to their directors during the year is in accordance with the provisions of section 197 of the Act.

- (b) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditor's) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- i. There were no pending litigations which would impact the consolidated financial position of the Group and its associates.
 - ii. The Group and its associates did not have any material foreseeable losses on long-term contracts including derivative contracts.
 - iii. There are no amounts which are required to be transferred to the Investor Education and Protection Fund by the Parent Company and its associates.

For Chaudhary Pandiya & Co.
Chartered Accountants
FRN: 001903C

(A. K. Pandiya)
PARTNER
Membership Number: 070747

Place: KANPUR
Date: 13.08.2020
UDIN : 20070747AAAACK1857

5-3, Plaza Kalyana, 24/147-B, Birnagar Road Kanpur-208001

Tel: 0512480911

E-Mail: chaudharypandiyac@bhatnagar.com

Chaudhary Pandiya & Co.
Chartered Accountants

ANNEXURE - A REFERRED TO IN PARAGRAPH 6(D) UNDER THE HEADING "REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS" OF OUR INDEPENDENT AUDITOR'S REPORT OF EVEN DATE ON THE CONSOLIDATED FINANCIAL STATEMENTS OF MAGNANIMOUS TRADE & FINANCE LIMITED FOR THE YEAR ENDED MARCH 31, 2020

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 control systems with reference to consolidated financial statements reporting of Magnanimous Trade & Finance Limited ("hereinafter referred to as the "Parent Company") and its associate companies as of March 31, 2020 in conjunction with our audit of the consolidated financial statements of the Parent Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Respective Board of Directors of the Parent Company and its Associates are responsible for establishing and maintaining internal financial controls based on the internal controls with reference to financial reporting criteria established by the Parent Company and its associate companies considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India (ICAI). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors' Responsibility

Our responsibility is to express an opinion on the internal financial controls systems with reference to financial statements reporting of the Parent Company and its associate companies based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Act, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the ICAI. These 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 system with reference to financial statements 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 with reference to financial statements reporting and their operating effectiveness. Our audit of internal financial controls system with reference to financial statements reporting included obtaining an understanding of internal financial controls system with reference to financial statements reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained and the audit evidence obtained by the other auditors in terms of their report referred to in the Other Matter paragraph below is sufficient and appropriate to provide a basis for our audit opinion on the internal financial controls system with reference to financial statements reporting of the Parent Company and its associate companies.

Meaning of Internal Financial Controls with reference to Financial Statements reporting

A company's internal financial controls system with reference to financial statements reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and

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Chaudhary Pandiya & Co.
Chartered Accountants

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

Inherent Limitations of Internal Financial Controls with reference to Financial Statements reporting

Because of the inherent limitations of internal financial controls system with reference to financial statements 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 system with reference to financial statements reporting to future periods are subject to the risk that the internal financial controls system with reference to financial statements reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, to the best of our information and according to the explanations given to us and based on the consideration of reports of other auditors as referred to in „Other Matter“ paragraph the Parent Company and its associate companies have, in all material respects, an adequate internal financial controls system with reference to financial statements reporting and such internal financial controls system with reference to financial statements reporting were operating effectively as at March 31, 2020, based on the internal control with reference to financial statements reporting criteria established by the Parent Company and its associate companies considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the ICAI.

Other Matter

Our aforesaid report under section 143(3)(i) of the Act on the adequacy and operating effectiveness of the internal financial controls over financial statements reporting in so far as it relates to two associate companies, is based on the corresponding reports of the auditors of such companies. Our opinion is not modified in respect of the above matter.

For Chaudhary Pandiya & Co.
Chartered Accountants
FRN: 001903C

(A.K. Pandiya)
PARTNER
Membership Number: 070747

Place: KANPUR
Date: 13.08.2020
UDIN: 20070747AAAACK1857

MAGNANIMOUS TRADE & FINANCE LTD.
Regd. Office:- D-1, Moti Lal Atal Road, Behind Hotel Neelam, Jaipur - 302001
CIN : L65923RJ1991PLC059251
Consolidated Balance Sheet as at 31st March, 2020

		(Rupees in hundreds)		
Particulars	Notes	As at March 31, 2020	As at March 31, 2019	As at April 1, 2018
ASSETS				
(1) Financial Assets				
(a) Cash & cash equivalents	"5"	1,402.00	120.00	1,000.00
(b) Receivables		-	-	-
(c) Loans	"6"	4,40,003.00	3,43,527.00	3,36,297.00
(d) Investments	"7"	1,74,897.00	1,82,228.00	1,85,014.00
(e) Other Financial assets	"8"	3,542.00	3,784.00	2,419.00
(2) Non-financial Assets				
(a) Inventories	"9"	1,58,498.00	1,96,190.00	2,01,254.00
(b) Current tax assets (Net)		1,371.00	657.00	1,172.00
(c) Deferred tax assets (Net)	"10"	1,350.00	5,730.00	7,048.00
(d) Investment Property	"11"	1,31,496.00	1,31,496.00	1,31,496.00
(e) Property, Plant & Equipment	"12"	1,353.00	2,675.00	3,099.00
(f) Other non-financial assets	"13"	1,691.00	2,937.00	1,777.00
Total Assets		9,15,603.00	8,69,344.00	8,70,576.00
LIABILITIES AND EQUITY				
LIABILITIES				
(1) Financial Liabilities				
(a) Payables		-	-	-
(b) Other Financial Liabilities	"14"	5,078.00	4,447.00	5,035.00
(2) Non-Financial Liabilities				
(a) Provisions	"15"	5,779.00	4,368.00	4,443.00
(b) Other non-financial liabilities	"16"	456.00	708.00	807.00
(3) EQUITY				
(a) Equity Share Capital	"17"	95,147.00	95,147.00	95,147.00
(b) Other Equity	"18"	8,09,143.00	7,64,674.00	7,65,144.00
Total Liabilities and Equity		9,15,603.00	8,69,344.00	8,70,576.00

Significant Accounting Policies

3

The accompanying notes (1-35) forms integral part of the Consolidated Ind AS financial statements

As per our report of even date attached
FOR CHAUDHARY PANDIYA & CO.
CHARTERED ACCOUNTANTS
FRN-001903-C

For and on behalf of the Board of Directors

A.K.PANDIYA
PARTNER
M.No.070747

Sudhir Kumar
Parasrampur
Director
DIN: 00358982

Parwati Parasrampur
Managing Director
DIN: 00359065

Place : Kanpur
Date : 13.08.2020
UDIN : 20070747AAAACK1857

Ipsa Arun
Company Secretary

Ankit Poddar
CFO

MAGNANIMOUS TRADE & FINANCE LTD.
CONSOLIDATED STATEMENT OF PROFIT & LOSS
for the year ended March 31, 2020

		(Rupees in hundreds)	
Particulars	Notes	As at March 31, 2020	As at March 31, 2019
Revenue from Operations			
(i) Interest income	"19"	11,372.00	13,987.00
(ii) Sales	"20"	1,29,640.00	1,880.00
I. Total Revenue from operations			
II. Other Income	"21"	19,641.00	27,293.00
III. Total Income (I + II)		1,60,653.00	43,160.00
Expenses :			
(i) (Increase)/Decrease in Stock of Trading Goods		34,025.00	1,958.00
(ii) Finance costs		-	-
(iii) Impairment on financial instruments	"6"	14,090.00	-
(iv) Employee benefits expenses	"22"	17,461.00	16,231.00
(v) Depreciation, amortization and impairment	"23"	1,113.00	424.00
(vi) Other expenses	"24"	21,153.00	16,201.00
IV. Total expenses		87,842.00	34,814.00
Share of profit/(loss) on associates			
Macro International Ltd.		(955.00)	(2,786.00)
Amber Mercantiles Ltd.		(3,667.00)	(3,106.00)
V. Profit before tax (III- IV)		68,189.00	2,454.00
VI. Tax Expense:	"25"		
(1) Current tax		(17,557.00)	(1,201.00)
(2) Deferred tax		(4.00)	(1,723.00)
(3) Taxes relating to prior year		(169.00)	-
VII. Profit for the year (V- VI)		50,459.00	(470.00)
Transfer to Statutory Reserve		11,016.00	1,084.00
Profit/Loss transfer to Reserves		39,443.00	(1,554.00)
VIII. Other Comprehensive Income			
(A) (i) Items that will not be reclassified to profit or loss			
- Remeasurement of defined benefit plans		-	-
- Fair value changes on equity instruments through other comprehensive income		-	-
(ii) Income tax relating to items that will not be reclassified to profit or loss		-	-
Subtotal (A)		-	-
(B) (i) Items that will be reclassified to profit or loss - -			
(ii) Income tax relating to items that will be reclassified to profit or loss		-	-
Subtotal (B)		-	-
Other Comprehensive Income (A + B) (VIII)		-	-
IX. Total Comprehensive Income for the year (VII+VIII)		39,443.00	(1,554.00)
X. Earnings per equity share	"26"		
(Face value of ₹ 10/- each)			
Basic (Rs.)		4.15	(0.16)
Diluted (Rs.)		4.15	(0.16)
Significant Accounting Policies	3		
The accompanying notes (1-35) forms integral part of the Consolidated Ind AS financial statements			

As per our report of even date attached
FOR CHAUDHARY PANDIYA & CO.
CHARTERED ACCOUNTANTS
FRN-001903-C

For and on behalf of the Board of Directors

A.K.PANDIYA
PARTNER
M.No.070747

Sudhir Kumar
Parasrampur
Director
DIN: 00358982

Parwati
Parasrampur
Managing Director
DIN: 00359065

Place : Kanpur
Date : 13.08.2020
UDIN : 20030747AAAA K1857

Ipsa Arun
Company Secretary

Ankit Poddar
CFO

MAGNANIMOUS TRADE & FINANCE LTD.
CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
for the year ended March 31, 2020

(Rupees in hundreds)

a. Equity Share Capital

Equity shares of '0/- each issued, subscribed and fully paid

	Number	Amount
As at April 01, 2018	9,51,468.00	95,147.00
Changes in equity share capital during the year	-	-
As at March 31, 2019	9,51,468.00	95,147.00
Changes in equity share capital during the year	-	-
As at March 31, 2020	9,51,468.00	95,147.00

b. Other Equity

Particulars	Reserves and Surplus				Other Comprehensive Income		TOTAL
	Statutory Reserve	Capital Reserve	General Reserve	Capital Reserve on account of acquisition of shares of associate companies	Retained Earnings	Equity instruments through Other Comprehensive Income	
Balance as at April 01, 2018	46,751.00	2,51,785.00	3,16,597.00	1,36,242.00	13,769.00	-	7,65,144.00
Adjustments on account of error now rectified	-	-	-	-	-	-	-
Restated balance as at April 01, 2018	46,751.00	2,51,785.00	3,16,597.00	1,36,242.00	13,769.00	-	7,65,144.00
Transfer to/from retained earnings	1,084.00	-	-	-	(1,084.00)	-	-
Profit for the year after income tax	-	-	-	-	(470.00)	-	(470.00)
Other Comprehensive Income (OCI) for the year before income tax	-	-	-	-	-	-	-
Income Tax on OCI	-	-	-	-	-	-	-
Balance as at March 31, 2019	47,835.00	2,51,785.00	3,16,597.00	1,36,242.00	12,215.00	-	7,64,674.00

MAGNANIMOUS TRADE & FINANCE LTD.
CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
for the year ended March 31, 2020

(Rupees in hundreds)

Particulars	Reserves and Surplus				Other Comprehensive Income		TOTAL
	Statutory Reserve	Capital Reserve	General Reserve	Capital Reserve on account of acquisition of shares of associate companies	Retained Earnings	Equity instruments through Other Comprehensive Income	
Balance as at March 31, 2019	47,835.00	2,51,785.00	3,16,597.00	1,36,242.00	12,215.00	-	7,64,674.00
Adjustment on account of impairment of investments in associates					(6,377.00)		
Adjustment on account of taxes					387.00		387.00
Transfer to/from retained earnings	11,016.00	-	-	-	(11,016.00)		-
Profit for the year after income tax	-	-	-	-	50,459.00		50,459.00
Other Comprehensive Income (OCI) for the year before income tax	-	-	-	-	-	-	-
Income Tax on OCI	-	-	-	-	-	-	-
Balance as at March 31, 2020	58,851.00	2,51,785.00	3,16,597.00	1,36,242.00	45,668.00	-	8,09,143.00

Significant Accounting Policies

3

The accompanying notes (1-35) forms integral part of the Consolidated Ind AS financial statements

As per our report of even date attached
FOR CHAUDHARY PANDIYA & CO.
CHARTERED ACCOUNTANTS
FRN-001903-C

For and on behalf of the Board of Directors

A.K.PANDIYA
PARTNER
M No.070747

Sudhir Kumar Parasrampuria
Director
DIN: 00358982

Parwati Parasrampuna
Managing Director
DIN: 00359065

Place : Kanpur
Date : 13.08.2020
UDIN : 20070747AAAAK1857

Ipsa Arun
Company Secretary

Ankit Poddar
CFO

MAGNANIMOUS TRADE & FINANCE LTD.

CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2020

Particulars	As at March 31, 2019		As at March 31, 2020	
	AMOUNT (Rs.)	AMOUNT (Rs.)	AMOUNT (Rs.)	AMOUNT (Rs.)
A. CASH FLOW FROM OPERATING ACTIVITIES :-				
Net Profit before tax as per statement of Profit & Loss		68,189.00		2,454.00
Adjustment for :-				
Share of (Profit)/Loss of Associates	4,622.00		5,892.00	
Depreciation	1,113.00		424.00	
Interest Income	(11,372.00)		(13,988.00)	
Profit on Sale of Fixed Assets	(350.00)		-	
Rent received	-		(6,000.00)	
Lease & Licence Fee	(19,291.00)	(25,278.00)	(21,293.00)	(34,965.00)
Operating Profit before working capital changes.		42,911.00		(32,511.00)
Adjustment for :-				
Trade & other receivables	(90,935.00)		(7,921.00)	
Inventories	34,025.00		1,958.00	
Trade & other payables	1,790.00	(55,120.00)	(762.00)	(6,725.00)
Cash generated from operations		(12,209.00)		(39,236.00)
Taxes paid (Net)		(17,730.00)		(2,925.00)
Net cash (used in) Operating Activities		(29,939.00)		(42,161.00)
B. CASH FLOW FROM INVESTING ACTIVITIES :-				
Sale of Fixed Assets		1,000.00		-
Interest Income		11,372.00		13,988.00
Rent received		-		6,000.00
Lease and License Fees received		19,291.00		21,293.00
		31,663.00		41,281.00
Less:				
Purchases of Fixed Assets		(365.00)		-
GST paid on sale of fixed assets		(77.00)		-
Net cash from Investing Activities		31,221.00		41,281.00
C. CASH FLOW FROM FINANCING ACTIVITIES :-				
Proceeds from Long Term Borrowing		-		-
Repayment from Long Term Borrowing		-		-
Short term Borrowing		-		-
Net cash from (used in) Financing Activities		-		-
Net (Decrease)/Increase in Cash & Cash Equivalent (A+B+C)		1,282.00		(880.00)
Opening Balance of Cash & Cash Equivalents		120.00		1,000.00
Closing Balance of Cash & Cash Equivalents		1,402.00		120.00

Significant Accounting Policies

3

The accompanying notes (1-35) forms integral part of the Consolidated Ind AS financial statements

- Figures in brackets represent cash out flows
- The above Cash Flow statement has been prepared under the "Indirect Method" set out in Indian Accounting Standard (Ind AS-7) on Statement on Cash Flows issued by the Institute of Chartered Accountants of India.
- The previous year's figures have been regrouped and reclassified wherever necessary
- Cash and cash equivalents include cash on hand and bank balances. (Refer Note 5)

As per our report of even date attached
FOR CHAUDHARY PANDIYA & CO.
CHARTERED ACCOUNTANTS
FRN-001903-C

For and on behalf of the Board of Directors

A.K.PANDIYA
PARTNER
M.No.070747

Sudhir Kumar Parasrampur
Director
DIN: 00358982

Parwati Parasrampur
Managing Director
DIN: 00359065

Place : Kanpur
Date : 13.08.2020
UDIN : 20070747AAAACK1857

Ipsa Arun
Company Secretary

Ankit Poddar
CFO

MAGNANIMOUS TRADE & FINANCE LTD.

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2020

NOTE NO. "5" : Cash & cash equivalents

(Rupees in hundreds)

Particulars	As at March 31, 2020	As at March 31, 2019	As at April 1, 2018
(i) Cash on hand (As certified by the management)			
Jaipur	1,058.00	612.00	596.00
Head Office, Karpur	80.00	201.00	105.00
(ii) Bank Overdraft (HDFC Bank Ltd.)	264.00	(593.00)	(51.00)
Total Rupees :-	1,402.00	120.00	1,000.00

NOTE NO. "6" : LOANS

NOTE NO. 6 - Loans

		As at March 31, 2020					
		At Fair Value					
	Amortised Cost	Through OCI	Through Profit or Loss	Sub-total	At Cost	Total	
(A) (i) Loans repayable on Demand							
Related Parties:							
Bhooramai Durgi Devi Parasrampur Public Charitable Trust	4,40,003.00	-	-	-	-	4,40,003.00	
Parasrampur Gems Intern School (A unit of Bhooramai Durgi Devi Parasrampur Public Charitable Trust)	-	-	-	-	-	-	
(ii) Others							
Shri Prakash Kanodia	14,090.00	-	-	-	-	14,090.00	
Total (A) - Gross	4,54,093.00	-	-	-	-	4,54,093.00	
Less: Impairment loss allowance	(14,090.00)	-	-	-	-	(14,090.00)	
Total (A) - Net	4,40,003.00	-	-	-	-	4,40,003.00	
(B) (i) Unsecured							
Bhooramai Durgi Devi Parasrampur Public Charitable Trust	4,40,003.00	-	-	-	-	4,40,003.00	
Parasrampur Gems Intern School (A unit of Bhooramai Durgi Devi Parasrampur Public Charitable Trust)	-	-	-	-	-	-	
Shri Prakash Kanodia	14,090.00	-	-	-	-	14,090.00	
Total (B) - Gross	4,54,093.00	-	-	-	-	4,54,093.00	
Less: Impairment loss allowance	(14,090.00)	-	-	-	-	(14,090.00)	
Total (B) - Net	4,40,003.00	-	-	-	-	4,40,003.00	
(C) (i) Loans in India							
i) Public Sector	-	-	-	-	-	-	
ii) Others							
Bhooramai Durgi Devi Parasrampur Public Charitable Trust	4,40,003.00	-	-	-	-	4,40,003.00	
Parasrampur Gems Intern School (A unit of Bhooramai Durgi Devi Parasrampur Public Charitable Trust)	-	-	-	-	-	-	
Shri Prakash Kanodia	14,090.00	-	-	-	-	14,090.00	
(ii) Loans outside India	-	-	-	-	-	-	
Total (C) - Gross	4,54,093.00	-	-	-	-	4,54,093.00	
Less: Impairment loss allowance	(14,090.00)	-	-	-	-	(14,090.00)	
Total (C) - Net	4,40,003.00	-	-	-	-	4,40,003.00	

MAGNANIMOUS TRADE & FINANCE LTD.

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2020

(Rupees in hundreds)

		As at March 31, 2019					
		Amortised Cost	At Fair Value		Sub-total	At Cost	Total
			Through OCI	Through Profit or Loss			
(A)	(I) Loans repayable on Demand						
	Related Parties:						
	Bhooramal Durg Devi Parasrampur Public Charitable Trust	2,71,040.00	-	-	-	-	2,71,040.00
	Parasrampur Gems Intern.School (A unit of Bhooramal Durg Devi Parasrampur Public Charitable Trust)	58,397.00	-	-	-	-	58,397.00
	(II) Others						
	Shri Prakash Kanodia	14,090.00	-	-	-	-	14,090.00
	Total (A) - Gross	3,43,527.00	-	-	-	-	3,43,527.00
	Less: Impairment loss allowance	-	-	-	-	-	-
	Total (A) - Net	3,43,527.00	-	-	-	-	3,43,527.00
(B)	(I) Unsecured						
	Bhooramal Durg Devi Parasrampur Public Charitable Trust	2,71,040.00	-	-	-	-	2,71,040.00
	Parasrampur Gems Intern.School (A unit of Bhooramal Durg Devi Parasrampur Public Charitable Trust)	58,397.00	-	-	-	-	58,397.00
	Shri Prakash Kanodia	14,090.00	-	-	-	-	14,090.00
	Total (B) - Gross	3,43,527.00	-	-	-	-	3,43,527.00
	Less: Impairment loss allowance	-	-	-	-	-	-
	Total (B) - Net	3,43,527.00	-	-	-	-	3,43,527.00
(C)	(I) Loans in India						
	i) Public Sector	-	-	-	-	-	-
	ii) Others						
	Bhooramal Durg Devi Parasrampur Public Charitable Trust	2,71,040.00	-	-	-	-	2,71,040.00
	Parasrampur Gems Intern.School (A unit of Bhooramal Durg Devi Parasrampur Public Charitable Trust)	58,397.00	-	-	-	-	58,397.00
	Shri Prakash Kanodia	14,090.00	-	-	-	-	14,090.00
	(II) Loans outside India	-	-	-	-	-	-
	Total (C) - Gross	3,43,527.00	-	-	-	-	3,43,527.00
	Less: Impairment loss allowance	-	-	-	-	-	-
	Total (C) - Net	3,43,527.00	-	-	-	-	3,43,527.00

MAGNANIMOUS TRADE & FINANCE LTD.

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2020

(Rupees in hundred's)

As at April 1, 2018						
	Amortised Cost	At Fair Value		Sub-total	At Cost	Total
		Through OCI	Through Profit or Loss			
(A) (i) Loans repayable on Demand						
Related Parties:						
Bhooramal Durgi Devi Parasrampur Public Charitable Trust	2,61,621.00	-	-	-	-	2,61,621.00
Parasrampur Gems Intern.School (A unit of Bhooramal Durgi Dev Parasrampur Public Charitable Trust);	60,586.00	-	-	-	-	60,586.00
(ii) Others						
Shri Prakash Kanodia	14,090.00	-	-	-	-	14,090.00
Total (A) - Gross	3,36,297.00	-	-	-	-	3,36,297.00
Less: Impairment loss allowance	-	-	-	-	-	-
Total (A) - Net	3,36,297.00	-	-	-	-	3,36,297.00
(B) (i) Unsecured						
Bhooramal Durgi Devi Parasrampur Public Charitable Trust	2,61,621.00	-	-	-	-	2,61,621.00
Parasrampur Gems Intern.School (A unit of Bhooramal Durgi Dev Parasrampur Public Charitable Trust);	60,586.00	-	-	-	-	60,586.00
Shri Prakash Kanodia	14,090.00	-	-	-	-	14,090.00
Total (B) - Gross	3,36,297.00	-	-	-	-	3,36,297.00
Less: Impairment loss allowance	-	-	-	-	-	-
Total (B) - Net	3,36,297.00	-	-	-	-	3,36,297.00
(C) (i) Loans in India						
i) Public Sector	-	-	-	-	-	-
ii) Others						
Bhooramal Durgi Devi Parasrampur Public Charitable Trust	2,61,621.00	-	-	-	-	2,61,621.00
Parasrampur Gems Intern.School (A unit of Bhooramal Durgi Dev Parasrampur Public Charitable Trust);	60,586.00	-	-	-	-	60,586.00
Shri Prakash Kanodia	14,090.00	-	-	-	-	14,090.00
(ii) Loans outside India	-	-	-	-	-	-
Total (C) - Gross	3,36,297.00	-	-	-	-	3,36,297.00
Less: Impairment loss allowance	-	-	-	-	-	-
Total (C) - Net	3,36,297.00	-	-	-	-	3,36,297.00

MAGNANIMOUS TRADE & FINANCE LTD.

