

# ACCOUNTS

2019-2020

## ANNUAL REPORT

**ECONO TRADE (INDIA) LIMITED**



+917890518016



[etil2011@gmail.com](mailto:etil2011@gmail.com)  
[www.econo.in](http://www.econo.in)

# ECONO TRADE (INDIA) LIMITED

CIN : L51109WB1982PLC035466

## BOARD OF DIRECTORS

Mr. Kasambhai Umarbhai Shekh, Managing Director  
Mrs. Shekh Hasina Kasambhai  
Mr. Irfan Ahmedbhai Belim  
Mr. Panchal Nrupesh Kirtikumar  
Mrs. Jyoti Sureshbhai Kantariya

### CHIEF FINANCIAL OFFICER

Mr. Navinchandra Amratlal Kothari

### COMPANY SECRETARY & COMPLIANCE OFFICER

Mr. Siddharth Sharma

### STATUTORY AUDITORS

Harshad Sudhir & Co.  
*Chartered Accountants*

### SECRETARIAL AUDITORS

Anup Pandey & Associates  
*Practicing Company Secretaries*

### BANKERS

DCB BANK  
IDBI BANK  
ICICI BANK

### REGISTERED OFFICE

"Mercantile Building"  
9/12, Lal Bazar Street, Block-B, 3<sup>rd</sup> Floor,  
Room No. 3103, Kolkata - 700 001  
Phone: 78905-18016  
E-mail: [etil2011@gmail.com](mailto:etil2011@gmail.com), [Support@econo.in](mailto:Support@econo.in)  
Website: [www.econo.in](http://www.econo.in)

### REGISTRARS & SHARE TRANSFER AGENTS

Niche Technologies Pvt. Ltd.  
CIN: U74140WB1994PTC062636  
3A, Auckland Place 7th Floor, Room No. 7A & 7B,  
Kolkata 700 017 Phone: (033) 2280 6616 / 17 / 18  
Fax: (033) 2280 6619,  
E-mail: [nichetechpl@nichetechpl.com](mailto:nichetechpl@nichetechpl.com)  
Website: <https://www.nichetechpl.com>

## **37<sup>TH</sup> ANNUAL GENERAL MEETING**

Monday 28<sup>th</sup> September, 2020 at 11.00 A.M.

### **TABLE OF CONTENTS**

Notice

Directors' Report

Secretarial Audit Report

Report on Corporate Governance

Independent Auditors' Report

Balance Sheet

Statement of Profit & Loss

Cash Flow Statement

Notes to the Financial Statements

**NOTICE**

Notice is hereby given that the Thirty Seventh Annual General Meeting of the members of M/s Econo Trade (India) Limited will be held on Monday the 28<sup>th</sup> September, 2020 at 11.00 AM through Video Conferencing (VC) / Other Audio Visual Means (OAVM), to transact the following business:

**Ordinary Business**

**To Consider and if thought fit, pass with or without modification(s) the following resolutions as Ordinary Resolutions:**

- 1 To receive, consider and adopt the audited financial statements of the Company for the financial year ended 31<sup>st</sup> March, 2020, including the audited Balance Sheet as at 31<sup>st</sup> March, 2020, the Statement of Profit and Loss for the year ended on that date and the reports of the Board of Directors (the Board) and Auditors thereon.
- 2 To appoint Auditors and to fix their remuneration and in this regard to consider and if thought fit, to pass, with or without modification (s), the following resolution as an Ordinary Resolution:

"RESOLVED THAT pursuant to Section 139,142 and other applicable provisions, if any, of the Companies Act, 2013, and the Rules made thereunder (including any statutory modifications or re-enactment (s) thereof for the time being in force) and pursuant to the recommendation made by the Audit Committee, M/s. H S K & Co, Chartered Accountants, ( Firm Registration No. 117014W) be and is hereby appointed as a Statutory Auditors of the Company in place of previous Auditors to hold office from the conclusion of this Annual General Meeting till the conclusion of 42<sup>nd</sup> Annual General Meeting of the Company, subject to the ratification as to the said appointment at every Annual General Meeting, at a remuneration as may be determined by the Board of Directors of the Company apart from reimbursement of out of pocket expenses as may be incurred by them: for the purpose of the Audit in consultation with the said Auditor."