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2020

NOTE NO. "7" : INVESTMENTS

(Rupees in hundreds)

	As at March 31, 2020				
	At Fair Value				Total
	Amortised Cost	Through OCI	Through Profit or Loss	Sub-total	
Debt Securities					
Equity Instruments					
(i) Associates					
Macro International Ltd.				175,852.00	
Add: Capital Reserve created on acquisition					
Add/(Less): Share of Profit/(Loss) on associates				(855.00)	1,74,897.00
Amber Mercantiles Ltd.				10,305.00	
Add: Capital Reserve created on acquisition					
Add/(Less): Share of Profit/(Loss) on associates					
(ii) Others		15,003.00		15,003.00	10,305.00
Total (A) - Gross		15,003.00		15,003.00	15,003.00
(i) Investments outside India					
(ii) Investments in India		15,003.00		15,003.00	1,85,202.00
Total (B) - Gross		15,003.00		15,003.00	2,00,205.00
Total (A) to tally with (B)					2,00,205.00
Less: Allowance for impairment loss (C)		(15,003.00)		(15,003.00)	(25,308.00)
Total - Net D=(A)-(C)					1,74,897.00
					1,74,897.00
As at March 31, 2019					
	At Fair Value				Total
	Amortised Cost	Through OCI	Through Profit or Loss	Sub-total	
Debt Securities					
Equity Instruments					
(i) Associates					
Macro International Ltd.				1,78,638.00	
Add: Capital Reserve created on acquisition					
Add/(Less): Share of Profit/(Loss) on associates				(2,786.30)	1,75,852.00
Amber Mercantiles Ltd.				10,305.00	
Add: Capital Reserve created on acquisition					
Add/(Less): Share of Profit/(Loss) on associates					
(ii) Others		15,003.00		15,003.00	10,305.00
Total (A) - Gross		15,003.00		15,003.00	15,003.00
(i) Investments outside India					
(ii) Investments in India		15,003.00		15,003.00	1,86,157.00
Total (B) - Gross		15,003.00		15,003.00	2,01,160.00
Total (A) to tally with (B)					2,01,160.00
Less: Allowance for impairment loss (C)		(15,003.00)		(15,003.00)	(18,932.00)
Total - Net D=(A)-(C)					1,82,228.00
					1,82,228.00

MAGNANIMOUS TRADE & FINANCE LTD.

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

(Rupees in hundreds)

	As at April 1, 2018			
	Amortised Cost	Through OCI	Through Profit or Loss	Sub-total
Debt Securities				
Equity Instruments				
i) Associates				
Macro International Ltd.			82,113.00	
Add: Capital Reserve created on acquisition			96,749.00	
Add(Less): Share of Profit/(Loss) on associates			(224.30)	
Amor Mercantiles Ltd.			10,305.00	
Add: Capital Reserve created on acquisition			26,173.00	
Add(Less): Share of Profit/(Loss) on associates			(26,173.30)	
ii) Others		15,003.00		15,003.00
Total (A) - Gross		15,003.00		15,003.00
(i) Investments outside India				
(ii) Investments in India		15,003.00		15,003.00
Total (B) - Gross		15,003.00		15,003.00
Total (A) to tally with (B)		15,003.00		15,003.00
Less: Allowance for impairment loss (C)		(15,003.00)		(15,003.00)
Total Net De(A)-(C)				1,85,014.00

EQUITY INSTRUMENTS

Particulars	As at March 31, 2020		As at March 31, 2019		As at April 01, 2018	
	Units	Amount	Units	Amount	Units	Amount
Associates						
Quoted						
Macro International Exports Ltd	13,48,530	82,113.00	13,48,530	82,113.00	13,48,500	82,113.00
Unquoted						
Amor Mercantiles Ltd.	2,57,630	10,305.00	2,57,630	10,305.00	2,57,630	10,305.00
Subtotal	16,06,160	92,418.00	16,06,160	92,418.00	16,06,130	92,418.00
Others						
Quoted						
G.T.C.Ltd.	40	12.00	40	12.00	40	12.00
Unquoted						
Shri Gaudam Moors	7,000	350.00	7,000	350.00	7,000	350.00
Shri Gaudam Moors	11,950	11,950.00	11,950	11,950.00	11,950	11,950.00
Radha Roller Flour Mills (P) Ltd	4,530	2,462.80	4,530	2,462.80	4,530	2,462.80
Shriyam Securities & Finance Ltd.	3,800	228.00	3,800	228.00	3,800	228.00
Vivek Sarikar Samiti Ltd	1	1.00	1	1.00	1	1.00
Subtotal	27,321	15,003.00	27,321	15,003.00	27,321	15,003.00
Total	16,33,481	1,07,421.00	16,33,481	1,07,421.00	16,33,451	1,07,421.00

Notes:

The equity securities which are not held for trading, and for which the company has made an irrevocable election at initial recognition to recognise changes in fair value through OCI rather than profit or loss as these are strategic investments and the Company considered this to be more relevant.

MAGNANIMOUS TRADE & FINANCE LTD.

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2020

NOTE NO. "8" : Other financial assets			(Rupees in hundreds)		
Particulars	As at March 31, 2020	As at March 31, 2019	As at April 1, 2018		
Security Deposits					
Electricity	56.00	11.00	11.00		
Telephone	25.00	55.00	55.00		
Reliance Infocom Ltd.	623.00	1,914.00	225.00		
Rates & Taxes Receivable	1,021.00	1,111.00	1,206.00		
Leave & License Fee	1,010.00	693.00	922.00		
BSE Ltd.	307.00	-	-		
Mukesh Agarwal	500.00	-	-		
Total Rupees :-	3,542.00	3,784.00	2,419.00		

NOTE NO. "9" : Inventories		As at March 31, 2020	As at March 31, 2019	As at April 1, 2018
Particulars				
a) Shares	5,882.00	5,882.00	7,840.00	
b) Shares-Amber Mercantiles Limited	9,924.00	13,030.00	3,000.00	
Add: Capital Reserve created on acquisition	-	-	13,320.00	
Add/(Less): Share of Profit/(Loss) on associates	(3,667.00)	(3,106.00)	(3,290.00)	
	6,257.00	9,924.00	13,030.00	
b) Shops & Office at Plaza Kalpana, Kanpur	1,28,001.00	1,62,026.00	1,62,026.00	
c) Car parking space at Plaza Kalpana, Kanpur	1,750.00	1,750.00	1,750.00	
d) Flats & Offices at Jaipur D - 1	16,608.00	16,608.00	16,608.00	
Total Rupees :-	1,58,498.00	1,96,190.00	2,01,254.00	

NOTE NO. "10" : Deferred tax assets		As at March 31, 2020	As at March 31, 2019	As at April 1, 2018
Particulars				
Deferred Tax Asset/(Liabilities) in relation to				
Provision for employee benefits	1,047.00	1,126.00	1,309.00	
Property, Plant & Equipment	303.00	228.00	1,769.00	
MAI credit entitlement	-	4,376.00	3,971.00	
Total Rupees :-	1,350.00	5,730.00	7,048.00	

NOTE NO. "11" : Investment Property		As at March 31, 2020	As at March 31, 2019	As at April 1, 2018
Particulars				
Gross carrying amount				
Deemed Cost	1,31,496.00	1,31,496.00	1,31,496.00	
Additions	-	-	-	
Disposals and transfers	-	-	-	
Closing gross carrying amount	1,31,496.00	1,31,496.00	1,31,496.00	
Accumulated amortisation	-	-	-	
Amortisation during the year	-	-	-	
Impairment during the year	-	-	-	
Disposals and transfers	-	-	-	
Closing accumulated depreciation/impairment	-	-	-	
Net carrying amount	1,31,496.00	1,31,496.00	1,31,496.00	

Notes:

i) On transition date the company has elected to carry previous GAAP carrying amount as deemed cost.

ii) The company has not carried out the valuation activity to assess the value of its Investment in Land.

Information regarding Income & Expenditure of Investment Property

Particulars	As at March 31, 2020	As at March 31, 2019	As at April 1, 2018
Rental Income derived from investment property	-	6,000.00	3,960.00
Direct Operating expenses associated with rental income	-	-	-
Profit/(Loss) arising from sale of investment property	-	-	-
Impairment during the year	-	-	-
Depreciation during the year	-	-	-
Profit/(Loss) arising from investment property before indirect expenses	-	6,000.00	3,960.00

MAGNANIMOUS TRADE & FINANCE LTD.

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2020

NOTE NO. 12 - Property, plant and equipment

(Rupess in hundreds)

Particulars	Air Conditioner	Cell phone	Computer	File fighting Equipment	Inventory	LED TV	Office Equipment	Motor Cars	Cover	Electrical EP&S	Furniture Fixture	Motor Cycle	Plant & Machinery	Scooter	Telephone	Motor Machine	Total
Gross block at cost																	
Deemed cost as at April 01, 2018	1,060.00	2,191.00	3,063.00	2,691.00	63.00	360.00	662.00	41,073.00	264.00	41.00	1,704.00	334.00	1,112.00	300.00	99.00	1,700.00	27,092.00
Additions	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Disposals	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
As at March 31, 2019	1,060.00	2,191.00	3,063.00	2,691.00	63.00	360.00	662.00	41,073.00	264.00	41.00	1,704.00	334.00	1,112.00	300.00	99.00	1,700.00	27,092.00
Additions	-	365.00	-	-	-	-	-	-	-	-	-	-	-	-	-	-	365.00
Disposals	-	(2,049.00)	(2,070.20)	-	-	-	(457.00)	(11,473.00)	(224.00)	(41.00)	(1,704.00)	(334.00)	(1,112.00)	(300.00)	(99.00)	(1,700.00)	(22,300.00)
As at March 31, 2020	1,060.00	510.00	992.80	2,691.00	63.00	360.00	205.00	-	-	-	-	-	-	-	-	-	5,077.80
Accumulated depreciation																	
As at April 01, 2018	927.00	1,533.00	3,793.00	1,667.00	41.00	520.00	494.00	10,899.00	176.00	39.00	1,620.00	317.00	934.00	313.00	83.00	1,615.00	24,782.00
Charge for the year	32.00	122.00	-	187.00	4.00	7.00	26.00	-	6.00	-	-	-	37.00	-	3.00	-	434.00
Disposals	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
As at March 31, 2019	959.00	1,655.00	3,793.00	1,854.00	45.00	527.00	520.00	10,899.00	182.00	39.00	1,620.00	317.00	971.00	313.00	86.00	1,615.00	25,216.00
Charge for the year	24.00	46.00	-	53.00	3.00	6.00	21.00	-	-	-	-	-	-	-	-	-	25.00
Disposals	-	-	-	-	-	-	-	(10,888.00)	-	-	-	-	-	-	-	-	(10,888.00)
Impairment	-	(1,520.00)	(2,863.20)	-	-	-	(447.00)	-	(62.00)	(38.00)	(1,620.00)	(317.00)	(971.00)	(313.00)	(86.00)	(1,615.00)	(7,045.00)
As at March 31, 2020	983.00	119.00	930.80	2,026.00	48.00	533.00	540.00	-	-	-	-	-	-	-	-	-	4,524.00
Net Block																	
As at April 01, 2018	143.00	658.00	67.00	1,044.00	22.00	40.00	168.00	574.00	28.00	2.00	84.00	17.00	176.00	17.00	13.00	85.00	3,095.00
As at March 31, 2019	109.00	534.00	67.00	817.00	10.00	33.00	142.00	574.00	22.00	2.00	84.00	17.00	141.00	17.00	13.00	85.00	2,875.00
As at March 31, 2020	95.00	415.00	50.00	665.00	15.00	27.00	98.00	-	-	-	-	-	-	-	-	-	1,833.00

MAGNANIMOUS TRADE & FINANCE LTD.

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2020

NOTE NO. "13" : Other non-financial assets				(Rupees in hundreds)
Particulars	As at March 31, 2020	As at March 31, 2019	As at April 1, 2018	
Prepaid Expenses	-	74.00	77.00	
Balances with government authorities				
-T.D.S. For A.Y. 2004-2005	880.00	880.00	880.00	
-T.D.S. For A.Y. 2011-2012	478.00	478.00	478.00	
-Income Tax Receivable (A.Y. 2008-09)	333.00	333.00	333.00	
-Advance Income Tax A.Y. 2018-19	-	1,172.00	-	
Other Receivables				
-SPFL Securities Ltd.	-	-	9.00	
Total Rupees :-	1,691.00	2,937.00	1,777.00	

NOTE NO. "14" : Other Financial Liabilities				
Particulars	As at March 31, 2020	As at March 31, 2019	As at April 1, 2018	
Security Deposits received	1,830.00	3,225.00	3,603.00	
Advance against sale of office at Plaza	1,010.00	-	-	
Beetal Financial & Computer Services Pvt. Ltd.	4.00	53.00	61.00	
J. Loyalka & Co.	641.00	101.00	425.00	
Khandelwal Consultants	-	-	240.00	
M.K.J.P. & Associates	220.00	545.00	140.00	
P.R. Advertisers	348.00	-	-	
Pankaj Maik & Co.	27.00	-	-	
Parasrampur Gerns International School (Related Party)	188.00	-	-	
S.K. Gupta & Co.	432.00	216.00	106.00	
Chaudhary Pandiya & Co.	378.00	307.00	460.00	
Total Rupees :-	5,078.00	4,447.00	5,035.00	

NOTE NO. "15" : Provisions				
Particulars	As at March 31, 2020	As at March 31, 2019	As at April 1, 2018	
Provision for employee benefits				
Gratuity Payable	4,026.00	4,331.00	4,355.00	
Provision for expenses	1,753.00	37.00	88.00	
Total Rupees :-	5,779.00	4,368.00	4,443.00	

The movement in Provision for employee benefits during 2019-20 and 2018-19 is as follows:

	Amount
As at April 01, 2018	4,355.00
Additions	705.00
Reversed	-
Utilised	729.00
As at March 31, 2019	4,331.00
Additions	695.00
Reversed	-
Utilised	1,000.00
As at March 31, 2020	4,026.00

NOTE NO. "16" : Other Non-financial liabilities				
Particulars	As at March 31, 2020	As at March 31, 2019	As at April 1, 2018	
Statutory Dues Payable				
-CGST payable	68.00	171.00	-	
-SGST payable	68.00	171.00	-	
-TDS Payable	320.00	366.00	671.00	
Other Dues				
-Parwati Parasrampur	-	-	136.00	
	456.00	708.00	807.00	

MAGNANIMOUS TRADE & FINANCE LTD.

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2020

(Rupees in: hundreds)

NOTE NO. 17: Equity share capital

16.1 The reconciliation of equity shares outstanding at the beginning and at the end of the period

Particulars	As at March 31, 2020	As at March 31, 2019	As at April 1, 2018
AUTHORISED			
23,70,000 (March 31, 2019 & April 01, 2018: 23,70,000,000) Equity shares of ₹ 10/- each	2,37,000.00	2,37,000.00	2,37,000.00
ISSUED, SUBSCRIBED & PAID UP			
7,47,387 (March 31, 2019 & April 01, 2018: 7,47,387) Equity shares of ₹ 10/- each			
4,48,000 (March 31, 2019 & April 01, 2018: 4,48,000) Equity shares of ₹ 10/- each	44,800.00	44,800.00	44,800.00
2,99,387 (March 31, 2019 & April 01, 2018: 2,99,387) Equity shares of ₹ 10/- each	29,939.00	29,939.00	29,939.00
(Issued to the shareholders of intersee companies on merger / Amalgamation of four companies as per Hon. High Court of Kolkata order)			
2,04,081 (March 31, 2019 & April 01, 2018: 2,04,081) Bonus shares of ₹ 10/- each	20,408.00	20,408.00	20,408.00
(3.1 shares issued to shareholders other than promoters)			
	95,147.00	95,147.00	95,147.00

53

16.2 Terms/ rights attached to equity shares

The Company has only one class of equity shares having a par value of ₹ 10/- per share. All these shares have the same rights and preferences with respect to the payment of dividend, repayment of capital and voting. In the event of liquidation of the Company, the holders of equity shares will be entitled to receive any of the remaining assets of the Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

16.3 Reconciliation of the number of Equity shares and of Equity share capital amount outstanding at the beginning and at the end of the year

Particulars	In Numbers	Amount
As at April 01, 2018	9,51,468.00	95,147.00
Shares issued		
As at March 31, 2019	9,51,468.00	95,147.00
Shares issued		
As at March 31, 2020	9,51,468.00	95,147.00

16.4 Details of Equity shareholders holding more than 5% shares in the company

Particulars				
As at March 31, 2020				
No. of shares held				
% holding in the class				
As at March 31, 2019				
No. of shares held				
% holding in the class				
As at April 1, 2018				
No. of shares held				
% holding in the class				
Amber Mercantiles Ltd.	1,36,593.00	14.36%	1,36,593.00	14.36%
Beopar Sahayak Pvt. Ltd.	54,288.00	5.71%	54,288.00	5.71%
Jai Narain Parasramputra (HUF)	64,275.00	6.76%	64,275.00	6.76%
Parwati Parasramputra	88,592.00	9.31%	88,592.00	9.31%
Pranod Kumar	72,816.00	7.65%	72,816.00	7.65%
Shashank Parasramputra	2,07,161.00	21.77%	2,07,161.00	21.77%
Sudhir Kumar Parasramputra	1,03,226.00	10.85%	1,03,226.00	10.85%

MAGNANIMOUS TRADE & FINANCE LTD.

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2020

NOTE NO. "18": Other Equity		(Rupees in hundreds)		
Particulars	As at March 31, 2020	As at March 31, 2019	As at April 1, 2018	
Capital Reserve				
(Arising on amalgamation of four companies as per Hon. High Court of Kolkata order)				
Balance at the beginning of the year	2,51,785.00	2,51,785.00	2,51,785.00	
Additions during the year	-	-	-	
Balance at the end of the year	2,51,785.00	2,51,785.00	2,51,785.00	
General Reserve				
(Arising on amalgamation of four companies as per Hon. High Court of Kolkata order)				
Balance at the beginning of the year	3,16,597.00	3,16,597.00	3,16,597.00	
Additions during the year	-	-	-	
Balance at the end of the year	3,16,597.00	3,16,597.00	3,16,597.00	
Capital Reserve on account of acquisition of shares of associate companies				
Macro International Ltd				
Balance at the beginning of the year	96,749.00	96,749.00	-	
Add: Capital Reserve created	-	-	96,749.00	
Balance at the end of the year	96,749.00	96,749.00	96,749.00	
Amber Mercantiles Ltd				
Balance at the beginning of the year	39,493.00	39,493.00	-	
Add: Capital Reserve created	-	-	39,493.00	
Balance at the end of the year	39,493.00	39,493.00	39,493.00	
Total at the end of the year	1,36,242.00	1,36,242.00	1,36,242.00	
Statutory Reserve				
Balance at the beginning of the year	47,835.00	46,751.00	45,016.00	
Add: Transfer from Retained earnings	11,016.00	1,084.00	1,735.00	
Balance at the end of the year	58,851.00	47,835.00	46,751.00	
Retained Earnings				
Balance at the beginning of the year	12,215.00	13,769.00	36,514.00	
Adjustment on account of impairment of investments in associates	(6,377.00)	-	-	
Adjustment on account of taxes	387.00	-	-	
Add: Profit for the period	50,459.00	(470.00)	(21,010.00)	
Less: Appropriation				
Transfer to Statutory Reserve	(11,016.00)	(1,084.00)	(1,735.00)	
Total appropriations	33,453.00	(1,554.00)	(22,745.00)	
Balance at the end of the year	45,668.00	12,215.00	13,769.00	
Other Comprehensive Income				
Balance at the beginning of the year	-	-	-	
Add: Addition during the year	-	-	-	
Balance at the end of the year	-	-	-	
Total	8,09,143.00	7,64,674.00	7,65,144.00	

17.1 Nature and purpose of reserve

General Reserve

Under the erstwhile Companies Act 1956, general reserve was created through an annual transfer of profit for the period at a specified percentage in accordance with applicable regulations. Consequent to introduction of Companies Act 2013, the requirement to mandatorily transfer a specified percentage of the net profit to general reserve has been withdrawn. However, the amount previously transferred to the general reserve can be utilised only in accordance with the specific requirements of Companies Act, 2013.

Statutory reserve

Statutory Reserve represents the Reserve Fund created under Section 45 IC of the Reserve Bank of India Act, 1934. Accordingly an amount representing 20% of Profit for the period is transferred to the fund for the year.

Retained earnings

This Reserve represents the cumulative profits of the Company. This Reserve can be utilized in accordance with the provisions of the Companies Act 2013.

FVOCI equity investments

The company has elected to recognise changes in the fair value of certain investments in equity securities in other comprehensive income. These changes are accumulated within the FVOCI equity investments reserve within equity. The company transfers amounts from this reserve to retained earnings when the relevant equity securities are derecognised.

MAGNANIMOUS TRADE & FINANCE LTD.

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2020

NOTE NO. "19" : Interest Income

(Rupees in: hundreds)

Particulars	Year ended March 31, 2020				Year ended March 31, 2019			
	On financial asset measured at fair value through OCI	On financial asset measured at amortised cost	Interest income on financial assets classified at fair value through profit or loss	Total	On financial asset measured at fair value through OCI	On financial asset measured at amortised cost	Interest income on financial assets classified at fair value through profit or loss	Total
Interest on loans	-	11,178.00	-	11,178.00	-	12,866.00	-	12,866.00
Interest on Income Tax Refund	-	-	194.00	194.00	-	-	-	-
Interest on offer for sale of shares	-	-	-	-	-	-	1,121.00	1,121.00
Total Rupees :-	-	11,178.00	194.00	11,372.00	-	12,866.00	1,121.00	13,987.00

MAGNANIMOUS TRADE & FINANCE LTD.

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2020

NOTE NO. "20" : Sales

(Rupees in hundreds)

Particulars	Year ended March 31, 2020	Year ended March 31, 2019
Office	1,29,640.00	-
Shares	-	1,880.00
Total Rupees :-	1,29,640.00	1,880.00

NOTE NO. "21" : Other Income

Particulars	Year ended March 31, 2020	Year ended March 31, 2019
Lease & Licence Fee	19,291.00	21,293.00
Rent received	-	6,000.00
Profit on sale of motor car	350.00	-
Total Rupees :-	19,641.00	27,293.00

NOTE NO. "22" : Employee benefits expenses

Particulars	Year ended March 31, 2020	Year ended March 31, 2019
Salaries	9,816.00	8,522.00
Bonus	710.00	722.00
Staff Welfare Expenses	240.00	282.00
Director's Remuneration	6,000.00	6,000.00
Gratuity	695.00	705.00
Total Rupees :-	17,461.00	16,231.00

NOTE NO. "23" : Depreciation, amortization and impairment

Particulars	Year ended March 31, 2020	Year ended March 31, 2019
Depreciation of tangible assets	251.00	424.00
Impairment of tangible assets	862.00	-
Total Rupees :-	1,113.00	424.00

MAGNANIMO S TRADE FINANCE LTD.

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2020

NOTE NO. "24" : Other Expenses			(Rupees in hundreds)
Particulars	Year ended March 31, 2020	Year ended March 31, 2019	
Payment to auditors			
(i) Statutory Audit Fee	236.00	236.00	
(ii) Other charges	-	142.00	
Advertisement	1,104.00	1,013.00	
Bank Charges	-	2.00	
Brokerage	651.00	-	
Building Maintenance	1,619.00	1,844.00	
Cellphone Expenses	223.00	199.00	
Conveyance	304.00	347.00	
Courier	186.00	-	
Donation	1,000.00	250.00	
Electric Expenses	664.00	905.00	
House & water Tax	74.00	74.00	
Insurance	193.00	144.00	
Miscellaneous amount written off	-	247.00	
Miscellaneous Expenses	3.00	100.00	
Office Expenses	134.00	194.00	
Office Maintenance	-	113.00	
Postage & Courier	-	125.00	
Printing & Stationery	294.00	285.00	
Professional Charges	2,932.00	3,235.00	
Rates & Taxes	262.00	235.00	
Rent	120.00	120.00	
Repairs & Maintenance (Building)	3,024.00	-	
RTA Charges	295.00	277.00	
Shares Listing Fee	3,988.00	3,280.00	
Telephone Charges	37.00	77.00	
Travelling Expense	3,095.00	1,780.00	
Vehicle Running & Maintenance	592.00	832.00	
Website updation charges	123.00	145.00	
Total Rupees :-	21,153.00	16,201.00	

NOTE NO. "25" : Income Tax

The components of income tax expense for the year ended March 31, 2020 and year ended March 31, 2019 are:

Particulars	Year ended March 31, 2020	Year ended March 31, 2019
Current tax	17,557.00	1,201.00
Adjustment in respect of current income tax of prior years	169.00	-
Deferred tax relating to origination and reversal of temporary differences	4.00	1,724.00
Income tax expense reported in statement of profit and loss	17,730.00	2,925.00
Income tax recognised in other comprehensive income (OCI)		
Deferred tax related to items recognised in OCI during the period:		
-Fair value changes on equity instruments through other comprehensive income	-	-
Income tax charged to OCI	-	-

Reconciliation of the total tax charge:

The tax charge shown in the Statement of Profit and Loss differ from the tax charge that would apply if all the profits had been charged at India corporate tax rate. A reconciliation between the tax expense and the accounting profit multiplied by India's domestic tax rate for the year ended March 31, 2020 and year ended March 31, 2019 is, as follows:

Particulars	Year ended March 31, 2020	Year ended March 31, 2019
Accounting profit before tax	68,189.00	8,347.00
Expenses disallowed in Income tax act	4,782.00	3,983.00
Adjustments/Deductions in respect of current income tax of previous year	(7,514.00)	(7,710.00)
Business loss of previous years adjusted	(2,551.00)	-
Taxable Profit/(Loss)	62,906.00	4,620.00
India's statutory income tax rate	26.00%	26.00%
Income tax expense reported in the Statement of Profit and Loss	(17,557.00)	(1,201.00)

MAGNANIMOUS TRADE & FINANCE LTD.

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2020

Significant components of net deferred tax assets and liabilities for the year ended March 31, 2020 are as follows: (Rupees in hundreds)

Particulars	As at March 31, 2020	As at March 31, 2019
Employee Benefit Obligations		
Opening balance	1,126.00	1,309.00
Recognised in Profit/Loss	(79.00)	(183.00)
Recognised in Other Comprehensive Income	-	-
Closing balance (A)	1,047.00	1,126.00
Property, Plant and Equipment		
Opening balance	228.00	1,768.00
Recognised in Profit/Loss	75.00	(1,540.00)
Recognised in Other Comprehensive Income	-	-
Closing balance (B)	303.00	228.00
MAT credit entitlement		
Opening balance	4,376.00	3,971.00
Error rectified through Retained Earnings	387.00	-
Recognised in Profit/Loss	(4,763.00)	405.00
Recognised in Other Comprehensive Income	-	-
Closing balance (C)	-	4,376.00
Deferred Tax Assets (Net) (A+B+C)	1,350.00	5,730.00

NOTE NO. "26" : Earnings per share

Particulars	As at March 31, 2020	As at March 31, 2019
Net profit attributable to ordinary equity holders	39,443.00	(1,554.00)
Weighted average number of equity shares for basic earnings per share	9,51,468.00	9,51,468.00
Effect of dilution:	-	-
Weighted average number of equity shares for diluted earnings per share	9,51,468.00	9,51,468.00
Earnings per share:		
-Basic earnings per share (Rs.)	4.15	(0.16)
-Diluted earnings per share (Rs.)	4.15	(0.16)

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2020

MAGNANIMOUS TRADE & FINANCE LTD.

Note 27

Related Party Transactions

A. List of Related parties and their relationship:

Names of Related parties

(a) Associates

1. Kio to International Export, Limited
2. Amber Mercantile Limited

(b) Key Management Personnel Designation

1. Sudip Kumar Prasad
2. Gaurav Kumar
3. Gaurav Kumar
4. Pradeep Kumar Dada

(c) Entities over which significant influence is exercised by key management personnel or their relatives

1. Bhacchan Durg Devi Patidar's Public Charitable Trust
2. Bhacchan Durg Devi Patidar's Public Charitable School

(d) Relatives of Key Management Personnel

1. Sushant Kumar Prasad & Sudip Kumar Prasad's family & personal firms/properties
2. Ritu Datta's family & personal firms/properties
3. Pradeep Kumar Dada's family & personal firms/properties
4. Abhishek Datta's family & personal firms/properties
5. Deepak Datta's family & personal firms/properties

Related Party transactions during the year:

Particulars	Key Management Personnel		Relatives of Key Management Personnel		Entities over which Key Management has significant influence		Associates	
	Year Ended March 31, 2020	Year Ended March 31, 2019	Year Ended March 31, 2020	Year Ended March 31, 2019	Year Ended March 31, 2020	Year Ended March 31, 2019	Year Ended March 31, 2020	Year Ended March 31, 2019
Purchase of Travel Tickets, Travel Arrangements and Accommodation Facilities for Company Executives, Directors, Employees	3,095,000	1,780,000	-	-	-	-	-	-
Director's Remuneration	6,000,000	6,000,000	-	-	-	-	-	-
Staff welfare expenses	153,000	4,700	-	-	-	-	-	-
Rent payment of expenses	770,000	99,000	-	-	-	-	-	-
Lease rent received	-	-	-	-	-	-	-	-
Interest received on Loan	-	-	-	-	-	-	-	-
Loans given	-	-	-	-	-	-	-	-
Loans received	-	-	-	-	-	-	-	-
Assets payment received-redeemable	-	-	-	-	-	-	-	-
Loan given	-	-	-	-	-	-	-	-
Electricity charges received	-	-	-	-	-	-	-	-
Rent received	-	-	-	-	-	-	-	-

Note

a) Related parties have been identified on the basis of the declaration received by the management and other records available.

Balance outstanding as at the year-end: Asset: (Liability)

Particulars	Key Management Personnel		Relatives of Key Management Personnel		Entities over which Key Management has significant influence		Associates	
	As at March 31, 2020	As at March 31, 2019	As at March 31, 2020	As at March 31, 2019	As at March 31, 2020	As at March 31, 2019	As at March 31, 2020	As at March 31, 2019
Investments in Equity Shares	-	-	-	-	-	-	-	-
Investments by associate in equity shares of the company	-	-	-	-	-	-	-	-
Long term debt given	-	-	-	-	-	-	-	-
Amounts payable (net) to related parties	-	-	-	-	-	-	-	-

Note

a) Related parties have been identified on the basis of the declaration received by the management and other records available.

NOTES

Forming part of consolidated Ind AS financial statements for the year ended March 31, 2020

1. Corporate Information

Magnanimous Trade & Finance Limited ("the Company") was incorporated as a public company limited by shares on July 23rd, 1985. The Company obtained permission from the Reserve Bank of India for carrying on the business of Non-Banking Financial Institution on 02-05-1998 vide Regn No. 05.01962. The Company is registered as a Non-Deposit Taking Company. The Registered Office of the Company is at D-1, Moti Lal Atal Road, Behind Hotel Neelam, Jaipur - 302001, Rajasthan, India. The equity shares of the Company are listed on BSE Limited from April 17th, 1986, delisted in 2001 and again relisted on June 17th, 2013.

Basis of Consolidation

The Consolidated financial statements relate to Magnanimous Trade & Finance Limited and its associates which constitute the "Group" hereinafter. Following associate companies have been considered in the preparation of the consolidated financial statements:-

Name of the Company	Relationship with the company	% of holding as at March 31, 2020	% of holding as at March 31, 2019
Macro International Limited	Associate Company	33.93%	33.93%
Amber Mercantiles Limited	Associate Company	28.60%	28.60%

Amber Mercantiles Limited has 14.36% holding in Magnanimous Trade & Finance Limited.

2. Basis of preparation and presentation

2.1. Statement of Compliance

The consolidated financial statements of the Company have been prepared in accordance with Indian Accounting Standards (Ind-AS) notified under Section 133 of the Companies Act, 2013 (the "Act") [Companies (Indian Accounting Standards) Rules, 2015 (as amended from time to time)] and other relevant provisions of the Act.

For all periods up to and including the year ended 31st March, 2019, the Company prepared its consolidated financial statements in accordance with accounting standards notified under the section 133 of the Companies Act 2013, read together with paragraph 7 of the Companies (Accounts) Rules, 2014 (Indian GAAP or previous GAAP). The consolidated financial statements for the year ended 31st March, 2020 are the first financial statement of the Company prepared in accordance with Ind-AS.

2.2. Principles of Consolidation

2.2.1. Associates

Associates are all entities over which the Group has significant influence but not control or joint control.

This is generally the case where the Group holds between 20% and 50% of the voting rights. Investments in associates are accounted for using the equity method of accounting, after initially being recognised at cost.

2.2.2. Equity method

Under the equity method of accounting, the investments are initially recognised at cost and adjusted thereafter to recognise the Group's share of the post-acquisition profits or losses of the investee in profit or loss, and the Group's share of other comprehensive income of the investee in other comprehensive income. Dividends received or receivable from associates are recognised as a reduction in the carrying amount of the investment.

When the Group's share of losses in an equity accounted investment equals or exceeds its interest in the entity, including any other unsecured long-term receivables, the Group does not recognise further losses, unless it has incurred obligations or made payments on behalf of the other entity.

Unrealised gains on transactions between the Group and its associates are eliminated to the extent of the Group's interest in these entities. Unrealised losses are also eliminated unless the transaction provides evidence of an impairment of the asset transferred. Accounting policies of equity accounted investees have been changed where necessary to ensure consistency with the policies adopted by the Group.

NOTES

Forming part of consolidated Ind AS financial statements for the year ended March 31, 2020

2.2.3 Changes in ownership interests

When the Group ceases to equity account for an investment because of a loss of significant influence, any retained interest in the entity is re-measured to its fair value with the change in carrying amount recognised in profit or loss. This fair value becomes the initial carrying-amount for the purposes of subsequently accounting for the retained interest as an associate or financial asset. In addition, any amounts previously recognised in other comprehensive income in respect of that entity are accounted for as if the Group had directly disposed of the related assets or liabilities. This may mean that amounts previously recognised in other comprehensive income are reclassified to profit or loss. If the ownership interest in an associate is reduced but significant influence is retained, only a proportionate share of the amounts previously recognised in other comprehensive income are reclassified to profit or loss where appropriate.

2.3. Basis of measurement

The consolidated financial statements have been prepared on a historical cost basis, except for following assets and liabilities which have been measured at fair value:

- i. fair value through other comprehensive income (FVOCI) instruments,
- ii. other financial assets held for trading,
- iii. financial assets and liabilities designated at fair value through profit or loss (FVTPL)

2.4. Functional and presentation currency

Items included in consolidated Ind-AS financial statements of the company are measured using the currency of the primary economic environment in which the company operates („the functional currency). The consolidated Ind-AS financial statements are presented in Indian Rupees (INR) which is the company's functional and presentation currency and all values are rounded to the nearest hundred, except when otherwise indicated year to year.

3. Significant accounting policies

3.1. Recognition of interest income

The Company recognises interest income by applying the effective interest rate (EIR) to the gross carrying amount of a financial asset and as per year to year financial contracts as agreed by the management.

3.2. Recognition of revenue from sale of goods

Revenue (other than for Financial Instruments within the scope of Ind-AS 109) is measured at an amount that reflects the considerations, to which an entity expects to be entitled in exchange for transferring goods or services to customer, excluding amounts collected on behalf of third parties.

The Company recognises revenue from contracts with customers based on a five-step model as set out in Ind-AS 115:

Step 1: Identify contract(s) with a customer: A contract is defined as an agreement between two or more parties that creates enforceable rights and obligations and sets out the criteria for every contract that must be met.

Step 2: Identify performance obligations in the contract: A performance obligation is a promise in a contract with a customer to transfer a good or service to the customer.

Step 3: Determine the transaction price: The transaction price is the amount of consideration to which the Company expects to be entitled in exchange for transferring promised goods or services to a customer, excluding amounts collected on behalf of third parties.

Step 4: Allocate the transaction price to the performance obligations in the contract: For a contract that has more than one performance obligation, the Company allocates the transaction price to each performance obligation in an amount that depicts the amount of consideration to which the Company expects to be entitled in exchange for satisfying each performance obligation.

Step 5: Recognise revenue when (or as) the Company satisfies a performance obligation. Revenue from contract with customer for rendering services is recognised at a point in time when performance obligation is satisfied.

3.2.1. Recognition of Dividend Income

Dividend Income (including from FVOCI investments) is recognised when the Company's right to receive the payment is established. This is established when it is probable that the economic benefits

NOTES

Forming part of consolidated Ind AS financial statements for the year ended March 31, 2020

associated with the dividend will flow to the entity and the amount of dividend can be measured reliably.

3.3. Financial instruments

A. Financial Assets

3.3.1. Initial recognition and measurement

All financial assets are recognised initially at fair value when the parties become party to the contractual provisions of the financial asset. In case of financial assets which are not recorded at fair value through profit or loss, transaction costs that are directly attributable to the acquisition or issue of the financial assets, are adjusted to the fair value on initial recognition.

3.3.2. Subsequent measurement

The Company classifies its financial assets into various measurement categories. The classification depends on the contractual terms of the financial assets (i.e. cash flows) and the Company's business model for managing financial assets.

a. Financial assets measured at amortised cost

A financial asset is measured at Amortised 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.

b. Financial assets measured at fair value through other comprehensive income (FVOCI)

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

c. Financial assets measured at fair value through profit or loss (FVTPL)

A financial asset which is not classified in any of the above categories are measured at FVTPL.

3.3.3. Investment in Associates

Investments in associate companies are carried at cost and fair value (deemed cost) as per Ind-AS-101 less accumulated impairment losses, if any. Where an indication of impairment exists, the carrying amount of the investment is assessed and written down immediately to its recoverable amount. On disposal of investments in associate companies, the difference between net disposal proceeds and the carrying amounts are recognised in the Statement of Profit and Loss.

3.3.4. Equity Investments

Equity instruments are instruments that meet the definition of equity from the issuer's perspective; that is, instruments that do not contain a contractual obligation to pay and that evidence a residual interest in the issuer's net assets.

The company subsequently measures all equity investments at fair value. Where the company's management has elected to present fair value gains and losses on equity investments in other comprehensive income, there is no subsequent reclassification of fair value gains and losses to profit or loss following the derecognition of the investment.

B. Financial liabilities

3.3.5. Initial recognition and measurement

All financial liabilities are recognized initially at fair value and, in the case of borrowings and payables, net of directly attributable transaction costs.

3.3.6. Subsequent Measurement

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

3.4. Derecognition of financial assets and liabilities

3.4.1. Financial Asset

The Company derecognizes a financial asset when the contractual cash flows from the asset expire or it transfers its rights to receive contractual cash flows from the financial asset in a transaction in which substantially all the risks and rewards of ownership are transferred. Any interest in transferred financial assets that is created or retained by the Company is recognized as a separate asset or liability.

NOTES

Forming part of consolidated Ind AS financial statements for the year ended March 31, 2020

3.4.2. Financial Liability

A financial liability is derecognised when the obligation under the liability is discharged, cancelled or expires. Where an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as de-recognition of the original liability and the recognition of a new liability. The difference between the carrying value of the original financial liability and the consideration paid is recognised in profit or loss.

3.5. Offsetting

Financial assets and financial liabilities are generally reported gross in the balance sheet. Financial assets and liabilities are offset and the net amount is presented in the balance sheet when the Company has a legal right to offset the amounts and intends to settle on a net basis or to realise the asset and settle the liability simultaneously in all the following circumstances:

- a. The normal course of business
- b. The event of default
- c. The event of insolvency or bankruptcy of the Company and/or its counterparties

3.6. Impairment of financial assets

In accordance with Ind-AS 109, the Company uses „Expected Credit Loss model (ECL), for evaluating impairment of financial assets other than those measured at Fair value through profit and loss.

The measurement of ECL reflects:

An unbiased and probability-weighted amount that is determined by evaluating a range of possible outcomes;

The time value of money; and

Reasonable and supportable information that is available without undue cost or effort at the reporting date about past events, current conditions and forecasts of future economic conditions.

The measurement of ECL allowance is an area that requires the use of complex models and significant assumptions about future economic conditions and credit behaviour.

3.6.1. Write-off policy

The company writes off financial assets, in whole or in part, when it has exhausted all practical recovery efforts and has concluded there is no reasonable expectation of recovery. Indicators that there is no reasonable expectation of recovery include (i) ceasing enforcement activity and (ii) where the company's recovery method is foreclosing on collateral and the value of the collateral is such that there is no reasonable expectation of recovering in full.

3.7. Determination of fair value of Financial Instruments

The Company measures financial instruments, such as investments at fair value at each balance sheet date. 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 is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

i. In the principal market for the asset or liability, or

ii. In the absence of a principal market, in the most advantageous market for the asset or liability. The principal or the most advantageous market must be accessible by the Company.

The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest.

A fair value measurement of a non-financial asset takes into account a market participant's ability to generate economic benefits 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.

3.8. Cash and cash equivalents

Cash and cash equivalents comprise of cash at bank and on hand and short-term deposits with an original maturity of three months or less, which are subject to an insignificant risk of changes in value.

For the purpose of the statement of cash flows, cash and cash equivalents consist of cash and short-term deposits, as defined above, net of outstanding bank overdrafts if any, as they are considered an integral part of the Company's cash management.

NOTES

Forming part of consolidated Ind AS financial statements for the year ended March 31, 2020

3.9. Property, plant and equipment

All items of property, plant and equipment are stated at historical cost less depreciation. Historical cost includes expenditure that is directly attributable to the acquisition of the items.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset as appropriate, only when it is probable that future economic benefits associated with the item will flow to the company and the cost of the item can be measured reliably. The carrying amount of any component accounted for as a separate asset is derecognised when replaced. All other repairs and maintenance are charged to profit or loss during the reporting period in which they are incurred.

Transition to Ind-AS

On transition to Ind-AS, the company has elected to continue with the carrying value of all its property, plant and equipment recognised as at April 01, 2018 measured as per the previous GAAP and use that carrying value as the deemed cost of investment properties.

3.9.1. Depreciation

Depreciation on Property, Plant and Equipment is calculated using written down value method (WDV) to write down the cost of property and equipment to their residual values over their estimated useful lives which are in line with the estimated useful life as specified in Schedule II of the Companies Act, 2013.

The estimated useful lives are as follows:

Particulars	Useful life
Furniture and fixture	10 years
Office equipment	15 years
Computer	3 years
Vehicles	15 years
Plant & Machinery	15 years

The company provides pro-rata depreciation from the day the asset is put to use and for any asset sold, till date of sale. The asset's residual values and useful lives are reviewed, and adjusted if appropriate, at the end of each reporting period.

An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

Gains and losses on disposal are determined by comparing proceeds with carrying amount and are recognised in the statement of profit and loss.

3.10. Impairment of non-financial assets: Property, Plant and Equipment

The Company assesses, at each reporting date, whether there is any indication that any Property, Plant and Equipment or group of assets called Cash Generating Units (CGU) maybe impaired. If any such indication exists, or when annual impairment testing for an asset is required, the Company estimates the asset's recoverable amount to determine the extent of impairment, if any.

An asset's recoverable amount is the higher of an asset's or cash generating unit's (CGU) fair value less costs of disposal and its value in use. Recoverable amount is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent of those from other assets or group of assets. When the carrying amount of an asset or CGU exceeds its recoverable amount, the asset is considered impaired and is written down to its recoverable amount.

In assessing value in use, the estimated future cashflows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. In determining fair value less costs of disposal, recent market transactions are taken into account. If no such transactions can be identified, an appropriate valuation model is used. These calculations are corroborated by valuation multiples, quoted share prices for publicly traded companies or other available fair value indicators.

An assessment is made at each reporting date to determine whether there is an indication that previously recognised impairment losses no longer exist or have decreased. If such indication exists, the Company estimates the asset's or CGU's recoverable amount. A previously recognised impairment loss is reversed only if there has been a change in the assumptions used to determine the asset's recoverable amount since the last impairment loss was recognised.

NOTES

Forming part of consolidated Ind AS financial statements for the year ended March 31, 2020

The reversal is limited so that the carrying amount of the asset does not exceed its recoverable amount, nor exceed the carrying amount that would have been determined, net of depreciation, had no impairment loss been recognised for the asset in prior years.

Such reversal is recognised in the statement of profit or loss unless the asset is carried at a revalued amount, in which case, the reversal is treated as a revaluation increase.

3.11. Investment Property

An investment property is accounted for in accordance with cost model. Depreciation on Property, Plant and Equipment is provided in accordance with the provisions of Schedule II of the Companies Act, 2013.

Transition to Ind-AS

On transition to Ind-AS, the company has elected to continue with the carrying value of all its investment properties recognised as at April 01, 2018 measured as per the previous GAAP and use that carrying value as the deemed cost of investment properties.

3.12. Inventories

The company has two categories of assets as mentioned hereunder:

Stock of shares: These are valued at cost.

Stock of Real Estate: These are valued on the basis of cost or net realized value, whichever is lower.

3.13. Borrowing Costs

Borrowing Costs, which are directly attributable to the acquisition / construction of fixed assets, till the time such assets are ready for intended use, are capitalised as part of the cost of the assets. Other borrowing costs are recognised as an expense in the year in which they are incurred. Brokerage costs directly attributable to a borrowing are expensed over the tenure of the borrowing.

3.14. Provisions, contingent liabilities and contingent assets

The Company creates a provision when there is a present obligation as a result of past events and it is probable that there will be outflow of resources and a reliable estimate of the obligation can be made of the amount of the obligation. Contingent liabilities are not recognised but are disclosed in the notes to the Consolidated Ind-AS financial statements. A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. When there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made.

Provisions are reviewed at each balance sheet date and adjusted to reflect the current best estimate. If it is no longer probable that the outflow of resources would be required to settle the obligation, the provision is reversed.

Contingent assets are not recognised nor disclosed in the Consolidated Ind-AS financial statements.

3.15. Employee Benefits Expenses

3.15.1. Short Term Employee Benefits

The undiscounted amount of short term employee benefits expected to be paid in exchange for the services rendered by employees are recognised as an expense during the period when the employees render the services.

3.15.2. Post-Employment Benefits

A. Defined Benefit schemes

Leave Encashment

The company has not provided leave encashment as the employees are not entitled for that due to availment of leaves & there are no pending dues in this account.

Provident Fund

The company has not provided the provident Fund & ESI as the company is not covered under E.P.F. & ESI Act.

Gratuity

The Company provides for gratuity covering eligible employees under which a lumpsum payment is paid to vested employees at retirement, death, incapacitation or termination of employment, of an amount reckoned on the respective employee's salary and his tenor of employment with the Company. The provision of gratuity is being made on the basis of 15 days salary of completed years of service of employees. The management does not see any need of actuarial valuation of the same as the numbers of employees are very few.

NOTES

Forming part of consolidated Ind AS financial statements for the year ended March 31, 2020

3.16. Taxes

Income tax expense represents the sum of current tax and deferred tax

3.16.1 Current Tax

Provision for current tax is made after taking into consideration benefits admissible under the provisions of the Income Tax Act, 1961. Minimum Alternative Tax (MAT) credit entitlement is recognised when there is convincing evidence that the same can be realised in future.