**Special Business**

**To consider and if thought fit, to pass, with or without modification(s), the following resolutions:**

- 3 Appointment of Mrs Shekh Hasina Kasambhai (DIN: 07733184), as the Managing Director of the Company.

To consider and, if thought fit, to pass the following resolution as an Ordinary Resolution:

RESOLVED THAT pursuant to the provisions of Section 152 and other applicable provisions of the Companies Act, 2013 and the rules made thereunder (including any statutory modification or re-enactment thereof) and the Articles of Association of the Company, Mrs Shekh Hasina Kasambhai (DIN: 07733184), who was appointed as an Director of the Company with effect from 21.07.2018 and in respect of whom the Company has received a notice in writing from a member proposing his candidature for the office of Managing Director pursuant to Section 160 of the Companies Act, 2013, be and is hereby appointed as a Managing Director of the Company.

RESOLVED FURTHER THAT pursuant to the provisions of Sections 197, and other applicable provisions of the Companies Act, 2013 and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 read with Schedule V of the Companies Act, 2013 (including any statutory modification or re-enactment thereof), and subject to the approval of the Members, as may be required, Mrs Shekh Hasina Kasambhai (DIN: 07733184), be and is hereby appointed as the Managing Director of the Company, to hold office for a period of three years with effect from September 28, 2020 to September 28, 2023, on the terms and conditions of appointment including payment of remuneration with effect from September 28, 2020 as below:

**By Order of the Board  
For Econo Trade India Limited**

**Shekh Hasina Kasambhai  
Director**

**Registered  
Office: 9/12 Lal Bazar Street, Block B,  
Room No.3103,  
3<sup>rd</sup> Floor, Kolkata – 700 001  
Date: 05.09.2020**

### NOTES:

1. In view of the massive outbreak of the COVID-19 pandemic, social distancing is a norm to be followed and pursuant to the Circular No. 14/2020 dated April 08, 2020, Circular No.17/2020 dated April 13, 2020 issued by the Ministry of Corporate Affairs followed by Circular No. 20/2020 dated May 05, 2020, physical attendance of the Members to the AGM venue is not required and annual general meeting (AGM) be held through video conferencing (VC) or other audio visual means (OAVM). Hence, Members can attend and participate in the ensuing EGM/AGM through VC/OAVM.
2. Pursuant to the Circular No. 14/2020 dated April 08, 2020, issued by the Ministry of Corporate Affairs, the facility to appoint proxy to attend and cast vote for the members is not available for this EGM/AGM. However, the Body Corporates are entitled to appoint authorised representatives to attend the AGM through VC/OAVM and participate thereat and cast their votes through e-voting.
3. The Members can join the AGM in the VC/OAVM mode 15 minutes before and after the scheduled time (you may mention the exact time & date of the AGM here) of the commencement of the Meeting by following the procedure mentioned in the Notice. The facility of participation at the AGM through VC/OAVM will be made available for 1000 members on first come first served basis. This will not include large Shareholders (Shareholders holding 2% or more shareholding), Promoters, Institutional Investors, Directors, Key Managerial Personnel, the Chairpersons of the Audit Committee, Nomination and Remuneration Committee and Stakeholders Relationship Committee, Auditors etc. who are allowed to attend the AGM without restriction on account of first come first served basis.
4. The attendance of the Members attending the EGM/AGM through VC/OAVM will be counted for the purpose of reckoning the quorum under Section 103 of the Companies Act, 2013.
5. Pursuant to the provisions of Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014 (as amended) and Regulation 44 of SEBI (Listing Obligations & Disclosure Requirements) Regulations 2015 (as amended), and the Circulars issued by the Ministry of Corporate Affairs dated April 08, 2020, April 13, 2020 and May 05, 2020 the Company is providing facility of remote e-voting to its Members in respect of the business to be transacted at the AGM. For this purpose, the Company has entered into an agreement with National Securities Depository Limited (NSDL) for facilitating voting through electronic means, as the authorized agency. The facility of casting votes by a member using remote e-voting system as well as venue voting on the date of the AGM will be provided by NSDL.
6. In line with the Ministry of Corporate Affairs (MCA) Circular No. 17/2020 dated April 13, 2020, the Notice calling the AGM has been uploaded on the website of the Company at [www.econo.in](http://www.econo.in) The Notice can also be accessed from the websites of the Stock Exchanges i.e. BSE Limited at [www.bseindia.com](http://www.bseindia.com) and the AGM Notice is also available on the website of NSDL (agency for providing the Remote e-Voting facility) i.e. [www.evoting.nsdl.com](http://www.evoting.nsdl.com).
7. AGM has been convened through VC/OAVM in compliance with applicable provisions of the Companies Act, 2013 read with MCA Circular No. 14/2020 dated April 08, 2020 and MCA Circular No. 17/2020 dated April 13, 2020 and MCA Circular No. 20/2020 dated May 05, 2020.

### THE INSTRUCTIONS FOR MEMBERS FOR REMOTE E-VOTING ARE AS UNDER:-

1. An Explanatory Statement pursuant to Section 102 of the Companies Act, 2013, relating to the Businesses to be transacted at the Meeting is annexed hereto.
2. **A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF / HER-SELF AND THE PROXY NEED NOT BE A MEMBER.** Pursuant to the provisions of section 105 of the Companies Act, 2013, a person can act as proxy on behalf of not more than 50 (fifty) Members and holding in aggregate not more than ten percent of the total share capital of the Company. Members holding more than ten percent (10%) of the total share capital of the Company may appoint a single person as proxy, who shall not act as proxy for any other Member.  
*Proxy in order to be effective should be duly stamped, completed, signed and deposited at the registered office of the company not less than 48 hours before the time for holding the meeting.*
3. Corporate members intending to send their authorized representatives to attend the Meeting are requested to send to the Company a certified copy of the Board Resolution authorizing their representative to attend and vote on their behalf at the Meeting.
4. **For the convenience of members and for proper conduct of the meeting, entry to the place of meeting will be regulated by attendance slip, which is a part of the Notice. Members are requested to sign at the place provided on the attendance slip and hand it over at the entrance to the venue.**  
*Members / proxies should bring the duly filled Attendance Slip attached herewith to attend the meeting. Duplicate Attendance Slip and / or copies of the Annual Report shall not be issued/ available at the venue of the Meeting.*  
Members, who hold shares in dematerialized form, are requested to bring their Client ID and DP ID Nos. for easier identification of attendance at the meeting
5. The Register of Directors and Key Managerial Personnel and their shareholding will be available for inspection by the members at the AGM.
6. A member desirous of getting any information on the accounts of the Company is requested to send the queries to the Company at least 10 days in advance of the meeting.
7. The Register of Members and Share Transfer Books of the Company shall remain closed from **September 22, 2020 to September 28, 2020** (both days inclusive) for the purpose of Annual General Meeting.
8. The brief profile of the Directors proposed to be appointed / re-appointed, is given in the explanatory statement to the Notice

## Econo Trade (India) Limited

---

and also in the section on Corporate Governance.

9. Members holding shares in physical form are requested to intimate change in their registered address mentioning full address in block letters with Pin code of the Post Office and bank particulars to the Company's Registrar and Share Transfer Agent and in case of members holding their shares in electronic form, this information should be given to their Depository Participants immediately.

Members whose shareholding is in the electronic mode are requested to inform change of address and updates of savings bank account details to their respective depository participants. Members are encouraged to utilize the Electronic Clearing System (ECS) for receiving dividends.

10. The Notice of the AGM are being sent by electronic mode to those Members whose e-mail addresses are registered with the Company / Depositories, unless any Member has requested for a physical copy of the said documents. All these above-mentioned documents will also be available on the Company's website **www.econo.in** for download by the Members. We, request the Members to update their email address with their depository participant to ensure that the annual reports and other documents reach them on their preferred email address. Members holding shares in physical form may intimate us their e-mail address along with name, address and folio no. for registration at **etil2011@gmail.com**.

11. As mandated by The Securities and Exchange Board of India (SEBI), every participant in the securities market has to submit Permanent Account Number (PAN). Members holding shares in electronic form are, therefore, requested to submit the PAN to their Depository Participants with whom they are maintaining their demat accounts. Members holding shares in physical form can submit their PAN details to the Company /RTA.

### 12. Voting through electronic means

In compliance with provisions of Section 108 of the Companies Act, 2013, Rule 20 of the Companies (Management and Administration) Rules, 2014 as amended by the Companies (Management and Administration) Amendment Rules, 2015 and Regulation 44 of SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015, the Company is pleased to provide members facility to exercise their right to vote on resolutions proposed to be considered at the Annual General Meeting (AGM) by electronic means and the business may be transacted through e-Voting Services. The facility of casting the votes by the members using an electronic voting system from a place other than venue of the AGM ("remote e-voting") will be provided by National Securities Depository Limited (NSDL).