3.16.2 Deferred tax

The recognition of deferred tax assets is based upon whether it is more likely that not that sufficient and suitable taxable profit will be available in the future against which the temporary differences can be deducted. To determine the future taxable profits, reference is made to the latest available profit forecasts. Where the temporary differences are related to losses, relevant tax law is considered to determine the availability of the losses to offset against the future taxable profits. Recognition therefore involves judgement regarding the future financial performance of the particular legal entity or tax group in which the deferred tax asset has been recognised.

3.17. Earnings Per Share

The Company reports basic and diluted earnings per share in accordance with Ind-AS 33 on Earnings per share. Basic EPS 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 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. Dilutive potential equity shares are deemed converted as of the beginning of the period, unless they have been issued at a later date. In computing the diluted earnings per share, only potential equity shares that are dilutive and that either reduces the earnings per share or increases loss per share are included.

3.18. Cash-flow statement

Cash flows are reported using the indirect method, whereby profit before tax is adjusted for the effects of transactions of a non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from regular revenue generating, investing and financing activities of the Company are segregated.

4. Significant accounting judgements, estimates and assumptions

The preparation of consolidated financial statements in conformity with the Ind-AS requires the management to make judgements, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities and the accompanying disclosure and the disclosure of contingent liabilities, at the end of the reporting period. Estimates and underlying assumptions are reviewed on an on-going basis.

Revisions to accounting estimates are recognised in the period in which the estimates are revised if the revision affects only that period or in the period of the revision and future periods if the revision affects both current and future periods. Although these estimates are based on the management's best knowledge of current events and actions, uncertainty about these assumptions and estimates could result in the outcomes requiring a material adjustment to the carrying amounts of assets or liabilities in future periods.

In particular, information about significant areas of estimation, uncertainty and critical judgments in applying accounting policies that have the most significant effect on the amounts recognized in the financial statements is included in the following notes:

4.1. Business Model Assessment

Classification and measurement of financial assets depends on the results of the SPPI and the business model test. The Company determines the business model at a level that reflects how groups of financial assets are managed together to achieve a particular business objective. This assessment includes judgement reflecting all relevant evidence including how the performance of the assets is evaluated and their performance measured, the risks that affect the performance of the assets and how these are managed and how the managers of the assets are compensated. The Company monitors financial assets measured at amortised cost or fair value through other comprehensive income that are derecognised prior to their maturity to understand the reason for their disposal and whether the reasons

NOTES

Forming part of consolidated Ind AS financial statements for the year ended March 31, 2020

are consistent with the objective of the business for which the asset was held. Monitoring is part of the Company's continuous assessment of whether the business model for which the remaining financial assets are held continues to be appropriate and if it is not appropriate whether there has been a change in business model and so a prospective change to the classification of those assets.

4.2. Effective Interest Rate (EIR) method

The Company's EIR methodology recognises interest income using a rate of return that represents the best estimate of a constant rate of return over the expected behavioural life of loans given and recognises the effect of potentially different interest rates at various stages and other characteristics of the product life cycle (including prepayments and penalty interest and charges).

This estimation, by nature, requires an element of judgement regarding the expected behaviour and life-cycle of the instruments, probable fluctuations in collateral value as well as expected changes to India's base rate and other fee income/expense that are integral parts of the instrument.

4.3. Impairment of financial assets using expected credit loss method

The impairment provisions for financial assets are based on assumptions about risk of default and expected loss rates. The company uses judgement in making these assumptions and selecting the inputs to the impairment calculation, based on the Company's history, existing market conditions as well as forward looking estimates at the end of each reporting period.

4.4. Fair value measurement:

When the fair values of financial assets and financial liabilities recorded in the balance sheet cannot be measured based on quoted prices in active markets, their fair value is measured using various valuation techniques. The inputs to these models are taken from observable markets where possible, but where this is not feasible, a degree of judgement is required in establishing fair values. Judgments include considerations of inputs such as liquidity risk, credit risk and volatility. Changes in assumptions about these factors could affect the reported fair value of financial instruments.

4.5. Other estimates:

These include contingent liabilities, useful lives of tangible and intangible assets etc.

NOTES

Forming part of consolidated Ind AS financial statements for the year ended March 31, 2020

28. Fair Value Measurement

a) Fair Value Hierarchy

The Company determines fair value of its financial instruments according to following hierarchy:

Level 1: Category includes financials assets and liabilities that are measured in whole or significant part by reference to published quotes in an active market

Level 2: Category includes financials assets and liabilities that are measured using a valuation technique based on assumptions that are supported by prices from observable current market transactions. Company's investment in units of AIF funds fall under this category.

Level 3: Category includes financials assets and liabilities that are measured using valuation techniques based on non- market observable inputs. This means that fair value are determined in whole or in part using a valuation model based on assumptions that are neither supported by prices from observable current market transactions in the same instrument nor are they based on available market data.

An explanation of each level follows underneath the table:

As at 31st March, 2020

Financial assets & liabilities at fair value	Level 1	Level 2	Level 3	Amortised Cost	(Rupees in hundreds)	
					Cost	Total
Financial assets						
Financial assets at FVTPL	-	-	-	-	-	-
Financial assets at FVOCI	-	-	-	-	-	-
Financial assets at Amortised Cost						
Cash & cash equivalents	-	-	-	1,402.00	-	1,402.00
Loans	-	-	-	4,40,003.00	-	4,40,003.00
Other Financial Assets	-	-	-	3,542.00	-	3,542.00
Investments	-	-	-	-	1,74,897.00	1,74,897.00
Total financial assets	-	-	-	4,44,947.00	1,74,897.00	6,19,844.00
Financial liabilities						
Financial liabilities at FVTPL	-	-	-	-	-	-
Financial liabilities at Amortised Cost						
Other Financial Liabilities	-	-	-	5,078.00	-	5,078.00
Total financial liabilities	-	-	-	5,078.00	-	5,078.00

As at 31st March, 2019

Financial assets & liabilities at fair value	Level 1	Level 2	Level 3	Amortised Cost	(Rupees in hundreds)	
					Cost	Total
Financial assets						
Financial assets at FVTPL	-	-	-	-	-	-
Financial assets at FVOCI	-	-	-	-	-	-

Magnanimous Trade & Finance Limited

NOTES

Forming part of consolidated Ind AS financial statements for the year ended March 31, 2020

Financial assets at Amortised Cost						
Cash & cash equivalents	-	-	-	120.00	-	120.00
Loans	-	-	-	3,43,527.00	-	3,43,527.00
Other Financial Assets	-	-	-	3,784.00	-	3,784.00
Investments	-	-	-	-	1,82,228.00	1,82,228.00
Total financial assets	-	-	-	3,47,431.00	1,82,228.00	5,29,659.00
Financial liabilities						
Financial liabilities at FVTPL	-	-	-	-	-	-
Financial liabilities at Amortised Cost						
Other Financial Liabilities	-	-	-	4,447.00	-	4,447.00
Total financial liabilities	-	-	-	4,447.00	-	4,447.00

As at 1st April, 2018

(Rupees in hundreds)

Financial assets & liabilities at fair value	Level 1	Level 2	Level 3	Amortised Cost	Cost	Total
Financial assets						
Financial assets at FVTPL	-	-	-	-	-	-
Financial assets at FVOCI	-	-	-	-	-	-
Financial assets at Amortised Cost						
Cash & cash equivalents	-	-	-	1,000.00	-	1,000.00
Loans	-	-	-	3,36,297.00	-	3,36,297.00
Other Financial Assets	-	-	-	2,419.00	-	2,419.00
Investments	-	-	-	-	1,85,014.00	1,85,014.00
Total financial assets	-	-	-	3,39,716.00	1,85,014.00	5,24,730.00
Financial liabilities						
Financial liabilities at FVTPL	-	-	-	-	-	-
Financial liabilities at Amortised Cost						
Other Financial Liabilities	-	-	-	5,035.00	-	5,035.00
Total financial liabilities	-	-	-	5,035.00	-	5,035.00

NOTES

Forming part of consolidated Ind AS financial statements for the year ended March 31, 2020

29. First-time adoption of Ind-AS Transition to Ind-AS

These are the Company's first Consolidated Ind-AS financial statements prepared in accordance with Ind-AS.

The accounting policies set out in Note No. 2 have been applied in preparing the Consolidated Ind-AS financial statements for the year ended March 31, 2020 the comparative information presented in these Consolidated Ind-AS financial statements for the year ended March 31, 2019 and in the preparation of an opening Ind-AS balance sheet at April 1, 2018 (the Company's date of transition). In preparing its opening Ind-AS balance sheet, the Company has adjusted the amounts reported previously in Consolidated Ind-AS financial statements prepared in accordance with the accounting standards notified under Companies (Accounting Standards) Rules, 2006 (as amended) and other relevant provisions of the Act (previous GAAP or Indian GAAP or IGAAP). An explanation of how the transition from previous GAAP to Ind-AS has affected the Company's financial position, financial performance and cash flows is set out in the following tables and notes.

a) Optional exemptions availed

Set out below are the applicable Ind-AS 101 optional exemptions and mandatory exceptions applied in the transition from previous GAAP to Ind-AS, which were considered to be material or significant by the Company:

i) Deemed cost

Ind-AS 101 permits a first-time adopter to elect to continue with the carrying value for all of its property, plant and equipment (including capital work-in-progress) as recognised in the Consolidated Ind-AS financial statements as at the date of transition to Ind-AS, measured as per the previous GAAP and use that as its deemed cost as at the date of transition after making necessary adjustments for de-commissioning liabilities and capital grant, if applicable. This exemption can also be used for investment properties covered by Ind-AS 40. Accordingly, the Company has elected to measure all of its property, plant and equipment, and investment properties at their previous GAAP carrying value.

ii) Designation of previously recognised financial instruments

Ind-AS 101 allows an entity to designate investments in equity instruments at FVOCI on the basis of the facts and circumstances at the date of transition to Ind-AS.

The Company has elected to apply this exemption for its investment in equity investments.

iii) Investments in associates

When an entity prepares separate Consolidated Ind-AS financial statements, Ind-AS 27 requires it to account for its investments in associates either at cost or in accordance with Ind-AS 109. If a first-time adopter measures such an investment at cost in accordance with Ind-AS 27, it shall measure that investment at one of the following amounts in its separate opening Ind-AS Balance Sheet:

- (a) cost determined in accordance with Ind-AS 27; or
- (b) deemed cost. The deemed cost of such an investment shall be its:
- (c) fair value at the entity's date of transition to Ind-AS in its separate Consolidated Ind-AS financial statements; or
- (d) previous GAAP carrying amount at that date.

A first-time adopter may choose either (i) or (ii) above to measure its investment in each associate that it elects to measure using a deemed cost. The Company has availed the exemption and has measured its investment in associates at deemed cost being the previous GAAP carrying amount.

b) Ind-AS mandatory exceptions

The Company has applied the following exceptions from full retrospective application of Ind-AS as mandatorily required under Ind-AS 101:

i) Estimates

An entity's estimates in accordance with Ind-AS at the date of transition to Ind-AS shall be consistent with estimates made for the same date in accordance with previous GAAP (after adjustments to reflect any difference in accounting policies), unless there is objective evidence that those estimates were in error. Ind-AS estimates as at April 1, 2018 are consistent with the estimates as at the same date made in conformity with previous GAAP. The Company made estimates for following items in accordance with Ind-AS at the date of transition as these were not required under Previous GAAP.

ii) Non-controlling interests

Ind AS 110 requires entities to attribute the profit or loss and each component of other comprehensive income to the owners of the parent and to the non-controlling interests. This requirement needs to be followed even if this results in the non-controlling interests having a deficit balance. Ind AS 101

NOTES

Forming part of consolidated Ind AS financial statements for the year ended March 31, 2020

requires the above requirement to be followed prospectively from the date of transition. Consequently, the Group has applied the above requirement prospectively.

iii) **De-recognition of financial assets and liabilities**

Ind-AS 101 requires a first-time adopter to apply the de-recognition provisions of Ind-AS 109 prospectively for transactions occurring on or after the date of transition to Ind-AS. However, Ind-AS 101 allows a first-time adopter to apply the de-recognition requirements in Ind-AS 109 retrospectively from a date of the entity's choosing, provided that the information needed to apply Ind-AS 109 to financial assets and financial liabilities derecognized as a result of past transactions was obtained at the time of initially accounting for those transactions. The Company has elected to apply the de-recognition provisions of Ind-AS 109 prospectively from the date of transition to Ind-AS.

iv) **Classification and measurement of financial assets**

Ind-AS 101 requires an entity to assess classification and measurement of financial assets on the basis of the facts and circumstances that exist at the date of transition to Ind-AS.

v) **Impairment of financial assets**

As set out in Ind-AS 101, an entity shall apply the impairment requirements of Ind-AS 109 retrospectively if it does not entail any undue cost or effort. The Company has assessed impairment of financial assets in conformity with Ind-AS 109.

c) **Reconciliations between previous GAAP and Ind-AS**

Ind AS 101 requires a first time adopter to reconcile equity, total comprehensive income and cash flows for prior periods. The following tables represent the reconciliations from previous GAAP to Ind AS:

a) **the aggregated deemed cost of those investments for which deemed cost is their previous GAAP carrying amount**

i) **Reconciliation of total equity between previous GAAP and Ind AS: (₹ in Lakhs)**

Particulars	As at March 31, 2019	As at April 1, 2018
Equity as reported under Previous GAAP	748.62	807.96
Adjustments:		
Impact on application of recognition of loss on associates and related adjustments as per Ind AS 28	111.20	52.33
Equity as per Ind AS	859.82	860.29

ii) **Reconciliation of profit as per Ind AS with profit reported under previous**

GAAP:

(₹ in Lakhs)

Particulars	Year ended March 31, 2019
Net Profit/(Loss) after Tax reported under Previous GAAP	(26.55)
Adjustments increasing/(decreasing) net profit/(loss) after tax as reported in the previous GAAP:	
Impact on application of recognition of loss on associates and related adjustments as per Ind AS 28	(26.07)
Net Profit/(Loss) after tax as under Ind AS	(0.48)
Other Comprehensive Income (Net of tax)	-
Total Comprehensive Income (after tax) as reported under Ind AS	-

iii) **Impact of Ind AS adoption on the consolidated statement of cash flow for the year ended March 31, 2019 (₹ in Lakhs)**

	Previous GAAP	Adjustments	Ind AS
Net cash flow from operating activities	(41.56)	(0.60)	(42.16)
Net cash flow from investing activities	41.28	-	41.28
Net cash flow from financing activities	-	-	-
Net increase/(decrease) in cash and cash equivalents	(0.28)	(0.60)	(0.88)
Cash and cash equivalents as at April 01, 2018	1.09	(0.09)	1.00
Effects of exchange rate changes on cash and cash	-	-	-

Magnanimous Trade & Finance Limited

NOTES

Forming part of consolidated Ind AS financial statements for the year ended March 31, 2020

equivalents			
Cash and cash equivalents as at March 31, 2019	0.81	(0.69)	0.12

b) Notes to the first-time adoption

i) Fair valuation of investments

Under the previous GAAP, investments in equity instruments and preference shares were classified as long-term investments or current investments based on the intended holding period and realisability. Long-term investments were carried at cost less provision for other than temporary decline in the value of such investments.

ii) Loans to customer/related parties

Under Indian GAAP, the company has created provision for impairment of loans to customer/related parties consist only in respect of specific amount for incurred losses. Under Ind-AS, impairment allowance has been determined based on Expected Loss model (ECL). Due to ECL model, the company impaired its loans to customer/related parties on 31st March, 2020. The impact for year ended on March 31, 2020 has been recognized in the statement of profit and loss.

iii) Deferred tax

Indian GAAP requires deferred tax accounting using the statement of profit and loss approach, which focuses on differences between taxable profits and accounting profits for the period. Ind-AS 12 requires entities to account for deferred taxes using the balance sheet approach, which focuses on temporary differences between the carrying amount of an asset or liability in the balance sheet and its tax base. The application of Ind-AS 12 approach has resulted in recognition of deferred tax on new temporary differences which was not required under Indian GAAP. In addition, the various transitional adjustments lead to temporary differences. According to the accounting policies, the company has to account for such differences. Deferred tax adjustments are recognised in correlation to the underlying transaction either in retained earnings or a separate component of equity.

iv) Investment property

Under the previous GAAP, investment properties were presented as part of property, plant and equipment. Under Ind-AS, investment properties are required to be separately presented on the face of the balance sheet. The company has carried out at previous GAAP value of its Investment in land and property.

v) Other comprehensive income

Under Ind-AS, all items of income and expense recognised in a period should be included in profit or loss for the period, unless a standard requires or permits otherwise. Items of income and expense that are not recognised in profit or loss but are shown in the statement of profit and loss as 'other comprehensive income' fair value gains or (losses) on FVOCI equity instruments. The concept of other comprehensive income did not exist under previous GAAP.

30. Payment against supplies from small scale and ancillary undertaking are made in accordance with agreed credit terms and to the extent as ascertained from available information, there was no amount overdue as at 31st March, 2020.

31. There has been no significant impact on the operations and financial position of the Company and recoverability of its assets comprising property, plant and equipment, investments and trade receivables on account of outbreak of the COVID-19 pandemic and the consequential lockdown restriction imposed by the Government. Although, the situation is changing rapidly giving rise to inherent uncertainty around the extent and timing of the potential future impact of the COVID-19 pandemic which may be different from that estimated as at the date of approval of the financial results.

32. The company does not have any dues of micro, small and medium enterprises as at 31st March, 2020 as per provision of the Section 16 of the Micro, Small and Medium Enterprises Act, 2006.

33. The company holds 40 shares of Golden Tobacco Company which has not yet been transferred in the name of the company.

34. The Company got registered under Goods and Service Act in July 2018. Initially it charged CGST &

NOTES

Forming part of consolidated Ind AS financial statements for the year ended March 31, 2020

SGST and deposited in IGST account with the government and vice-versa. The GST liability will be accounted for, if any, after the completion of the assessment.

35. Previous year figures have been regrouped and /or rearranged wherever found necessary.

As per our report of even date attached

FOR CHAUDHARY PANDIYA & CO.

CHARTERED ACCOUNTANTS

FRN-001903-C

For and on behalf of the Board of Directors

A.K.PANDIYA
PARTNER
M.No.070747
UDIN : 20070747AAAACK1857

Sudhir Kumar Parasrampuria
Director
DIN: 00358982

ParwatiParasrampuria
Managing Director
DIN: 00359065

Place : Kanpur
Date : 13.08.2020
UDIN:

IpsaArun
Company Secretary

AnkitPoddar
CFO

Chaudhary Pandiya & Co.
Chartered Accountants

**INDEPENDENT AUDITOR'S REPORT ON THE STANDALONE IND AS
FINANCIAL STATEMENTS**

TO
THE MEMBERS
MAGNANIMOUS TRADE & FINANCE LTD.

Report on the audit of the Standalone Ind AS financial statements

Opinion

1. We have audited the accompanying standalone Ind AS financial statements of MAGNANIMOUS TRADE & FINANCE LTD ("the Company"), which comprise the Balance Sheet as at March 31, 2020, the statement of Profit and Loss, (including other comprehensive income), statement of changes in equity and statement of cash flows for the year then ended, and notes to the standalone Ind AS financial statements, including a summary of significant accounting policies and other explanatory information.
2. In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone Ind AS financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March, 2020 its profit, (including other comprehensive income), changes in equity and its cash flows for the year ended on that date.

Basis for Opinion

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

Key audit matters

4. Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the Standalone Ind AS financial statements of the current period. These matters were addressed in the context of our audit of the Standalone Ind AS financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on the matters. For each matters below, our description of how our audit addressed the matters is provided in that context.

We have determined the matters described below to be the key audit matters to be communicated in our report. We have fulfilled the responsibilities described in the Auditor's responsibilities for the audit of the standalone Ind AS financial statements

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Chaudhary Pandiya & Co.
Chartered Accountants

section of our report, including in relation to these matters. Accordingly, our audit included the performance of procedures designed to respond to our assessment of the risks of material misstatement of the standalone Ind AS financial statements. The results of our audit procedures, including the procedures performed to address the matters below, provide the basis for our audit opinion on the accompanying standalone Ind AS financial statements.

Key audit matters	How our audit addressed the key audit matters
(a) First time adoption of Ind AS (as described in Note No. 29 of Standalone Ind AS financial statements)	
Indian Accounting Standards (Ind-AS) as specified under Section 133 of the Act, read with relevant rules there under have been made mandatorily applicable for specified Non-Banking Finance Companies applicable with effect from April 1st, 2019 and consequently these standalone Ind AS financial statements have been prepared by the management in compliance with the Ind AS framework. As against the provisioning norms earlier prescribed by Reserve Bank of India and adopted by the company in prior years, Ind-AS 109 (Financial Instruments) requires the Company to recognise Expected credit Loss (ECL) on financial assets, which involves application of significant judgement and estimates including use of key assumptions such as probability of default and loss given default. Refer Note 29 to the Standalone Ind AS financial Statements.	We have evaluated the management process and tested key controls around the determination of expected credit loss allowances, including controls relating to: - The identification of events leading to a significant increase in risk and credit impairment events; and - The determination of the impaired credit loss allowances and the key assumptions including probability of default and loss given default on a forward looking basis having regard to historical experiences. We understood and assessed the appropriateness of the impairment methodology developed and used by the management at the entity level. This included assessing the appropriateness of key judgements. We tested the accuracy of key data inputs and calculations used in this regard. We found that these key controls as above, were designed, implemented and operated effectively, and therefore have placed reliance on these key controls for the purposes of our audit of ECL and impairment loss allowances.
(b) Impairment of financial assets (expected credit losses) (as described in Note No. 6 of the Standalone Ind AS financial statements)	
Ind AS 109 requires the Company to recognise impairment loss allowance towards its financial assets designated at amortised cost issued using the expected credit loss (ECL) approach. Such ECL allowance is required to be measured considering the guiding principles of Ind AS 109 including: unbiased, probability weighted outcome under various scenarios; time value of money;	We read and assessed the Company's accounting policies for impairment of financial assets and their compliance with Ind AS 109. We tested the criteria for staging of loans based on their past-due status to check compliance with requirement of Ind AS 109. Tested a sample of performing stage 1 & 2 loans to assess whether any loss indicators were present requiring them to

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<p>impact arising from forward looking macro-economic factors and; availability of reasonable and supportable information without undue costs. Applying these principles involves significant estimation in various aspects, such as:</p> <ul style="list-style-type: none"> - grouping of borrowers based on homogeneity by using appropriate statistical techniques; - staging of loans and estimation of behavioral life; - determining macro-economic factors impacting credit quality of receivables; estimation of losses for loan products with no/minimal historical defaults. <p>Considering the significance of such allowance to the overall Standalone Ind AS financial statements and the degree of estimation involved in computation of expected credit losses, this area is considered as a key audit matter impairment assessment.</p>	<p>be classified under stage 3 and vice versa. We evaluated the reasonableness of the Management estimates by understanding the process of ECL estimation and tested the controls around data extraction and validation. Tested the ECL model, including assumptions and underlying computation. Assessed the floor/minimum rates of provisioning applied by the Company for loan products.</p>
<p>(c) Impairment assessment for Investments in associates (as described in note 7 of the Standalone Ind AS financial statements)</p> <p>As detailed in Note 7, the Company has equity investments in associate companies amounting to Rs. 92.42 Lakhs. Such investments are carried at deemed cost as per Ind AS 27. Separate Standalone Ind AS financial statements and are individually assessed for impairment as per Ind AS 36 Impairment of Assets. Such impairment assessment commences with management evaluation on whether there is an indication of impairment loss. As part of such evaluation, management considers financial information, liquidity and solvency position of investments in associates. Management also considers other factors such as assessment of company's operations, business performance and modifications, if any, by the auditors of such associates. No impairment triggers have been identified by the management based on above assessment.</p>	<p>Our audit procedures, in respect of testing impairment assessment for investments in associates, included the following:</p> <ul style="list-style-type: none"> - Obtained understanding of the process, evaluated the design and tested operating effectiveness of controls in respect of impairment assessment of investments in associates. - held discussions with management regarding appropriate implementation of policy on impairment, reconciled financial information mentioned in impairment assessment to underlying source details. Also, assessed of management's estimates considered in such assessment. - obtained and read latest audited Standalone Ind AS financial statements associates. Noted key financial attributes. <p>We evaluated the impairment assessment performed by management.</p>

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Information Other than the Standalone Ind AS financial statements and Auditor's Report Thereon

5. The Company's Board of Directors is responsible for the preparation of other information. The other information comprises the information included in Board's Report including Annexures to Board's Report, but does not include the Standalone Ind AS financial statements and our auditor's report thereon. The report containing other information is expected to be made available to us after the date of this auditor's report. Our opinion on the Standalone Ind AS financial statements does not cover the other information and we will not express any form of assurance conclusion thereon.
- In connection with our audit of the Standalone Ind AS financial statements, our responsibility is to read the other information identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the Standalone Ind AS financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. When we read the report containing other information, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance.

Other Matters

6. We draw attention to Note No. 31 of standalone Ind AS financial statements, as regards to the management evaluation of COVID-19 impact on the performance of the company. Our audit opinion is not modified in respect of the above.

Responsibilities of management and those charged with governance for the Standalone Ind AS financial statements

7. The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Act with respect to the preparation of these standalone Ind AS financial statements that give a true and fair view of the standalone Ind AS financial position, financial performance including other comprehensive income, cash flows and changes in equity of the Company in accordance with the Indian Accounting Standards (Ind AS) prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015 and Companies (Indian Accounting Standards) Rules, 2016, as amended from time to time, and other accounting principles generally accepted in India.
8. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and 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 Ind AS financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.
9. In preparing the standalone Ind AS 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

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realistic alternative but to do so. The Board of Directors are also responsible for overseeing the Company's financial reporting process.

Auditor's responsibilities for the audit of the Standalone Ind AS financial statements

10. Our objectives are to obtain reasonable assurance about whether the standalone Ind AS 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 is 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 Ind AS financial statements.
11. As part of an audit in accordance with SAs, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:
 - Identify and assess the risks of material misstatements of the standalone Ind AS 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 from one resulting from error, as fraud may involve collusion, forgery intentional omissions, misrepresentations, or the override of internal control.
 - Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls 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 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 Ind AS 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 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 Ind AS financial statements, including the disclosures, and whether the standalone Ind AS financial statements represent the underlying transactions and events in a manner that achieve fair presentation.
12. 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.

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13. We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including and significant deficiencies in the internal control that we identify during our audit.
14. 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.
15. From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the standalone Ind AS financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on Other Legal and Regulatory Requirements

16. 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 paragraphs 3 and 4 of the order, to the extent applicable.
17. 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 Ind AS financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
 - (e) On the basis of the written representations received from the directors as on 31st March, 2020 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2020 from being appointed as a director in terms of Section 164(2) of the Act.
 - (f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting.
 - (g) With respect to the other matters to be included in the Auditor's Report in accordance with 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

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- (h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- i. The Company does not have any pending litigations which would impact its financial position.
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

For Chaudhary Pandiya & Co.
Chartered Accountants
FRN 001903C

(A.K.Pandiya)
Partner
Membership No. 070747

Place: Kanpur
Dated: 13.08.2020
UDIN : 20070747AAAACL1517

Chaudhary Pandiya & Co.
Chartered Accountants

Annexure A to the Independent Auditors' Report on the Standalone Ind AS financial statements

The annexure referred to in Independent Auditors Report to the members of the Company on the standalone Ind AS financial statements for the year ended 31st 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) The fixed assets of the Company have been physically verified by the management at reasonable intervals during the year; No material discrepancies were noticed on such verification;

(c) According to the information and explanation given to us and on the basis of the examination of the records of the company, no material discrepancies were noticed on such verification and the title deeds of the immovable properties are held in the name of the company.

(ii) (a) According to the information and explanation given to us and on the basis of the examination of the records of the company, the management has conducted the physical verification of inventory at reasonable intervals.

(b) There is no discrepancy noticed on physical verification of the inventory as compared to the books of accounts as the company holds shares and securities, shops, offices and flats as inventory and the same has been properly dealt in the books of account.

(iii) According to information and explanation given to us, the company has not granted any loan, secured or unsecured to companies, firms, limited liability partnerships or other parties covered in the register required under section 189 of the Companies Act, 2013. Accordingly, paragraph 3 (iii) of the order is not applicable.

(iv) In our opinion and according to information and explanation given to us, in respect of loans and investments, the Company has complied with the provisions of sections 185 and section 186 of the Companies Act, 2013.

(v) According to the information and explanation given to us, the Company has not accepted any deposits from public. Therefore, paragraph 3(v) of the order is not applicable.

(vi) The Central Government of India has not prescribed the maintenance of cost records under sub-section (1) of section 148 of the Act for any of the activities of the company and accordingly paragraph 3 (vi) of the order is not applicable.

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(vii) (a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, amounts deducted/ accrued in the books of account in respect of undisputed statutory dues including provident fund, employees' state insurance, income-tax, sales-tax, service tax, goods and service tax, duty of customs, duty of excise, value added tax, cess and other material statutory dues have been generally regularly deposited during the year by the company with the appropriate authorities.

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

(viii) In our opinion and according to the information and explanations given to us, the company has no outstanding dues to any financial institutions or banks or any government or any debenture holders during the year. Accordingly, paragraph 3 (viii) of the order is not applicable.

(ix) The Company has not raised any money by way of initial public offer or further public offer (including debt instruments) and has not taken any term loans during the year. Accordingly, paragraph 3 (ix) of the order is not applicable.

(x) To the best of our knowledge and according to the information and explanations given to us, no fraud by the Company or no material fraud on the Company by its officers or employees has been noticed or reported during the year.

(xi) In our opinion and according to the information and explanations given to us, the Company has paid/ provided managerial remuneration in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Act.

(xii) The Company is not a Nidhi Company and accordingly, paragraph 3 (xii) of the order is not applicable to the Company.

(xiii) 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 section 177 and 188 of the Act. Where applicable, the details of such transactions have been disclosed in the Standalone Ind AS financial statements as required by the applicable accounting standards.

(xiv) According to the information and explanation given to us and on the basis of 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. Therefore paragraph 3(xiv) of the order is not applicable.

(xv) According to the information and explanation given to us and on the basis of our examination of the records of the Company, the Company has not entered into any non-cash transactions with the directors or persons connected with him as specified under section 192 of the Act. Therefore, paragraph 3(xv) of the order is not applicable.

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(xvi) According to the information and explanation given to us and the on the basis of our examination of the records of the company, the company is required to be registered under section 45-IA of the Reserve Bank of India Act, 1934 and accordingly the company is registered under section 45-IA of Reserve Bank of India Act 1934 as a non-deposit taking company. Refer Note No. 36 of the balance sheet.

For Chaudhary Pandiya & co.
Chartered Accountants
FRN 001903C

(A. K. Pandiya)
Partner
M.No. 070747

Place: Kanpur
Dated: 13.08.2020
UDIN : 20070747AAAAC11517

Chaudhary Pandiya & Co.
Chartered Accountants

Annexure B to the Independent Auditors' Report on the Standalone Ind AS financial statements

Referred to in the Independent Auditors' Report of even date to the members of MAGNANIMOUS TRADE & FINANCE LTD ("the Company") on the Standalone Ind AS financial statements for the year ended March 31, 2020.

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 MAGNANIMOUS TRADE & FINANCE LTD ("the Company") as of 31st March, 2020 in conjunction with our audit of the standalone 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.

Auditors' Responsibility

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

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

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Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that

1. pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;
2. provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and
3. provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the standalone Ind AS financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

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

Opinion

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

For Chaudhary Pandiya & Co.
Chartered Accountants
FRN 001903C

(A.K.Pandiya)
Partner
Membership No. 070747

Place: Kanpur
Dated: 13.03.2020
UDIN : 20070747AAAACU1517

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MAGNANIMOUS TRADE & FINANCE LTD.

Regd. Office:- D-1, Moti Lal Atal Road, Behind Hotel Neelam, Jaipur - 302001

CIN : L65923RJ1991PLC059251

Standalone Balance Sheet as at 31st March, 2020

(Rupees in hundreds)

Particulars	Notes	As at March 31, 2020	As at March 31, 2019	As at April 1, 2018
ASSETS				
(1) Financial Assets				
(a) Cash & cash equivalents	"5"	1,402.00	120.00	1,000.00
(b) Receivables		-	-	-
(c) Loans	"6"	4,40,003.00	3,43,527.00	3,36,297.00
(d) Investments	"7"	82,113.00	88,489.00	88,489.00
(e) Other Financial assets	"8"	3,542.00	3,784.00	2,419.00
(2) Non-financial Assets				
(a) Inventories	"9"	1,55,241.00	1,89,266.00	1,91,224.00
(b) Current tax assets (Net)		1,371.00	657.00	1,172.00
(c) Deferred tax assets (Net)	"10"	1,350.00	5,730.00	7,048.00
(d) Investment Property	"11"	1,31,496.00	1,31,496.00	1,31,496.00
(e) Property, Plant & Equipment	"12"	1,353.00	2,675.00	3,099.00
(f) Other non-financial assets	"13"	1,691.00	2,937.00	1,777.00
Total Assets		8,19,562.00	7,68,681.00	7,64,021.00
LIABILITIES AND EQUITY				
LIABILITIES				
(1) Financial Liabilities				
(a) Payables		-	-	-
(b) Other Financial Liabilities	"14"	5,078.00	4,447.00	5,035.00
(2) Non-Financial Liabilities				
(a) Provisions	"15"	5,779.00	4,368.00	4,443.00
(b) Other non-financial liabilities	"16"	456.00	708.00	807.00
(3) EQUITY				
(a) Equity Share Capital	"17"	95,147.00	95,147.00	95,147.00
(b) Other Equity	"18"	7,13,102.00	6,64,011.00	6,58,589.00
Total Liabilities and Equity		8,19,562.00	7,68,681.00	7,64,021.00

Significant Accounting Policies

3

The accompanying notes (1-36) forms integral part of the Standalone Ind AS financial statements

As per our report of even date attached
FOR CHAUDHARY PANDIYA & CO.
CHARTERED ACCOUNTANTS
FRN-001903-C

For and on behalf of the Board of Directors

A.K.PANDIYA
PARTNER
M.No.070747

Sudhir Kumar
Parasrampuria
Director
DIN: 00358982

Parwati Parasrampuria
Managing Director
DIN: 00359065

Place : Kanpur
Date : 13.08.2020
E.DIN : 20070747AAAAC1J517

Ipsa Arun
Company Secretary

Ankit Poddar
CFO

MAGNANIMOUS TRADE & FINANCE LTD.
STANDALONE STATEMENT OF PROFIT & LOSS
for the year ended March 31, 2020

		(Rupees in hundreds)	
Particulars	Notes	As at March 31, 2020	As at March 31, 2019
Revenue from Operations			
(i) Interest income	"19"	11,372.00	13,987.00
(ii) Sales	"20"	1,29,640.00	1,880.00
I. Total Revenue from operations			
II. Other Income	"21"	19,641.00	27,293.00
III. Total Income (I + II)		1,60,653.00	43,160.00
Expenses :			
(i) (Increase)/Decrease in Stock of Trading Goods		34,025.00	1,958.00
(ii) Finance costs		-	-
(iii) Impairment on financial instruments	"6"	14,090.00	-
(iv) Employee benefits expenses	"22"	17,461.00	16,231.00
(v) Depreciation, amortization and impairment	"23"	1,113.00	424.00
(vi) Other expenses	"24"	21,153.00	16,201.00
IV. Total expenses		87,842.00	34,814.00
V. Profit before tax (III- IV)		72,811.00	8,346.00
VI. Tax Expense:	"25"		
(1) Current tax		(17,557.00)	(1,201.00)
(2) Deferred tax		(4.00)	(1,723.00)
(3) Taxes relating to prior year		(169.00)	-
VII. Profit for the year (V- VI)		55,081.00	5,422.00
Transfer to Statutory Reserve		11,016.00	1,084.00
Profit/Loss transfer to Reserves		44,065.00	4,338.00
VIII. Other Comprehensive Income			
(A) (i) Items that will not be reclassified to profit or loss			
- Remeasurement of defined benefit plans		-	-
- Fair value changes on equity instruments through other comprehensive income		-	-
(ii) Income tax relating to items that will not be reclassified to profit or loss		-	-
Subtotal (A)		-	-
(B) (i) Items that will be reclassified to profit or loss - -			
(ii) Income tax relating to items that will be reclassified to profit or loss		-	-
Subtotal (B)		-	-
Other Comprehensive Income (A + B) (VIII)		-	-
IX. Total Comprehensive Income for the year (VII+VIII)		44,065.00	4,338.00
X. Earnings per equity share	"26"		
(Face value of ₹ 10/- each)			
Basic (Rs.)		4.63	0.46
Diluted (Rs.)		4.63	0.46

Significant Accounting Policies

3

The accompanying notes (1-36) forms integral part of the Standalone Ind AS financial statements

As per our report of even date attached
FOR CHAUDHARY PANDIYA & CO.
CHARTERED ACCOUNTANTS
FRN-001903-C

For and on behalf of the Board of Directors

A.K.PANDIYA
PARTNER
M.No.070747

Sudhir Kumar
Parasrampur
Director
DIN: 00358982

Parwati
Parasrampur
Managing Director
DIN: 00359065

Place : Kanpur
Date : 13.08.2020
UDIN : 20070747AAAACL1517

Ipsa Arun
Company Secretary

Ankit Poddar
CFO

MAGNANIMOUS TRADE & FINANCE LTD.
STANDALONE STATEMENT OF CHANGES IN EQUITY
for the year ended March 31, 2020

(Rupees in hundreds)

a. Equity Share Capital

Equity shares of ₹ 10/- each issued, subscribed and fully paid

	Number	Amount
As at April 01, 2018	9,51,468.00	95,147.00
Changes in equity share capital during the year	-	-
As at March 31, 2019	9,51,468.00	95,147.00
Changes in equity share capital during the year	-	-
As at March 31, 2020	9,51,468.00	95,147.00

b. Other Equity

Particulars	Reserves and Surplus				Other Comprehensive Income	TOTAL
	Statutory Reserve	Capital Reserve	General Reserve	Retained Earnings	Equity instruments through Other Comprehensive	
Balance as at April 01, 2018	46,751.00	2,51,785.00	3,16,597.00	43,456.00	-	6,58,589.00
Adjustments on account of error now rectified	-	-	-	-	-	-
Restated balance as at April 01, 2018	46,751.00	2,51,785.00	3,16,597.00	43,456.00	-	6,58,589.00
Transfer to/from retained earnings	1,084.00	-	-	(1,084.00)	-	-
Profit for the year after income tax	-	-	-	5,422.00	-	5,422.00
Other Comprehensive Income (OCI) for the year before income tax	-	-	-	-	-	-
Income Tax on OCI	-	-	-	-	-	-
Balance as at March 31, 2019	47,835.00	2,51,785.00	3,16,597.00	47,794.00	-	6,64,011.00

MAGNANIMOUS TRADE & FINANCE LTD.
STANDALONE STATEMENT OF CHANGES IN EQUITY
for the year ended March 31, 2020

(Rupees in hundreds)

Particulars	Reserves and Surplus			Other Comprehensive Income		TOTAL
	Statutory Reserve	Capital Reserve	General Reserve	Retained Earnings	through Other Comprehensive Income	
Balance as at March 31, 2019	47,835.00	2,51,785.00	3,16,597.00	47,794.00	-	6,64,011.00
Adjustment on account of impairment of investments in associates				(6,377.00)		
Adjustment on account of taxes				387.00	-	387.00
Transfer to/from retained earnings	11,016.00	-	-	(11,016.00)	-	-
Profit for the year after income tax	-	-	-	55,081.00	-	55,081.00
Other Comprehensive Income (OCI) for the year before income tax	-	-	-	-	-	-
Income Tax on OCI	-	-	-	-	-	-
Balance as at March 31, 2020	58,851.00	2,51,785.00	3,16,597.00	85,869.00	-	7,13,102.00

69

Significant Accounting Policies

3

The accompanying notes (1-36) forms integral part of the Standalone Ind AS financial statements

As per our report of even date attached
FOR CHAUDHARY PANDIYA & CO.
CHARTERED ACCOUNTANTS
FRN-001903-C

For and on behalf of the Board of Directors

A.K.PANDIYA
PARTNER
M.No.070747

Sudhir Kumar Parasrampur
Director
DIN: 00358982

Parwati Parasrampur
Managing Director
DIN: 00359065

Place : Kanpur
Date : 13.08.2020
UDIN : 20070747AAAACL1517

Ipsa Arun
Company Secretary

Ankit Poddar
CFO

MAGNANIMOUS TRADE & FINANCE LTD.

STANDALONE CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2020

Particulars	As at March 31, 2019		(Rupees in hundreds)	
	AMOUNT (Rs.)	AMOUNT (Rs.)	As at March 31, 2019	AMOUNT (Rs.)
A. CASH FLOW FROM OPERATING ACTIVITIES :-				
Net Profit before tax as per statement of Profit & Loss		72,811.00		8,347.00
Adjustment for :-				
Depreciation	1,113.00		424.00	
Interest Income	(11,372.00)		(13,988.00)	
Profit on Sale of Fixed Assets	(350.00)		-	
Rent received	-		(6,000.00)	
Lease & Licence Fee	(19,281.00)	(29,900.00)	(21,293.00)	(40,857.00)
Operating Profit before working capital changes.		42,911.00		(32,510.00)
Adjustment for :-				
Trade & other receivables	(90,935.00)		(7,922.00)	
Inventories	34,025.00		1,958.00	
Trade & other payables	1,790.00	(55,120.00)	(762.00)	(6,726.00)
Cash generating from operations		(12,209.00)		(39,236.00)
Taxes paid (Net)		(17,730.00)		(2,925.00)
Net cash (used in) Operating Activities		(29,939.00)		(42,161.00)
B. CASH FLOW FROM INVESTING ACTIVITIES :-				
Sale of Fixed Assets		1,000.00		-
Interest Income		11,372.00		13,988.00
Rent received		-		6,000.00
Leave and License fees received		19,291.00		21,293.00
Less:		31,683.00		41,281.00
Purchases of Fixed Assets		(365.00)		-
GST paid on sale of fixed assets		(77.00)		-
Net cash from investing Activities		31,221.00		41,281.00
C. CASH FLOW FROM FINANCING ACTIVITIES :-				
Proceeds from Long Term Borrowing		-		-
Repayment from Long Term Borrowing		-		-
Short Term Borrowing		-		-
Net cash from (used in) Financing Activities		-		-
Net (Decrease)/Increase in Cash & Cash Equivalent (A+B+C)		1,282.00		(880.00)
Opening Balance of Cash & Cash Equivalents		120.00		1,000.00
Closing Balance of Cash & Cash Equivalents		1,402.00		120.00

Significant Accounting Policies

The accompanying notes (1-35) forms integral part of the Standalone Ind AS financial statements

- Figures in brackets represent cash out flows
- The above Cash Flow statement has been prepared under the "Indirect Method" set out in Indian Accounting Standards (Ind AS).
- 7) on Statement on Cash Flows issued by the Institute of Chartered Accountants of India.
- The previous year's figures have been regrouped and reclassified wherever necessary.
- Cash and cash equivalents include cash on hand and bank balances. (Refer Note 5)

As per our report of even date attached
FOR CHAUDHARY PANDIYA & CO.
CHARTERED ACCOUNTANTS
FRN-001903-C

For and on behalf of the Board of Directors

A.K.PANDIYA
PARTNLR
M.No.070747

Sudhir Kumar Parasrampuria
Director
DIN: 00358982

Place : Kanpur
Date : 13.08.2020
TIN: 2607034AAACCL1417

Ipsa Arun
Company Secretary
CFO

MAGNANIMOUS TRADE & FINANCE LTD.

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2020

NOTE NO. "5" : Cash & cash equivalents

(Rupees in hundreds)

Particulars	As at March 31, 2020	As at March 31, 2019	As at April 1, 2018
(i) Cash on hand (As certified by the management)			
Jaipur	1,058.00	612.00	986.00
Head Office, Kanpur	80.00	201.00	105.00
(ii) Bank Overdraft (HDFC Bank Ltd.)	264.00	(693.00)	(91.00)
Total Rupees :-	1,402.00	120.00	1,000.00

NOTE NO. "6" : LOANS

		As at March 31, 2020					
		Amortised Cost	At Fair Value		Sub-total	At Cost	Total
			Through OCI	Through Profit or Loss			
(A)	(I) Loans repayable on Demand						
	Related Parties:						
	Bhooramal Durgi Devi Parasrampur Public Charitable Trust	4,40,003.00	-	-	-	-	4,40,003.00
	Parasrampur Gems Intern.School (A unit of Bhooramal Durgi Devi Parasrampur Public Charitable Trust)	-	-	-	-	-	-
	(II) Others						
	Shri Prakash Kanodia	14,090.00	-	-	-	-	14,090.00
	Total (A) - Gross	4,54,093.00	-	-	-	-	4,54,093.00
	Less: Impairment loss allowance	(14,090.00)	-	-	-	-	(14,090.00)
	Total (A) - Net	4,40,003.00	-	-	-	-	4,40,003.00
(B)	(I) Unsecured						
	Bhooramal Durgi Devi Parasrampur Public Charitable Trust	4,40,003.00	-	-	-	-	4,40,003.00
	Parasrampur Gems Intern.School (A unit of Bhooramal Durgi Devi Parasrampur Public Charitable Trust)	-	-	-	-	-	-
	Shri Prakash Kanodia	14,090.00	-	-	-	-	14,090.00
	Total (B) - Gross	4,54,093.00	-	-	-	-	4,54,093.00
	Less: Impairment loss allowance	(14,090.00)	-	-	-	-	(14,090.00)
	Total (B) - Net	4,40,003.00	-	-	-	-	4,40,003.00
(C)	(i) Loans in India						
	i) Public Sector	-	-	-	-	-	-
	ii) Others						
	Bhooramal Durgi Devi Parasrampur Public Charitable Trust	4,40,003.00	-	-	-	-	4,40,003.00
	Parasrampur Gems Intern.School (A unit of Bhooramal Durgi Devi Parasrampur Public Charitable Trust)	-	-	-	-	-	-
	Shri Prakash Kanodia	14,090.00	-	-	-	-	14,090.00
	(II) Loans outside India	-	-	-	-	-	-
	Total (C) - Gross	4,54,093.00	-	-	-	-	4,54,093.00
	Less: Impairment loss allowance	(14,090.00)	-	-	-	-	(14,090.00)
	Total (C) - Net	4,40,003.00	-	-	-	-	4,40,003.00

MAGNANIMOUS TRADE & FINANCE LTD.