- I. The facility for voting through ballot paper shall be made available at the AGM and the members attending the meeting who have not cast their vote by remote e-voting shall be able to exercise their right at the meeting through ballot paper.
- II. The members who have cast their vote by remote e-voting prior to the AGM may also attend the AGM but shall not be entitled to cast their vote again.
- III. The remote e-voting period commences on **25<sup>th</sup> September, 2020 (9:00 am)** and ends on **27<sup>th</sup> September, 2020 (5:00 pm)**. During this period members of the Company, holding shares either in physical form or in dematerialized form, as on the **cut-off date of 21<sup>st</sup> September 2020**, may cast their vote by remote e-voting. The remote e-voting module shall be disabled by NSDL for voting thereafter. Once the vote on a resolution is cast by the member, the member shall not be allowed to change it subsequently.

### IV. The process and manner for remote e-voting are as under:

- A. In case a Member receives an email from NSDL [for members whose email IDs are registered with the Company/Depository Participants(s)]:
  - (i) Open email and open PDF file viz; "remote e-voting.pdf" with your Client ID or Folio No. as password. The said PDF file contains your user ID and password/PIN for remote e-voting. Please note that the password is an initial password.
  - (ii) Launch internet browser by typing the URL: <https://www.evoting.nsdl.com/>
  - (iii) Click on Shareholder - Login
  - (iv) Put user ID and password as initial password/PIN noted in step (i) above. Click Login.
  - (v) Password change menu appears. Change the password/PIN with new password of your choice with minimum 8 digits/characters or combination thereof. Note new password. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.
  - (vi) Home page of remote e-voting opens. Click on remote e-voting: Active Voting Cycles.
  - (vii) Select "EVEN" of "Econo Trade (India) Limited".
  - (viii) Now you are ready for remote e-voting as Cast Vote page opens.
  - (ix) Cast your vote by selecting appropriate option and click on "Submit" and also "Confirm" when prompted.

## Econo Trade (India) Limited

---

- (x) Upon confirmation, the message “Vote cast successfully” will be displayed.
  - (xi) Once you have voted on the resolution, you will not be allowed to modify your vote.
  - (xii) Institutional shareholders (i.e. other than individuals, HUF, NRI etc.) are required to send scanned copy (PDF/JPG Format) of the relevant Board Resolution/ Authority letter etc. together with attested specimen signature of the duly authorized signatory(ies) who are authorized to vote, to the Scrutinizer through e-mail to [cspkohli@gmail.com](mailto:cspkohli@gmail.com) with a copy marked to [evoting@nsdl.co.in](mailto:evoting@nsdl.co.in)
- B. In case a Member receives physical copy of the Notice of AGM [for members whose email IDs are not registered with the Company/Depository Participants(s) or requesting physical copy]:**
- (i) Initial password is provided in the Annexure or at the bottom of the Attendance Slip for this AGM (enclosed herewith).
  - (ii) Please follow all steps from Sl. No. (ii) to Sl. No. (xii) above, to cast vote.
- V.** In case of any queries, you may refer the Frequently Asked Questions (FAQs) for Members and remote e-voting user manual for Members available at the downloads section of [www.evoting.nsdl.com](http://www.evoting.nsdl.com) or call on toll free no.: 1800-222-990.
- VI.** If you are already registered with NSDL for remote e-voting then you can use your existing user ID and password/PIN for casting your vote.
- VII.** You can also update your mobile number and e-mail id in the user profile details of the folio which may be used for sending future communication(s).
- VIII.** The voting rights of members shall be in proportion to their shares of the paid-up equity share capital of the Company as on the **cut-off date of 21<sup>st</sup> September 2020.**
- IX.** Any person, who acquires shares of the Company and become member of the Company after dispatch of the notice and holding shares as of the **cut-off date i.e. 21<sup>st</sup> September 2020**, may obtain the login ID and password by sending a request at [evoting@nsdl.co.in](mailto:evoting@nsdl.co.in) or [etil2011@gmail.com](mailto:etil2011@gmail.com).
- However, if you are already registered with NSDL for remote e-voting then you can use your existing user ID and password for casting your vote. If you forgot your password, you can reset your password by using “Forgot User Details/Password” option available on [www.evoting.nsdl.com](http://www.evoting.nsdl.com) or contact NSDL at the following toll free no.: 1800-222-990.
- X.** A member may participate in the AGM even after exercising his right to vote through remote e-voting but shall not be allowed to vote again at the AGM.
- XI.** 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 only shall be entitled to avail the facility of remote e- voting as well as voting at the AGM.
- XII.** **M/s. Prateek Kohli & Associates**, Practicing Company Secretaries having office at 50 Weston Street, 1<sup>st</sup> Floor, Room No. 105, Kolkata-700012 have been appointed as the Scrutinizer for providing facility to the members of the Company to scrutinize the voting and remote e-voting process in a fair and transparent manner.
- XIII.** The Scrutinizer shall after the conclusion of voting at the general meeting, will first count the votes cast at the meeting and thereafter unblock the votes cast through remote e-voting in the presence of at least two witnesses not in the employment of the Company and shall make, not later than three days of the conclusion of the AGM, a consolidated scrutinizer’s report of the total votes cast in favour or against, if any, to the Chairman or a person authorized by him in writing, who shall countersign the same and declare the result of the voting forthwith.
- XIV.** The Results declared along with the report of the Scrutinizer shall be placed on the website of the Company [www.econo.in](http://www.econo.in) and on the website of NSDL immediately after the declaration of result by the Chairman or a person authorized by him in writing. The results shall also be immediately forwarded to the BSE Limited, Mumbai and The Calcutta Stock Exchange, Kolkata.
- XV.** Since e-voting facility is provided to the Members pursuant to the provisions of Section 108 of the Companies Act, 2013, read with Companies (Management and Administration) Rules, 2014, voting by show of hands are not allowed.