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2020

(Rupees in hundreds)

		As at March 31, 2019				
		Amortised Cost	At Fair Value		At Cost	Total
			Through OCI	Through Profit or Loss		
(A)	(i) Loans repayable on Demand					
	Related Parties:					
	Bhooramai Durgi Devi Parasrampura Public Charitable Trust	2,71,040.00	-	-	-	2,71,040.00
	Parasrampura Gems Intern.School (A unit of Bhooramai Durgi Devi Parasrampura Public Charitable Trust)	58,397.00	-	-	-	58,397.00
	(If) Others					-
	Shri Prakash Kanodia	14,090.00	-	-	-	14,090.00
	Total (A) - Gross	3,43,527.00	-	-	-	3,43,527.00
	Less: Impairment loss allowance	-	-	-	-	-
	Total (A) - Net	3,43,527.00	-	-	-	3,43,527.00
(B)	(i) Unsecured					-
	Bhooramai Durgi Devi Parasrampura Public Charitable Trust	2,71,040.00	-	-	-	2,71,040.00
	Parasrampura Gems Intern.School (A unit of Bhooramai Durgi Devi Parasrampura Public Charitable Trust)	58,397.00	-	-	-	58,397.00
	Shri Prakash Kanodia	14,090.00	-	-	-	14,090.00
	Total (B) - Gross	3,43,527.00	-	-	-	3,43,527.00
	Less: Impairment loss allowance	-	-	-	-	-
	Total (B) - Net	3,43,527.00	-	-	-	3,43,527.00
(C)	(i) Loans in India					
	i) Public Sector	-	-	-	-	-
	ii) Others					-
	Bhooramai Durgi Devi Parasrampura Public Charitable Trust	2,71,040.00	-	-	-	2,71,040.00
	Parasrampura Gems Intern.School (A unit of Bhooramai Durgi Devi Parasrampura Public Charitable Trust)	58,397.00	-	-	-	58,397.00
	Shri Prakash Kanodia	14,090.00	-	-	-	14,090.00
	(ii) Loans outside India	-	-	-	-	-
	Total (C) - Gross	3,43,527.00	-	-	-	3,43,527.00
	Less: Impairment loss allowance	-	-	-	-	-
	Total (C) - Net	3,43,527.00	-	-	-	3,43,527.00

MAGNANIMOUS TRADE & FINANCE LTD.

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2020

(Rupees in hundreds)

Page 11 of 10

		As at April 1, 2018				
		At Fair Value				
		Amortised Cost	Through OCI	Through Profit or Loss	Sub-total	At Cost
						Total
(A)	(i) Loans repayable on Demand					
	Related Parties:					
	Bhooramal Durgi Devi Parasrampur Public Charitable Trust	2,61,621.00	-	-	-	2,61,621.00
	Parasrampur Gems Intern.School (A unit of Bhooramal Durgi Devi Parasrampur Public Charitable Trust)	60,586.00	-	-	-	60,586.00
	(ii) Others					-
	Shri Prakash Kanodia	14,090.00	-	-	-	14,090.00
	Total (A) - Gross	3,36,297.00	-	-	-	3,36,297.00
	Less: Impairment loss allowance	-	-	-	-	-
	Total (A) - Net	3,36,297.00	-	-	-	3,36,297.00
103	(B) (i) Unsecured				-	-
	Bhooramal Durgi Devi Parasrampur Public Charitable Trust	2,61,621.00	-	-	-	2,61,621.00
	Parasrampur Gems Intern.School (A unit of Bhooramal Durgi Devi Parasrampur Public Charitable Trust)	60,586.00	-	-	-	60,586.00
	Shri Prakash Kanodia	14,090.00	-	-	-	14,090.00
	Total (B) - Gross	3,36,297.00	-	-	-	3,36,297.00
	Less: Impairment loss allowance	-	-	-	-	-
	Total (B) - Net	3,36,297.00	-	-	-	3,36,297.00
						-
(C) (i) Loans in India						
	i) Public Sector	-	-	-	-	-
	ii) Others				-	-
	Bhooramal Durgi Devi Parasrampur Public Charitable Trust	2,61,621.00	-	-	-	2,61,621.00
	Parasrampur Gems Intern.School (A unit of Bhooramal Durgi Devi Parasrampur Public Charitable Trust)	60,586.00	-	-	-	60,586.00
	Shri Prakash Kanodia	14,090.00	-	-	-	14,090.00
	(ii) Loans outside India	-	-	-	-	-
	Total (C) - Gross	3,36,297.00	-	-	-	3,36,297.00
	Less: Impairment loss allowance	-	-	-	-	-
	Total (C) - Net	3,36,297.00	-	-	-	3,36,297.00

MAGNANIMOUS TRADE & FINANCE LTD.

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2020

NOTE NO. "7" : INVESTMENTS

(Rupees in hundreds)

	As at March 31, 2020					
	At Fair Value				At Cost	Total
	Amortised Cost	Through OCI	Through Profit or Loss	Sub-total		
Debt Securities	-	-	-	-	-	-
Equity instruments						
i) Associates	-	-	-	-	92,418.00	92,418.00
ii) Others	-	15,003.00	-	15,003.00	-	15,003.00
Total (A) - Gross	-	15,003.00	-	15,003.00	92,418.00	1,07,421.00
(i) Investments outside India	-	-	-	-	-	-
(ii) Investments in India	-	15,003.00	-	15,003.00	92,418.00	1,07,421.00
Total (B) - Gross	-	15,003.00	-	15,003.00	92,418.00	1,07,421.00
Total (A) to tally with (B)	-	-	-	-	-	-
Less: Allowance for Impairment loss (C)	-	(15,003.00)	-	(15,003.00)	(10,305.00)	(25,308.00)
Total - Net D=(A)-(C)	-	-	-	-	82,113.00	82,113.00

	As at March 31, 2019					
	At Fair Value				At Cost	Total
	Amortised Cost	Through OCI	Through Profit or Loss	Sub-total		
Debt Securities	-	-	-	-	-	-
Equity Instruments						
i) Associates	-	-	-	-	92,418.00	92,418.00
ii) Others	-	15,003.00	-	15,003.00	-	15,003.00
Total (A) - Gross	-	15,003.00	-	15,003.00	92,418.00	1,07,421.00
(i) Investments outside India	-	-	-	-	-	-
(ii) Investments in India	-	15,003.00	-	15,003.00	92,418.00	1,07,421.00
Total (B) - Gross	-	15,003.00	-	15,003.00	92,418.00	1,07,421.00
Total (A) to tally with (B)	-	-	-	-	-	-
Less: Allowance for Impairment loss (C)	-	(15,003.00)	-	(15,003.00)	(3,929.00)	(18,932.00)
Total - Net D=(A)-(C)	-	-	-	-	88,489.00	88,489.00

MAGNANIMOUS TRADE & FINANCE LTD.

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2020

(Rupees in hundreds)

	As at April 1, 2018					
	Amortised Cost	At Fair Value		Sub-total	At Cost	Total
		Through OCI	Through Profit or Loss			
Debt Securities	-	-	-	-	-	-
Equity Instruments	-	-	-	-	-	-
i) Associates	-	-	-	-	92,418.00	92,418.00
ii) Others	-	15,003.00	-	15,003.00	-	15,003.00
Total (A) - Gross	-	15,003.00	-	15,003.00	92,418.00	1,07,421.00
(i) Investments outside India	-	-	-	-	-	-
(ii) Investments in India	-	15,003.00	-	15,003.00	92,418.00	1,07,421.00
Total (B) - Gross	-	15,003.00	-	15,003.00	92,418.00	1,07,421.00
Total (A) to tally with (B)	-	-	-	-	-	-
Less: Allowance for Impairment loss (C)	-	(15,003.00)	-	(15,003.00)	(3,929.00)	(18,932.00)
Total- Net D=(A)-(C)	-	-	-	-	88,489.00	88,489.00

EQUITY INSTRUMENTS

Particulars	As at March 31, 2020		As at March 31, 2019		As at April 01, 2018	
	Units	Amount	Units	Amount	Units	Amount
Associates						
Quoted						
Macro International Exports Ltd.	13,48,500	82,113.00	13,48,500	82,113.00	13,48,500	82,113.00
Unquoted						
Amber Mercantiles Ltd.	2,57,630	10,305.00	2,57,630	10,305.00	2,57,630	10,305.00
Subtotal	16,06,130	92,418.00	16,06,130	92,418.00	16,06,130	92,418.00
Others						
Quoted						
G.T.C Ltd.	40	12.00	40	12.00	40	12.00
Unquoted						
Shri Gautam Motors	7,000	350.00	7,000	350.00	7,000	350.00
Shri Gautam Motors	11,950	11,950.00	11,950	11,950.00	11,950	11,950.00
Radha Roller Flour Mills (P) Ltd.	4,530	2,462.00	4,530	2,462.00	4,530	2,462.00
Shryam Securities & Finance Ltd	3,800	228.00	3,800	228.00	3,800	228.00
Vivek Sankari Samiti Ltd.	1	1.00	1	1.00	1	1.00
Subtotal	27,321	15,003.00	27,321	15,003.00	27,321	15,003.00
Total	16,33,451	1,07,421.00	16,33,451	1,07,421.00	16,33,451	1,07,421.00

Notes:

- i) The equity securities which are not held for trading, and for which the company has made an irrevocable election at initial recognition to recognise changes in fair value through OCI rather than profit or loss as these are strategic investments and the Company considered this to be more relevant.

MAGNANIMOUS TRADE & FINANCE LTD.

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2020

NOTE NO. "8" : Other financial assets				
(Rupees in hundreds)				
Particulars	As at	As at	As at	
	March 31, 2020	March 31, 2019	April 1, 2018	
Security Deposits				
Electricity	56.00	11.00	11.00	
Telephone	25.00	55.00	55.00	
Reliance Infocom Ltd.	623.00	1,914.00	225.00	
Rates & Taxes Receivable	1,021.00	1,111.00	1,206.00	
Leave & License Fee	1,010.00	693.00	922.00	
BSE Ltd.	307.00	-	-	
Mukesh Agarwal	500.00	-	-	
Total Rupees :-	3,542.00	3,784.00	2,419.00	

NOTE NO. "9" : Inventories				
Particulars	As at	As at	As at	
	March 31, 2020	March 31, 2019	April 1, 2018	
a) Shares	8,882.00	8,882.00	10,840.00	
b) Shops & Office at Plaza Kalpana, Kanpur	1,28,001.00	1,62,026.00	1,62,026.00	
c) Car parking space at Plaza Kalpana, Kanpur	1,750.00	1,750.00	1,750.00	
d) Flats & Offices at Jaipur D - 1	16,608.00	16,608.00	16,608.00	
Total Rupees :-	1,55,241.00	1,89,266.00	1,91,224.00	

NOTE NO. "10" : Deferred tax assets				
Particulars	As at	As at	As at	
	March 31, 2020	March 31, 2019	April 1, 2018	
Deferred Tax Asset/(Liabilities) in relation to				
Provision for employee benefits	1,047.00	1,126.00	1,309.00	
Property, Plant & Equipment	303.00	228.00	1,768.00	
MAT credit entitlement	-	4,376.00	3,971.00	
Total Rupees :-	1,350.00	5,730.00	7,048.00	

NOTE NO. "11" : Investment Property				
Particulars	As at	As at	As at	
	March 31, 2020	March 31, 2019	April 1, 2018	
Gross carrying amount				
Deemed Cost	1,31,496.00	1,31,496.00	1,31,496.00	
Additions	-	-	-	
Disposals and transfers	-	-	-	
Closing gross carrying amount	1,31,496.00	1,31,496.00	1,31,496.00	
Accumulated amortisation	-	-	-	
Amortisation during the year	-	-	-	
Impairment during the year	-	-	-	
Disposals and transfers	-	-	-	
Closing accumulated depreciation/impairment	-	-	-	
Net carrying amount	1,31,496.00	1,31,496.00	1,31,496.00	

Notes:

i) On transition date the company has elected to carry previous GAAP carrying amount as deemed cost.

ii) The company has not carried out the valuation activity to assess the value of its Investment in Land.

Information regarding Income & Expenditure of Investment Property

Particulars	As at	As at	As at	
	March 31, 2020	March 31, 2019	April 1, 2018	
Rental Income derived from investment property	-	6,000.00	3,960.00	
Direct Operating expenses associated with rental income	-	-	-	
Profit/(Loss) arising from sale of investment property	-	-	-	
Impairment during the year	-	-	-	
Depreciation during the year	-	-	-	
Profit/(Loss) arising from investment property before indirect expenses	-	6,000.00	3,960.00	

MAGNANIMOUS TRADE & FINANCE LTD.

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2020

NOTE NO. "12" : Property, plant and equipment

(Rupees in hundreds)

Particulars	Air Conditioner	Cellphone	Computer	Fire Fighting Equipment	Inventory	LCD TV	Office Equipment	Motor Cars	Cosier	Electrical EPABX	Furniture & Fixture	Motor Cycle	Plant & Machinery	Scooter	Telephone	Xerox Machine	Total
Gross block- at cost																	
Deemed cost as at April 01, 2018	1,068.00	2,191.00	3,860.00	2,891.00	63.00	360.00	662.00	11,473.00	204.00	41.00	1,704.00	334.00	1,112.00	330.00	99.00	1,700.00	27,662.00
Additions	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Disposals	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
As at March 31, 2019	1,068.00	2,191.00	3,860.00	2,891.00	63.00	360.00	662.00	11,473.00	204.00	41.00	1,704.00	334.00	1,112.00	330.00	99.00	1,700.00	27,662.00
Additions	-	365.00	-	-	-	-	-	-	-	-	-	-	-	-	-	-	365.00
Disposals	-	(2,049.00)	(2,870.00)	-	-	-	(475.00)	(11,473.00)	(204.00)	(41.00)	(1,704.00)	(334.00)	(1,112.00)	(330.00)	(99.00)	(1,700.00)	(22,340.00)
As at March 31, 2020	1,068.00	513.00	990.00	2,891.00	63.00	360.00	187.00	-	-	-	-	-	-	-	-	-	5,877.00
Accumulated depreciation																	
As at April 01, 2018	927.00	1,535.00	3,793.00	1,687.00	41.00	320.00	494.00	10,899.00	178.00	39.00	1,620.00	317.00	934.00	313.00	83.00	1,615.00	24,793.00
Charge for the year	32.00	122.00	-	187.00	4.00	7.00	26.00	-	6.00	-	-	-	37.00	-	3.00	-	414.00
Disposals	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
As at March 31, 2019	959.00	1,657.00	3,793.00	1,674.00	45.00	327.00	520.00	10,899.00	182.00	39.00	1,620.00	317.00	971.00	313.00	86.00	1,615.00	25,217.00
Charge for the year	24.00	45.00	-	152.00	3.00	6.00	21.00	-	-	-	-	-	-	-	-	-	251.00
Disposals	-	-	-	-	-	-	-	(10,899.00)	-	-	-	-	-	-	-	-	(10,899.00)
Impairment	-	(1,602.00)	(2,853.00)	-	-	-	(447.00)	-	(182.00)	(39.00)	(1,620.00)	(317.00)	(971.00)	(313.00)	(86.00)	(1,615.00)	(10,045.00)
As at March 31, 2020	983.00	100.00	940.00	2,025.00	48.00	333.00	94.00	-	-	-	-	-	-	-	-	-	4,524.00
Net Block																	
As at April 01, 2018	141.00	656.00	67.00	1,004.00	22.00	40.00	168.00	574.00	28.00	2.00	84.00	17.00	178.00	17.00	16.00	85.00	3,099.00
As at March 31, 2019	109.00	534.00	67.00	817.00	19.00	33.00	142.00	574.00	22.00	2.00	84.00	17.00	141.00	17.00	13.00	85.00	2,675.00
As at March 31, 2020	85.00	413.00	50.00	665.00	15.00	27.00	98.00	-	-	-	-	-	-	-	-	-	1,353.00

MAGNANIMOUS TRADE & FINANCE LTD.

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2020

NOTE NO. "13" : Other non-financial assets				(Rupees in hundreds)
Particulars	As at March 31, 2020	As at March 31, 2019	As at April 1, 2018	
Prepaid Expenses	-	74.00	77.00	
Balances with government authorities				
~T.D.S. For A.Y. 2004-2005	880.00	880.00	880.00	
~T.D.S. For A.Y. 2011-2012	478.00	478.00	478.00	
~Income Tax Receivable (A.Y. 2008-09)	333.00	333.00	333.00	
~Advance Income Tax A.Y. 2018-19	-	1,172.00	-	
Other Receivables				
~SPFL Securities Ltd.	-	-	9.00	
Total Rupees :-	1,691.00	2,937.00	1,777.00	

NOTE NO. "14" : Other Financial Liabilities				
Particulars	As at March 31, 2020	As at March 31, 2019	As at April 1, 2018	
Security Deposits received	1,830.00	3,225.00	3,603.00	
Advance against sale of office at Plaza	1,010.00	-	-	
Beetal Financial & Computer Services Pvt. Ltd.	4.00	53.00	61.00	
J. Loyalka & Co.	641.00	101.00	425.00	
Khandelwal Consultants	-	-	240.00	
M.K.J.P. & Associates	220.00	545.00	140.00	
P.R. Advertisers	348.00	-	-	
Pankaj Malik & Co.	27.00	-	-	
Parasrampuria Gems International School (Related Party)	188.00	-	-	
S.K. Gupta & Co.	432.00	216.00	106.00	
Chaudhary Pandiya & Co.	378.00	307.00	460.00	
Total Rupees :-	5,078.00	4,447.00	5,035.00	

NOTE NO. "15" : Provisions				
Particulars	As at March 31, 2020	As at March 31, 2019	As at April 1, 2018	
Provision for employee benefits				
Gratuity Payable	4,026.00	4,331.00	4,355.00	
Provision for expenses	1,753.00	37.00	88.00	
Total Rupees :-	5,779.00	4,368.00	4,443.00	

The movement in Provision for employee benefits during 2019-20 and 2018-19 is as follows:

	Amount
As at April 01, 2018	4,355.00
Additions	705.00
Reversed	-
Utilised	729.00
As at March 31, 2019	4,331.00
Additions	695.00
Reversed	-
Utilised	1,000.00
As at March 31, 2020	4,026.00

NOTE NO. "16" : Other Non-financial liabilities				
Particulars	As at March 31, 2020	As at March 31, 2019	As at April 1, 2018	
Statutory Dues Payable				
~CGST payable	68.00	171.00	-	
~SGST payable	68.00	171.00	-	
~TDS Payable	320.00	366.00	671.00	
Other Dues				
~Parwati Parasrampuria	-	-	136.00	
	456.00	708.00	807.00	

MAGNANIMOUS TRADE & FINANCE LTD.

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2020

NOTE NO. 17: Equity share capital

(Rupees in hundreds)

16.1 The reconciliation of equity shares outstanding at the beginning and at the end of the period

Particulars	As at March 31, 2020	As at March 31, 2019	As at April 1, 2018
AUTHORISED			
23,70,000 (March 31, 2019 & April 01, 2018: 23,70,000,000) Equity shares of ₹ 10/- each	2,37,000.00	2,37,000.00	2,37,000.00
ISSUED, SUBSCRIBED & PAID UP			
7,47,387 (March 31, 2019 & April 01, 2018: 7,47,387) Equity shares of ₹ 10/- each			
4,48,000 (March 31, 2019 & April 01, 2018: 4,48,000) Equity shares of ₹ 10/- each	44,800.00	44,800.00	44,800.00
2,99,387 (March 31, 2019 & April 01, 2018: 2,99,387) Equity shares of ₹ 10/- each	29,939.00	29,939.00	29,939.00
(Issued to the shares holders of intersee companies on merger / Amalgamation of four companies as per Hon. High Court of Kolkata order)			
2,04,081 (March 31, 2019 & April 01, 2018: 2,04,081) Bonus shares of ₹ 10/- each	20,408.00	20,408.00	20,408.00
(3.1 shares issued to shareholders other than promoters)			
	95,147.00	95,147.00	95,147.00

16.2 Terms/ rights attached to equity shares

The Company has only one class of equity shares having a par value of ₹ 10/- per share. All these shares have the same rights and preferences with respect to the payment of dividend, repayment of capital and voting. In the event of liquidation of the Company, the holders of equity shares will be entitled to receive any of the remaining assets of the Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

16.3 Reconciliation of the number of Equity shares and of Equity share capital amount outstanding at the beginning and at the end of the year

Particulars	In Numbers	Amount
As at April 01, 2018	9,51,468.00	95,147.00
Shares issued		
As at March 31, 2019	9,51,468.00	95,147.00
Shares issued		
As at March 31, 2020	9,51,468.00	95,147.00

16.4 Details of Equity shareholders holding more than 5% shares in the company

Particulars	As at March 31, 2020		As at March 31, 2019		As at April 1, 2018	
	No. of shares held	% holding in the class	No. of shares held	% holding in the class	No. of shares held	% holding in the class
Amber Mercantiles Ltd.	1,36,593.00	14.36%	1,36,593.00	14.36%	1,36,593.00	14.36%
Geopar Sahayak Pvt. Ltd.	54,288.00	5.71%	54,288.00	5.71%	54,288.00	5.71%
Ja. Narain Parasrampuria (HUF)	64,275.00	6.76%	64,275.00	6.76%	64,275.00	6.76%
Parvati Parasrampuria	88,592.00	9.31%	88,592.00	9.31%	88,592.00	9.31%
Pranod Kumar	72,816.00	7.65%	72,816.00	7.65%	72,816.00	7.65%
Shashank Parasrampuria	2,07,161.00	21.77%	2,07,161.00	21.77%	2,07,161.00	21.77%
Sudhir Kumar Parasrampuria	1,03,226.00	10.85%	1,03,226.00	10.85%	1,03,226.00	10.85%

MAGNANIMOUS TRADE & FINANCE LTD.

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2020

NOTE NO. "18": Other Equity		(Rupees in hundreds)		
Particulars	As at March 31, 2020	As at March 31, 2019	As at April 1, 2018	
Capital Reserve				
(Arising on amalgamation of four companies as per Hon. High Court of Kolkata order)				
Balance at the beginning of the year	2,51,785.00	2,51,785.00	2,51,785.00	
Additions during the year	-	-	-	
Balance at the end of the year	2,51,785.00	2,51,785.00	2,51,785.00	
General Reserve				
(Arising on amalgamation of four companies as per Hon. High Court of Kolkata order)				
Balance at the beginning of the year	3,16,597.00	3,16,597.00	3,16,597.00	
Additions during the year	-	-	-	
Balance at the end of the year	3,16,597.00	3,16,597.00	3,16,597.00	
Statutory Reserve				
Balance at the beginning of the year	47,835.00	46,751.00	45,016.00	
Add: Transfer from Retained earnings	11,016.00	1,084.00	1,735.00	
Balance at the end of the year	58,851.00	47,835.00	46,751.00	
Retained Earnings				
Balance at the beginning of the year	47,794.00	43,456.00	36,514.00	
Adjustment on account of impairment of investments in associates	(6,377.00)	-	-	
Adjustment on account of taxes	387.00	-	-	
Add: Profit for the period	55,081.00	5,422.00	8,677.00	
Less: Appropriation				
Transfer to Statutory Reserve	(11,016.00)	(1,084.00)	(1,735.00)	
Total appropriations	38,075.00	4,338.00	6,942.00	
Balance at the end of the year	85,869.00	47,794.00	43,456.00	
Other Comprehensive Income				
Balance at the beginning of the year	-	-	-	
Add: Addition during the year	-	-	-	
Balance at the end of the year	-	-	-	
Total	7,13,102.00	6,64,011.00	6,58,589.00	

17.1 Nature and purpose of reserve

General Reserve

Under the erstwhile Companies Act 1956, general reserve was created through an annual transfer of profit for the period at a specified percentage in accordance with applicable regulations. Subsequent to introduction of Companies Act 2013, the requirement to mandatorily transfer a specified percentage of the net profit to general reserve has been withdrawn. However, the amount previously transferred to the general reserve can be utilised only in accordance with the specific requirements of Companies Act, 2013.

Statutory reserve

Statutory Reserve represents the Reserve Fund created under Section 45 IC of the Reserve Bank of India Act, 1934. Accordingly an amount representing 20% of Profit for the period is transferred to the fund for the year.

Retained earnings

This Reserve represents the cumulative profits of the Company. This Reserve can be utilized in accordance with the provisions of the Companies Act, 2013.

FVOCI equity investments

The company has elected to recognise changes in the fair value of certain investments in equity securities in other comprehensive income. These changes are accumulated within the FVOCI equity investments reserve within equity. The company transfers amounts from this reserve to retained earnings when the relevant equity securities are derecognised.

MAGNANIMOUS TRADE & FINANCE LTD.

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2020

NOTE NO. "19" : Interest Income

(Rupees in hundreds)

Particulars	Year ended March 31, 2020				Year ended March 31, 2019			
	On financial asset measured at fair value through OCI	On financial asset measured at amortised cost	Interest income on financial assets classified at fair value through profit or loss	Total	On financial asset measured at fair value through OCI	On financial asset measured at amortised cost	Interest income on financial assets classified at fair value through profit or loss	Total
Interest on loans	-	11,178.00	-	11,178.00	-	12,866.00	-	12,866.00
Interest on Income Tax Refund	-	-	194.00	194.00	-	-	-	-
Interest on offer for sale of shares	-	-	-	-	-	-	1,121.00	1,121.00
Total Rupees :-	-	11,178.00	194.00	11,372.00	-	12,866.00	1,121.00	13,987.00

MAGNANIMOUS TRADE & FINANCE LTD.

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2020

NOTE NO. "20" : Sales (Rupees in hundreds)

Particulars	Year ended March 31, 2020	Year ended March 31, 2019
Office	1,29,640.00	-
Shares	-	1,880.00
Total Rupees :-	1,29,640.00	1,880.00

NOTE NO. "21" : Other Income

Particulars	Year ended March 31, 2020	Year ended March 31, 2019
Lease & Licence Fee	19,291.00	21,293.00
Rent received	-	6,000.00
Profit on sale of motor car	350.00	-
Total Rupees :-	19,641.00	27,293.00

NOTE NO. "22" : Employee benefits expenses

Particulars	Year ended March 31, 2020	Year ended March 31, 2019
Salaries	9,816.00	8,522.00
Bonus	710.00	722.00
Staff Welfare Expenses	240.00	282.00
Director's Remuneration	6,000.00	6,000.00
Gratuity	695.00	705.00
Total Rupees :-	17,461.00	16,231.00

NOTE NO. "23" : Depreciation, amortization and impairment

Particulars	Year ended March 31, 2020	Year ended March 31, 2019
Depreciation of tangible assets	251.00	424.00
Impairment of tangible assets	862.00	-
Total Rupees :-	1,113.00	424.00

MAGNANIMOUS TRADE & FINANCE LTD.

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2020

NOTE NO. "24" : Other Expenses			(Rupees in hundreds)	
Particulars	Year ended March 31, 2020	Year ended March 31, 2019		
Payment to auditors :				
(i) Statutory Audit Fee	236.00	236.00		
(ii) Other charges	-	142.00		
Advertisement	1,104.00	1,013.00		
Bank Charges	-	2.00		
Brokerage	651.00	-		
Building Maintenance	1,619.00	1,844.00		
Cellphone Expenses	223.00	199.00		
Conveyance	304.00	347.00		
Courier	186.00	-		
Donation	1,000.00	250.00		
Electric Expenses	664.00	905.00		
House & water Tax	74.00	74.00		
Insurance	193.00	144.00		
Miscellaneous amount written off	-	247.00		
Miscellaneous Expenses	3.00	100.00		
Office Expenses	134.00	194.00		
Office Maintenance	-	113.00		
Postage & Courier	-	125.00		
Printing & Stationary	294.00	285.00		
Professional Charges	2,932.00	3,235.00		
Rates & Taxes	262.00	235.00		
Rent	120.00	120.00		
Repairs & Maintenance (Building)	3,024.00	-		
RTA Charges	295.00	277.00		
Shares Listing Fee	3,988.00	3,280.00		
Telephone Charges	37.00	77.00		
Travelling Expense	3,095.00	1,780.00		
Vehicle Running & Maintenance	592.00	832.00		
Website updation charges	123.00	145.00		
Total Rupees :-	21,153.00	16,201.00		

NOTE NO. "25" : Income Tax

The components of income tax expense for the year ended March 31, 2020 and year ended March 31, 2019 are:

Particulars	Year ended March 31, 2020	Year ended March 31, 2019
Current tax	17,557.00	1,201.00
Adjustment in respect of current income tax of prior years	169.00	-
Deferred tax relating to origination and reversal of temporary differences	4.00	1,724.00
Income tax expense reported in statement of profit and loss	17,730.00	2,925.00
Income tax recognised in other comprehensive income (OCI)		
Deferred tax related to items recognised in OCI during the period:		
-Fair value changes on equity instruments through other comprehensive income	-	-
Income tax charged to OCI	-	-

Reconciliation of the total tax charge:

The tax charge shown in the Statement of Profit and Loss differ from the tax charge that would apply if all the profits had been charged at India corporate tax rate. A reconciliation between the tax expense and the accounting profit multiplied by India's domestic tax rate for the year ended March 31, 2020 and year ended March 31, 2019 is, as follows:

Particulars	Year ended March 31, 2020	Year ended March 31, 2019
Accounting profit before tax	72,811.00	8,347.00
Expenses disallowed in Income tax act	4,782.00	3,983.00
Adjustments/Deductions in respect of current income tax of previous year	(7,514.00)	(7,710.00)
Business loss of previous years adjusted	(2,551.00)	-
Taxable Profit/(Loss)	67,528.00	4,620.00
India's statutory income tax rate	26.00%	26.00%
Income tax expense reported in the Statement of Profit and Loss	(17,557.00)	(1,201.00)

MAGNANIMOUS TRADE & FINANCE LTD.

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2020

Significant components of net deferred tax assets and liabilities for the year ended March 31, 2020 are as follows: (Rupees in hundreds)

Particulars	As at March 31, 2020	As at March 31, 2019
Employee Benefit Obligations		
Opening balance	1,126.00	1,309.00
Recognised in Profit/Loss	(79.00)	(183.00)
Recognised in Other Comprehensive Income	-	-
Closing balance (A)	1,047.00	1,126.00
Property, Plant and Equipment		
Opening balance	228.00	1,768.00
Recognised in Profit/Loss	75.00	(1,540.00)
Recognised in Other Comprehensive Income	-	-
Closing balance (B)	303.00	228.00
MAT credit entitlement		
Opening balance	4,376.00	3,971.00
Error rectified through Retained Earnings	387.00	-
Recognised in Profit/Loss	(4,763.00)	405.00
Recognised in Other Comprehensive Income	-	-
Closing balance (C)	-	4,376.00
Deferred Tax Assets (Net) (A+B+C)	1,350.00	5,730.00

NOTE NO. "26" : Earnings per share

Particulars	As at March 31, 2020	As at March 31, 2019
Net profit attributable to ordinary equity holders	44,065.00	4,338.00
Weighted average number of equity shares for basic earnings per share	9,51,468.00	9,51,468.00
Effect of dilution:	-	-
Weighted average number of equity shares for diluted earnings per share	9,51,468.00	9,51,468.00
Earnings per share:		
-Basic earnings per share (Rs.)	4.63	0.46
-Diluted earnings per share (Rs.)	4.63	0.46

NAGANIMOUS TRADE & FINANCE LTD.

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2020

Note 27

Related Party Transactions

A. List of Related Parties and their relationship:

Names of Related parties

(a) Associates

1. Macro International Experts Limited
2. Archer Mercedes Limited

(b) Key Management Personnel Designation

1. Sudhir Kumar Paramanuris
2. Parwal Paramanuris
3. Gaurav L. B.
4. Pradeep Kumar Dada

(c) Enterprises owned or significantly influenced by key management personnel or their relatives

1. Bhoomeshwar Durg Devi Paramanuris Public Charitable Trust
2. Paramanuris Gaurav International School

(d) Relatives of Key Management Personnel

1. Srishankh Paramanuris s/o Sudhir Kumar Paramanuris S Parwal Paramanuris
2. Rishi Chakraborty Gaurav Ltd.
3. Pradeep Dada s/o Pradeep Kumar Dada
4. Adrishank Dada s/o Pradeep Kumar Dada
5. Dinesh Dada s/o Pradeep Kumar Dada

Related Party transactions during the year:

(Figures in hundreds)

Particulars	Key Management Personnel		Relatives of Key Management Personnel		Entities over which Key Management has significant influence		Associates	
	Year Ended March 31, 2020	Year Ended March 31, 2019	Year Ended March 31, 2020	Year Ended March 31, 2019	Year Ended March 31, 2020	Year Ended March 31, 2019	Year Ended March 31, 2020	Year Ended March 31, 2019
Purchase of Travel Tickets, Travel Arrangements and Accommodation Facilities for Company Executives/ Family Members	3,095.00	1,760.00	-	-	-	-	-	-
Director's Remuneration	6,000.00	6,000.00	-	-	-	-	-	-
Staff Welfare expenses	155.00	17.00	-	-	-	-	-	-
Reimbursement of expenses	776.00	93.00	-	-	-	-	17,922.00	4,956.00
Leaves paid received	-	-	-	-	-	6,000.00	-	-
Interest received on Loan	-	-	-	-	11,178.00	12,866.00	-	-
Loans given	-	-	-	-	1,87,850.00	12,600.00	-	-
Loans recovered	-	-	-	-	91,345.00	16,950.00	-	-
Excess payment received-refundable	-	-	-	-	188.00	-	-	-
Loan raised	-	-	-	-	-	-	-	-
Finance charges received	-	-	-	-	-	-	146.00	156.00
Rent received	-	-	-	-	-	-	230.00	130.00

Note:

(a) Related parties have been identified on the basis of the declaration received by the management and other records available.

Balance outstanding as at the year-end: Asset (Liability)

Particulars	Key Management Personnel		Relatives of Key Management Personnel		Entities over which Key Management Personnel and		Associates		
	As at March 31, 2020	As at March 31, 2019	As at April 01, 2020	As at March 31, 2019	As at March 31, 2020	As at March 31, 2019	As at April 01, 2020	As at March 31, 2020	As at March 31, 2019
Investments in Equity Shares	-	-	-	-	-	-	-	92,418.00	92,418.00
Investments by associate in equity shares of the company	-	-	-	-	-	-	-	11,506.00	11,506.00
Long term loan given	-	-	-	-	4,40,000.00	5,29,437.00	3,22,708.00	-	-
Long term loan received	-	-	-	-	1185.00	-	-	-	-
Amounts payable (net) to related parties	-	-	-	-	4,39,815.00	3,29,437.00	3,22,708.00	91,652.00	91,652.00

Note:

(a) Related parties have been identified on the basis of the declaration received by the management and other records available.

MAGNANIMOUS TRADE & FINANCE LTD.

DETAILS OF CLOSING STOCK OF REAL ESTATES

Financial period upto 31.03.20

Particulars	Opening Stock		Construction		Sales		Closing Stock	
	Area	Value	Area	Value	Area	Value	Area	Value
	(Sq. Ft.)	Value	(Sq. Ft.)	Value	(Sq. Ft.)	Value	(Sq. Ft.)	Value

1. Plaza Kalpana

1st Floor	4,374.44	78,60,869.00	-	-	1,558.40	28,00,444.91	2,816.04	50,60,424.09
Ground Floor	4,723.00	51,59,077.00	-	-	-	-	4,723.00	51,59,077.00
Ind Floor	1,007.29	8,05,984.00	-	-	752.44	6,02,065.54	254.85	2,03,918.46
Vth Floor	368.00	1,65,600.00	-	-	-	-	368.00	1,65,600.00
Restaurent	2,583.00	22,11,048.00	-	-	-	-	2,583.00	22,11,048.00
	13,055.73	1,62,02,578.00	-	-	2,310.84	34,02,510.46	10,744.89	1,28,00,067.54

2. Car Parking

7.00	1,75,000.00	-	-	-	-	7 Nos	1,75,000.00
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3. Jaipur - D-1

Basement	1,643.00	16,60,789.00	-	-	-	-	1,643.00	16,60,789.00
Ground Floor	-	-	-	-	-	-	-	-
First Floor	-	-	-	-	-	-	-	-
Second Floor	-	-	-	-	-	-	-	-
	1,643.00	16,60,789.00	-	-	-	-	1,643.00	16,60,789.00

NOTES

Forming part of standalone Ind AS financial statements for the year ended March 31, 2020

1. Corporate Information

Magnanimous Trade & Finance Limited ("the Company") was incorporated as a public company limited by shares on July 23rd, 1985. The Company obtained permission from the Reserve Bank of India for carrying on the business of Non-Banking Financial Institution on 02-05-1998 vide Regn No. 05.01962. The Company is registered as a Non-Deposit Taking Company. The Registered Office of the Company is at D-1, Motilal Atal Road, Behind Hotel Neelam, Jaipur – 302001, Rajasthan, India. The equity shares of the Company are listed on BSE Limited from April 17th, 1986, delisted in 2001 and again relisted on June 17th, 2013.

2. Basis of preparation and presentation

2.1. Statement of Compliance

The standalone financial statements of the Company have been prepared in accordance with Indian Accounting Standards (Ind-AS) notified under Section 133 of the Companies Act, 2013 (the „Act“) [Companies (Indian Accounting Standards) Rules, 2015 (as amended from time to time)] and other relevant provisions of the Act.

For all periods up to and including the year ended 31st March, 2019, the Company prepared its standalone financial statements in accordance with accounting standards notified under the section 133 of the Companies Act 2013, read together with paragraph 7 of the Companies (Accounts) Rules, 2014 (Indian GAAP or previous GAAP). The standalone financial statements for the year ended 31st March, 2020 are the first financial statement of the Company prepared in accordance with Ind-AS.

2.2. Basis of measurement

The standalone financial statements have been prepared on a historical cost basis, except for following assets and liabilities which have been measured at fair value:

- i. fair value through other comprehensive income (FVOCI) instruments,
- ii. other financial assets held for trading,
- iii. financial assets and liabilities designated at fair value through profit or loss (FVTPL)

2.3. Functional and presentation currency

Items included in standalone Ind-AS financial statements of the company are measured using the currency of the primary economic environment in which the company operates („the functional currency). The standalone Ind-AS financial statements are presented in Indian Rupees (INR) which is the company's functional and presentation currency and all values are rounded to the nearest hundred, except when otherwise indicated year to year.

3. Significant accounting policies

3.1. Recognition of interest income

The Company recognises interest income by applying the effective interest rate (EIR) to the gross carrying amount of a financial asset and as per year to year financial contracts as agreed by the management.

3.2. Recognition of revenue from sale of goods

Revenue (other than for Financial Instruments within the scope of Ind-AS 109) is measured at an amount that reflects the considerations, to which an entity expects to be entitled in exchange for transferring goods or services to customer, excluding amounts collected on behalf of third parties.

The Company recognises revenue from contracts with customers based on a five-step model as set out in Ind-AS 115:

Step 1: Identify contract(s) with a customer: A contract is defined as an agreement between two or more parties that creates enforceable rights and obligations and sets out the criteria for every contract that must be met.

Step 2: Identify performance obligations in the contract: A performance obligation is a promise in a contract with a customer to transfer a good or service to the customer.

Step 3: Determine the transaction price: The transaction price is the amount of consideration to which the Company expects to be entitled in exchange for transferring promised goods or services to a customer, excluding amounts collected on behalf of third parties.

Step 4: Allocate the transaction price to the performance obligations in the contract: For a contract that has more than one performance obligation, the Company allocates the transaction price to

NOTES

Forming part of standalone Ind AS financial statements for the year ended March 31, 2020

each performance obligation in an amount that depicts the amount of consideration to which the Company expects to be entitled in exchange for satisfying each performance obligation.

Step 5: Recognise revenue when (or as) the Company satisfies a performance obligation. Revenue from contract with customer for rendering services is recognised at a point in time when performance obligation is satisfied.

3.2.1. Recognition of Dividend Income

Dividend Income (including from FVOCI investments) is recognised when the Company's right to receive the payment is established. This is established when it is probable that the economic benefits associated with the dividend will flow to the entity and the amount of dividend can be measured reliably.

3.3. Financial Instruments

A. Financial Assets

3.3.1. Initial recognition and measurement

All financial assets are recognised initially at fair value when the parties become party to the contractual provisions of the financial asset. In case of financial assets which are not recorded at fair value through profit or loss, transaction costs that are directly attributable to the acquisition or issue of the financial assets, are adjusted to the fair value on initial recognition.

3.3.2. Subsequent measurement

The Company classifies its financial assets into various measurement categories. The classification depends on the contractual terms of the financial assets – cash flows and the Company's business model for managing financial assets.

a. Financial assets measured at amortised cost

A financial asset is measured at Amortised 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.

b. Financial assets measured at fair value through other comprehensive income (FVOCI)

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

c. Financial assets measured at fair value through profit or loss (FVTPL)

A financial asset which is not classified in any of the above categories are measured at FVTPL.

3.3.3. Investment in Associates

Investments in associate companies are carried at cost and fair value (deemed cost) as per Ind-AS-101 less accumulated impairment losses, if any. Where an indication of impairment exists, the carrying amount of the investment is assessed and written down immediately to its recoverable amount. On disposal of investments in associate companies, the difference between net disposal proceeds and the carrying amounts are recognised in the Statement of Profit and Loss.

3.3.4. Equity Investments

Equity instruments are instruments that meet the definition of equity from the issuer's perspective; that is, instruments that do not contain a contractual obligation to pay and that evidence a residual interest in the issuer's net assets.

The company subsequently measures all equity investments at fair value. Where the company's management has elected to present fair value gains and losses on equity investments in other comprehensive income, there is no subsequent reclassification of fair value gains and losses to profit or loss following the derecognition of the investment.

B. Financial liabilities

3.3.5. Initial recognition and measurement

All financial liabilities are recognized initially at fair value and, in the case of borrowings and payables, net of directly attributable transaction costs.

3.3.6. Subsequent Measurement

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

NOTES

Forming part of standalone Ind AS financial statements for the year ended March 31, 2020

3.4. Derecognition of financial assets and liabilities

3.4.1. Financial Asset

The Company derecognizes a financial asset when the contractual cash flows from the asset expire or it transfers its rights to receive contractual cash flows from the financial asset in a transaction in which substantially all the risks and rewards of ownership are transferred. Any interest in transferred financial assets that is created or retained by the Company is recognized as a separate asset or liability.

3.4.2. Financial Liability

A financial liability is derecognised when the obligation under the liability is discharged, cancelled or expires. Where an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as de-recognition of the original liability and the recognition of a new liability. The difference between the carrying value of the original financial liability and the consideration paid is recognised in profit or loss.

3.5. Offsetting

Financial assets and financial liabilities are generally reported gross in the balance sheet. Financial assets and liabilities are offset and the net amount is presented in the balance sheet when the Company has a legal right to offset the amounts and intends to settle on a net basis or to realise the asset and settle the liability simultaneously in all the following circumstances:

- a. The normal course of business
- b. The event of default
- c. The event of insolvency or bankruptcy of the Company and/or its counterparties

3.6. Impairment of financial assets

In accordance with Ind-AS 109, the Company uses „Expected Credit Loss” model (ECL), for evaluating impairment of financial assets other than those measured at Fair value through profit and loss.

The measurement of ECL reflects:

An unbiased and probability-weighted amount that is determined by evaluating a range of possible outcomes;

The time value of money; and

Reasonable and supportable information that is available without undue cost or effort at the reporting date about past events, current conditions and forecasts of future economic conditions.

The measurement of ECL allowance is an area that requires the use of complex models and significant assumptions about future economic conditions and credit behaviour.

3.6.1. Write-off policy

The company writes off financial assets, in whole or in part, when it has exhausted all practical recovery efforts and has concluded there is no reasonable expectation of recovery. Indicators that there is no reasonable expectation of recovery include (i) ceasing enforcement activity and (ii) where the company's recovery method is foreclosing on collateral and the value of the collateral is such that there is no reasonable expectation of recovering in full.

3.7. Determination of fair value of Financial Instruments

The Company measures financial instruments, such as, investments at fair value at each balance sheet date. 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 is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

- i. In the principal market for the asset or liability, or
 - ii. In the absence of a principal market, in the most advantageous market for the asset or liability. The principal or the most advantageous market must be accessible by the Company.
- The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest.

NOTES

Forming part of standalone Ind AS financial statements for the year ended March 31, 2020

A fair value measurement of a non-financial asset takes into account a market participant's ability to generate economic benefits 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.

3.8. Cash and cash equivalents

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

3.9. Property, plant and equipment

All items of property, plant and equipment are stated at historical cost less depreciation. Historical cost includes expenditure that is directly attributable to the acquisition of the items.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the company and the cost of the item can be measured reliably. The carrying amount of any component accounted for as a separate asset is derecognised when replaced. All other repairs and maintenance are charged to profit or loss during the reporting period in which they are incurred.

Transition to Ind-AS

On transition to Ind-AS, the company has elected to continue with the carrying value of all its property, plant and equipment recognised as at April 01, 2018 measured as per the previous GAAP and use that carrying value as the deemed cost of investment properties.

3.9.1. Depreciation

Depreciation on Property, Plant and Equipment is calculated using written down value method (WDV) to write down the cost of property and equipment to their residual values over their estimated useful lives which are in line with the estimated useful life as specified in Schedule II of the Companies Act, 2013.

The estimated useful lives are as follows:

Particulars	Useful life
Furniture and fixture	10 years
Office equipment	15 years
Computer	3 years
Vehicles	15 years
Plant & Machinery	15 years

The company provides pro-rata depreciation from the day the asset is put to use and for any asset sold, till date of sale. The asset's residual values and useful lives are reviewed, and adjusted if appropriate, at the end of each reporting period.

An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

Gains and losses on disposal are determined by comparing proceeds with carrying amount and are recognised in the statement of profit and loss.

3.10. Impairment of non-financial assets: Property, Plant and Equipment

The Company assesses, at each reporting date, whether there is any indication that any Property, Plant and Equipment or group of assets called Cash Generating Units (CGU) may be impaired. If any such indication exists, or when annual impairment testing for an asset is required, the Company estimates the asset's recoverable amount to determine the extent of impairment, if any.

An asset's recoverable amount is the higher of an asset's or cash generating unit's (CGU) fair value less costs of disposal and its value in use. Recoverable amount is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent of those from other assets or groups of assets. When the carrying amount of an asset or CGU exceeds its recoverable amount, the asset is considered impaired and is written down to its recoverable amount.

In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. In determining fair value less costs of disposal, recent market transactions are taken into account. If no such transactions can be identified, an appropriate valuation model is used.

NOTES

Forming part of standalone Ind AS financial statements for the year ended March 31, 2020

These calculations are corroborated by valuation multiples, quoted share prices for publicly traded companies or other available fair value indicators.

An assessment is made at each reporting date to determine whether there is an indication that previously recognised impairment losses no longer exist or have decreased. If such indication exists, the Company estimates the asset's or CGUs recoverable amount. A previously recognised impairment loss is reversed only if there has been a change in the assumptions used to determine the asset's recoverable amount since the last impairment loss was recognised.

The reversal is limited so that the carrying amount of the asset does not exceed its recoverable amount, nor exceed the carrying amount that would have been determined, net of depreciation, had no impairment loss been recognised for the asset in prior years.

Such reversal is recognised in the statement of profit or loss unless the asset is carried at a revalued amount, in which case, the reversal is treated as a revaluation increase.

3.11. Investment Property

An investment property is accounted for in accordance with cost model. Depreciation on Property, Plant and Equipment is provided in accordance with the provisions of Schedule II of the Companies Act, 2013.

Transition to Ind-AS

On transition to Ind-AS, the company has elected to continue with the carrying value of all its investment properties recognised as at April 01, 2018 measured as per the previous GAAP and use that carrying value as the deemed cost of investment properties.

3.12. Inventories

The company has two categories of assets as mentioned hereunder:

Stock of shares : These are valued at cost.

Stock of Real Estate : These are valued on the basis of cost or net realized value, whichever is lower.

3.13. Borrowing Costs

Borrowing Costs, which are directly attributable to the acquisition / construction of fixed assets, till the time such assets are ready for intended use, are capitalised as part of the cost of the assets. Other borrowing costs are recognised as an expense in the year in which they are incurred. Brokerage costs directly attributable to a borrowing are expensed over the tenure of the borrowing.

3.14. Provisions, contingent liabilities and contingent assets

The Company creates a provision when there is a present obligation as a result of past events and it is probable that there will be outflow of resources and a reliable estimate of the obligation can be made of the amount of the obligation. Contingent liabilities are not recognised but are disclosed in the notes to the Standalone Ind-AS financial statements. A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. When there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made.

Provisions are reviewed at each balance sheet date and adjusted to reflect the current best estimate. If it is no longer probable that the outflow of resources would be required to settle the obligation, the provision is reversed.

Contingent assets are not recognised nor disclosed in the Standalone Ind-AS financial statements.

3.15. Employee Benefits Expenses

3.15.1. Short Term Employee Benefits

The undiscounted amount of short term employee benefits expected to be paid in exchange for the services rendered by employees are recognised as an expense during the period when the employees render the services.

3.15.2. Post-Employment Benefits

A. Defined Benefit schemes

Leave Encashment

The company has not provided leave encashment as the employees are not entitled for that due to availment of leaves & there are no pending dues in this account.

Provident Fund

NOTES

Forming part of standalone Ind AS financial statements for the year ended March 31, 2020

The company has not provided the provident Fund & ESI as the company is not covered under E.P.F. & ESI Act.

Gratuity

The Company provides for gratuity covering eligible employees under which a lumpsum payment is paid to vested employees at retirement, death, incapacitation or termination of employment, of an amount reckoned on the respective employee's salary and his tenor of employment with the Company. The provision of gratuity is being made on the basis of 15 days salary of completed years of service of employees. The management does not see any need of actuarial valuation of the same as the numbers of employees are very few.

3.16. Taxes

Income tax expense represents the sum of current tax and deferred tax

3.16.1 Current Tax

Provision for current tax is made after taking into consideration benefits admissible under the provisions of the Income Tax Act, 1961. Minimum Alternative Tax (MAT) credit entitlement is recognised when there is convincing evidence that the same can be realised in future.

3.16.2 Deferred tax

The recognition of deferred tax assets is based upon whether it is more likely that not that sufficient and suitable taxable profit will be available in the future against which the temporary differences can be deducted. To determine the future taxable profits, reference is made to the latest available profit forecasts. Where the temporary differences are related to losses, relevant tax law is considered to determine the availability of the losses to offset against the future taxable profits. Recognition therefore involves judgement regarding the future financial performance of the particular legal entity or tax group in which the deferred tax asset has been recognised.

3.17. Earnings Per Share

The Company reports basic and diluted earnings per share in accordance with Ind-AS 33 on Earnings per share. Basic EPS 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 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 effect of all dilutive potential equity shares. Dilutive potential equity shares are deemed converted as of the beginning of the period, unless they have been issued at a later date. In computing the dilutive earnings per share, only potential equity shares that are dilutive and that either reduces the earnings per share or increases loss per share are included.

3.18. Cash-flow statement

Cash flows are reported using the indirect method, whereby profit before tax is adjusted for the effects of transactions of a non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from regular revenue generating, investing and financing activities of the Company are segregated.

4. Significant accounting judgements, estimates and assumptions

The preparation of standalone financial statements in conformity with the Ind-AS requires the management to make judgements, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities and the accompanying disclosure and the disclosure of contingent liabilities, at the end of the reporting period. Estimates and underlying assumptions are reviewed on an on-going basis.

Revisions to accounting estimates are recognised in the period in which the estimates are revised if the revision affects only that period or in the period of the revision and future periods if the revision affects both current and future periods. Although these estimates are based on the management's best knowledge of current events and actions, uncertainty about these assumptions and estimates could result in the outcomes requiring a material adjustment to the carrying amounts of assets or liabilities in future periods.

In particular, information about significant areas of estimation, uncertainty and critical judgements in applying accounting policies that have the most significant effect on the amounts recognized in the financial statements is included in the following notes:

NOTES

Forming part of standalone Ind AS financial statements for the year ended March 31, 2020

4.1. Business Model Assessment

Classification and measurement of financial assets depends on the results of the SPP1 and the business model test. The Company determines the business model at a level that reflects how groups of financial assets are managed together to achieve a particular business objective. This assessment includes judgement reflecting all relevant evidence including how the performance of the assets is evaluated and their performance measured, the risks that affect the performance of the assets and how these are managed and how the managers of the assets are compensated. The Company monitors financial assets measured at amortised cost or fair value through other comprehensive income that are derecognised prior to their maturity to understand the reason for their disposal and whether the reasons are consistent with the objective of the business for which the asset was held. Monitoring is part of the Company's continuous assessment of whether the business model for which the remaining financial assets are held continues to be appropriate and if it is not appropriate whether there has been a change in business model and so a prospective change to the classification of those assets.

4.2. Effective Interest Rate (EIR) method

The Company's EIR methodology, recognises interest income using a rate of return that represents the best estimate of a constant rate of return over the expected behavioural life of loans given and recognises the effect of potentially different interest rates at various stages and other characteristics of the product life cycle (including prepayments and penalty interest and charges).

This estimation, by nature, requires an element of judgement regarding the expected behaviour and life-cycle of the instruments, probable fluctuations in collateral value as well as expected changes to India's base rate and other fee income/expense that are integral parts of the instrument.

4.3. Impairment of financial assets using expected credit loss method

The impairment provisions for financial assets are based on assumptions about risk of default and expected loss rates. The company uses judgement in making these assumptions and selecting the inputs to the impairment calculation, based on the Company's history, existing market conditions as well as forward looking estimates at the end of each reporting period.

4.4. Fair value measurement:

When the fair values of financial assets and financial liabilities recorded in the balance sheet cannot be measured based on quoted prices in active markets, their fair value is measured using various valuation techniques. The inputs to these models are taken from observable markets where possible, but where this is not feasible, a degree of judgement is required in establishing fair values. Judgments include considerations of inputs such as liquidity risk, credit risk and volatility. Changes in assumptions about these factors could affect the reported fair value of financial instruments.

4.5. Other estimates:

These include contingent liabilities, useful lives of tangible and intangible assets etc.

NOTES

Forming part of standalone Ind AS financial statements for the year ended March 31, 2020

28. Fair Value Measurement

a) Fair Value Hierarchy

The Company determines fair value of its financial instruments according to following hierarchy:

Level 1: Category includes financials assets and liabilities that are measured in whole or significant part by reference to published quotes in an active market

Level 2: Category includes financials assets and liabilities that are measured using a valuation technique based on assumptions that are supported by prices from observable current market transactions. Company's investment in units of AIF funds fall under this category.

Level 3: Category includes financials assets and liabilities that are measured using valuation techniques based on non-market observable inputs. This means that fair value are determined in whole or in part using a valuation model based on assumptions that are neither supported by prices from observable current market transactions in the same instrument nor are they based on available market data.

An explanation of each level follows underneath the table:

As at 31 st March, 2020					(Rupees in hundreds)	
Financial assets & liabilities at fair value	Level 1	Level 2	Level 3	Amortised Cost	Cost	Total
Financial assets						
Financial assets at FVTPL	-	-	-	-	-	-
Financial assets at FVOCI	-	-	-	-	-	-
Financial assets at Amortised Cost						
Cash & cash equivalents	-	-	-	1,402.00	-	1,402.00
Loans	-	-	-	4,40,003.00	-	4,40,003.00
Other Financial Assets	-	-	-	3,542.00	-	3,542.00
Investments	-	-	-	-	82,113.00	82,113.00
Total financial assets	-	-	-	4,44,947.00	82,113.00	5,27,060.00
Financial liabilities						
Financial liabilities at FVTPL	-	-	-	-	-	-
Financial liabilities at Amortised Cost	-	-	-	-	-	-
Other Financial Liabilities	-	-	-	5,078.00	-	5,078.00
Total financial liabilities	-	-	-	5,078.00	-	5,078.00

As at 31 st March, 2019					(Rupees in hundreds)	
Financial assets & liabilities at fair value	Level 1	Level 2	Level 3	Amortised Cost	Cost	Total
Financial assets						
Financial assets at FVTPL	-	-	-	-	-	-
Financial assets at FVOCI	-	-	-	-	-	-

NOTES

Forming part of standalone Ind AS financial statements for the year ended March 31, 2020

Financial assets at Amortised Cost						
Cash & cash equivalents	-	-	-	120.00	-	120.00
Loans	-	-	-	3,43,527.00	-	3,43,527.00
Other Financial Assets	-	-	-	3,784.00	-	3,784.00
Investments	-	-	-	-	88,489.00	88,489.00
Total financial assets	-	-	-	3,47,431.00	88,489.00	4,35,920.00
Financial liabilities						
Financial liabilities at FVTPL	-	-	-	-	-	-
Financial liabilities at Amortised Cost						
Other Financial Liabilities	-	-	-	4,447.00	-	4,447.00
Total financial liabilities	-	-	-	4,447.00	-	4,447.00

As at 1st April, 2018

(Rupees in hundreds)

Financial assets & liabilities at fair value	Level 1	Level 2	Level 3	Amortised Cost	Cost	Total
Financial assets						
Financial assets at FVTPL	-	-	-	-	-	-
Financial assets at FVOCI	-	-	-	-	-	-
Financial assets at Amortised Cost						
Cash & cash equivalents	-	-	-	1,000.00	-	1,000.00
Loans	-	-	-	3,36,297.00	-	3,36,297.00
Other Financial Assets	-	-	-	2,419.00	-	2,419.00
Investments	-	-	-	-	88,489.00	88,489.00
Total financial assets	-	-	-	3,39,716.00	88,489.00	4,28,205.00
Financial liabilities						
Financial liabilities at FVTPL	-	-	-	-	-	-
Financial liabilities at Amortised Cost						
Other Financial Liabilities	-	-	-	5,035.00	-	5,035.00
Total financial liabilities	-	-	-	5,035.00	-	5,035.00

NOTES

Forming part of standalone Ind AS financial statements for the year ended March 31, 2020

29. First-time adoption of Ind-AS Transition to Ind-AS

These are the Company's first Standalone Ind-AS financial statements prepared in accordance with Ind-AS.

The accounting policies set out in Note No. 2 have been applied in preparing the Standalone Ind-AS financial statements for the year ended March 31, 2020 the comparative information presented in these Standalone Ind-AS financial statements for the year ended March 31, 2019 and in the preparation of an opening Ind-AS balance sheet at April 1, 2018 (the Company's date of transition). In preparing its opening Ind-AS balance sheet, the Company has adjusted the amounts reported previously in Standalone Ind-AS financial statements prepared in accordance with the accounting standards notified under Companies (Accounting Standards) Rules, 2006 (as amended) and other relevant provisions of the Act (previous GAAP or Indian GAAP or IGAAP). An explanation of how the transition from previous GAAP to Ind-AS has affected the Company's financial position, financial performance and cash flows is set out in the following tables and notes.

a) Optional exemptions availed

Set out below are the applicable Ind-AS 101 optional exemptions and mandatory exceptions applied in the transition from previous GAAP to Ind-AS, which were considered to be material or significant by the Company:

i) Deemed cost

Ind-AS 101 permits a first-time adopter to elect to continue with the carrying value for all of its property, plant and equipment (including capital work-in-progress) as recognised in the Standalone Ind-AS financial statements as at the date of transition to Ind-AS, measured as per the previous GAAP and use that as its deemed cost as at the date of transition after making necessary adjustments for de-commissioning liabilities and capital grant, if applicable. This exemption can also be used for investment properties covered by Ind-AS 40. Accordingly, the Company has elected to measure all of its property, plant and equipment, and investment properties at their previous GAAP carrying value.

ii) Designation of previously recognised financial instruments

Ind-AS 101 allows an entity to designate investments in equity instruments at FVOCI on the basis of the facts and circumstances at the date of transition to Ind-AS.

The Company has elected to apply this exemption for its investment in equity investments.

iii) Investments in associates

When an entity prepares separate Standalone Ind-AS financial statements, Ind-AS 27 requires it to account for its investments in associates either at cost or in accordance with Ind-AS 109. If a first-time adopter measures such an investment at cost in accordance with Ind-AS 27, it shall measure that investment at one of the following amounts in its separate opening Ind-AS Balance Sheet:

- (a) cost determined in accordance with Ind-AS 27; or
- (b) deemed cost. The deemed cost of such an investment shall be its:
- (c) fair value at the entity's date of transition to Ind-AS in its separate Standalone Ind-AS financial statements;
- (d) or previous GAAP carrying amount at that date.

A first-time adopter may choose either (i) or (ii) above to measure its investment in each associate that it elects to measure using a deemed cost.

The Company has availed the exemption and has measured its investment in associates at deemed cost being the previous GAAP carrying amount.

b) Ind-AS mandatory exceptions

The Company has applied the following exceptions from full retrospective application of Ind-AS as mandatorily required under Ind-AS 101:

i) Estimates

An entity's estimates in accordance with Ind-AS at the date of transition to Ind-AS shall be consistent with estimates made for the same date in accordance with previous GAAP (after adjustments to reflect any difference in accounting policies), unless there is objective evidence that those estimates were in error. Ind-AS estimates as at April 1, 2018 are consistent with the estimates as at the same date made in conformity with previous GAAP. The Company made estimates for following items in accordance with Ind-AS at the date of transition as these were not required under Previous GAAP.

ii) De-recognition of financial assets and liabilities

Ind-AS 101 requires a first-time adopter to apply the de-recognition provisions of Ind-AS 109 prospectively for transactions occurring on or after the date of transition to Ind-AS. However, Ind-

NOTES

Forming part of standalone Ind AS financial statements for the year ended March 31, 2020

AS 101 allows a first-time adopter to apply the de-recognition requirements in Ind-AS 109 retrospectively from a date of the entity's choosing, provided that the information needed to apply Ind-AS 109 to financial assets and financial liabilities derecognized as a result of past transactions was obtained at the time of initially accounting for those transactions. The Company has elected to apply the de-recognition provisions of Ind-AS 109 prospectively from the date of transition to Ind-AS.

iii) **Classification and measurement of financial assets**

Ind-AS 101 requires an entity to assess classification and measurement of financial assets on the basis of the facts and circumstances that exist at the date of transition to Ind-AS.

iv) **Impairment of financial assets**

As set out in Ind-AS 101, an entity shall apply the impairment requirements of Ind-AS 109 retrospectively if it does not entail any undue cost or effort. The Company has assessed impairment of financial assets in conformity with Ind-AS 109.

c) **Reconciliations between previous GAAP and Ind-AS**

Since all the values have been adopted as per previous GAAP, there is no reconciliation.

d) **Notes to the first-time adoption**

i) **Fair valuation of investments**

Under the previous GAAP, investments in equity instruments and preference shares were classified as long-term investments or current investments based on the intended holding period and realisability. Long-term investments were carried at cost less provision for other than temporary decline in the value of such investments.

ii) **Loans to customer/related parties**

Under Indian GAAP, the company has created provision for impairment of loans to customer/related parties consist only in respect of specific amount for incurred losses. Under Ind-AS, impairment allowance has been determined based on Expected Loss model (ECL). Due to ECL model, the company impaired its loans to customer/related parties on 31st March, 2020. The impact for year ended on March 31, 2020 has been recognized in the statement of profit and loss.

iii) **Deferred tax**

Indian GAAP requires deferred tax accounting using the statement of profit and loss approach, which focuses on differences between taxable profits and accounting profits for the period. Ind-AS 12 requires entities to account for deferred taxes using the balance sheet approach, which focuses on temporary differences between the carrying amount of an asset or liability in the balance sheet and its tax base. The application of Ind-AS 12 approach has resulted in recognition of deferred tax on new temporary differences which was not required under Indian GAAP.

In addition, the various transitional adjustments lead to temporary differences. According to the accounting policies, the company has to account for such differences. Deferred tax adjustments are recognised in correlation to the underlying transaction either in retained earnings or a separate component of equity.

iv) **Investment property**

Under the previous GAAP, investment properties were presented as part of property, plant and equipment. Under Ind-AS, investment properties are required to be separately presented on the face of the balance sheet. The company has carried out at previous GAAP value of its investment in land and property.

v) **Other comprehensive income**

Under Ind-AS, all items of income and expense recognised in a period should be included in profit or loss for the period, unless a standard requires or permits otherwise. Items of income and expense that are not recognised in profit or loss but are shown in the statement of profit and loss as other comprehensive income i fair value gains or (losses) on FVOCI equity instruments. The concept of other comprehensive income did not exist under previous GAAP.

30. Payment against supplies from small scale and ancillary undertaking are made in accordance with agreed credit terms and to the extent as ascertained from available information, there was no amount overdue as at 31st March, 2020.

31. There has been no significant impact on the operations and financial position of the Company and recoverability of its assets comprising property, plant and equipment, investments and trade receivables on account of outbreak of the COVID-19 pandemic and the consequential lockdown restriction imposed by the Government. Although, the situation is changing rapidly giving rise to inherent uncertainty around the extent and timing of the potential future impact of the COVID-19 pandemic which may be different from that estimated as at the date of approval of the financial results.

NOTES

Forming part of standalone Ind AS financial statements for the year ended March 31, 2020

32. The company does not have any dues of micro, small and medium enterprises as at 31st March, 2020 as per provision of the Section 16 of the Micro, Small and Medium Enterprises Act, 2006.
33. The company holds 40 shares of Golden Tobacco Company which has not yet been transferred in the name of the company.
34. The Company got registered under Goods and Service Act in July, 2018. Initially it charged CGST & SGST and deposited in IGST account with the government and vice-versa. The GST liability will be accounted for, if any, after the completion of the assessment.
35. Previous year figures have been regrouped and/or rearranged wherever found necessary.
36. **As per RBI prudential norms additional disclosures applicable on NBFC's,**
 - a. The Company has obtained certificate of registration under section 45-IA of Reserve Bank of India Act, 1934.
 - b. The Company is entitled to continue to hold such CoR in terms of principal business criteria (Financial Assets/Income Pattern) as on 31st March, 2020.
 - c. The company has a net owned fund of Rs. 7,23,98,122/- which meet the minimum requirement of net owned fund of Rs 200.00 lakhs as laid down by the regulations of Reserve Bank of India.
 - d. The company is in compliance with the minimum CRAR i.e 15 % as laid down by the bank.

As per our report of even date attached

FOR CHAUDHARY PANDIYA & CO. For and on behalf of the Board of Directors
CHARTERED ACCOUNTANTS
FRN-001903-C

A.K.PANDIYA
PARTNER
M.No.070747
UDIN : 20070747AAAAC11517

Sudhir Kumar Parasrampur
Director
DIN: 00358982

ParwatiParasrampur
Managing Director
DIN: 00359065

Place : Kanpur
Date : 13.08.2020
UDIN:

IpsaArun
Company Secretary

AnkitPoddar
CFO

MAGNANIMOUS TRADE & FINANCE LIMITED

Registered Office: D-1, Moti Lal Atal Road 1st Floor, Behind Hotel Neelam, Jaipur - 302001(Rajasthan)
[CIN- L65923RJ1991PLC059251]

Tel: (0141) 2373164/2373264, Email: info@mtfl.co.in, Website: www.mtfl.co.in

ATTENDANCE SLIP

PLEASE FILL ATTENDANCE SLIP AND HAND IT OVER AT THE ENTRANCE OF THE MEETING HALL.

Joint Shareholders may obtain additional Slip at the venue of the Meeting

Folio No.	
No. of Shares	

NAME AND ADDRESS OF THE SHAREHOLDER: _____

I hereby record my presence at the 15th Annual General Meeting of 'Magnanimous Trade & Finance Limited' held on Monday, the 28th September, 2020 at 10.00 A.M. at the Registered Office of the Company at D-1, Moti Lal Atal Road 1st Floor, Behind Hotel Neelam, Jaipur - 302001(Rajasthan)

Signature of the Shareholder(s) / Proxy

PROXY FORM

[Pursuant to Section 105(6) of the Companies Act, 2013 and Rule 19(3) of the Companies (Management and Administration) Rules, 2014]

MAGNANIMOUS TRADE & FINANCE LIMITED

Registered Office: D-1, Moti Lal Atal Road 1st Floor, Behind Hotel Neelam, Jaipur - 302001(Rajasthan)

[CIN- L65923RJ1991PLC059251]

Tel: (0141) 2373164/2373264, Email: info@mtfl.co.in, Website: www.mtfl.co.in

Name of the Shareholder(s)	E-mail id
Registered Address	Folio No.

I/we, being the Shareholder(s) of _____ Shares of 'Magnanimous Trade & Finance Limited', hereby appoint:

- 1) _____ of _____ having e-mail id _____ or failing him
2) _____ of _____ having e-mail id _____ or failing him
3) _____ of _____ having e-mail id _____

And whose signature(s) are appended below as my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the 15th Annual General Meeting of the Company, to be held on Monday, the 28th September, 2020 at 10.00 A.M. at the Registered Office of the Company at D-1, Moti Lal Atal Road 1st Floor, Behind Hotel Neelam, Jaipur - 302001 (Rajasthan) and at any adjournment thereof in respect of resolutions as indicated below:

Sl.No.	ORDINARY BUSINESS	For*	Against*
1.	Ordinary Resolution for adoption of Audited Financial Statement for the Financial year ended 31 st March, 2020 together with the Reports of Directors and Auditors thereon and adoption of Audited Consolidated Financial Statement for the Financial year ended 31 st March, 2020 together with the Report of the Auditors thereon.		
2.	Ordinary Resolution for Re-appointment of Shri Sudhir Kumar Parasmampuria (DIN: 00358982) as Director who retires by rotation.		

Signed this _____ day of _____, 2020

Signature of First Shareholder Signature of Second Shareholder Signature of Third Shareholder

Affix Re. 1
Revenue
Stamp

Signature of First Proxy Holder Signature of Second Proxy Holder Signature of Third Proxy Holder

Note:

- *Please put a 'X' in the box in the appropriate column. If you leave 'For' or 'Against' column blank in respect of any or all of the resolutions, your proxy will be entitled to vote in the matter as he/she thinks appropriate.
- This Form of Proxy in order to be effective should be duly completed and deposited at the Registered Office of the Company not less than 48 hours before the commencement of the Meeting.
- A Proxy need not be a Shareholder of the Company.
- Appointing a proxy does not prevent a member from attending the meeting in person if he/she so wishes.
- A person can act as a proxy on behalf of shareholders not exceeding fifty and holding in the aggregate not more than ten percent of the total share capital of the Company carrying voting rights. A shareholder holding more than ten percent of the total share capital of the Company carrying voting rights may appoint a single person as proxy and such person shall not act as a proxy for any other person or shareholder.
- In the case of joint holders, the signatures of anyone holder will be sufficient, but names of all the joint holders should be stated.

if undelivered please return to :

Magnanimous Trade & Finance Limited

D1, Motilal Atal Road, 1st Floor, Behind Hotel Neelam, Jaipur - 302 001