### **PROCESS FOR THOSE SHAREHOLDERS WHOSE EMAIL IDS ARE NOT REGISTERED WITH THE DEPOSITORIES FOR PROCURING USER ID AND PASSWORD AND REGISTRATION OF E MAIL IDS FOR E-VOTING FOR THE RESOLUTIONS SET OUT IN THIS NOTICE :**

1. In case shares are held in physical mode please provide Folio No., Name of shareholder, scanned copy of the share certificate (front and back), PAN (self-attested scanned copy of PAN card), AADHAR (self-attested scanned copy of Aadhar Card) by email to (Company email id).

In case shares are held in demat mode, please provide DPID-CLID (16-digit DPID + CLID or 16 digit beneficiary ID), Name, client master or copy of Consolidated Account statement, PAN (self-attested scanned copy of PAN card), AADHAR (self-attested scanned copy of Aadhar Card) to (Company email id).

2. Alternatively member may send an e-mail request to [evoting@nsdl.co.in](mailto:evoting@nsdl.co.in) for obtaining User ID and Password by providing the details mentioned in Point (1) or (2) as the case may be.

### **THE INSTRUCTIONS FOR MEMBERS FOR e-VOTING ON THE DAY OF THE EGM/AGM ARE AS UNDER: -**

1. The procedure for e-Voting on the day of the EGM/AGM is same as the instructions mentioned above for remote e-voting.

2. Only those Members/ shareholders, who will be present in the AGM through VC/OAVM facility and have not casted their vote on the Resolutions through remote e-Voting and are otherwise not barred from doing so, shall be eligible to vote through e-Voting system in the AGM.

3. Members who have voted through Remote e-Voting will be eligible to attend the AGM. However, they will not be eligible to vote at the AGM.

4. The details of the person who may be contacted for any grievances connected with the facility for e-Voting on the day of the AGM shall be the same person mentioned for Remote e-voting.

### **INSTRUCTIONS FOR MEMBERS FOR ATTENDING THE EGM/AGM THROUGH VC/OAVM ARE AS UNDER:**

1. Member will be provided with a facility to attend the AGM through VC/OAVM through the NSDL e-Voting system. Members may access the same at <https://www.evoting.nsdl.com> under shareholders/members login by using the remote e-voting credentials. The link for VC/OAVM will be available in shareholder/members login where the EVEN of Company will be displayed. Please note that the members who do not have the User ID and Password for e-Voting or have forgotten the User ID and Password may retrieve the same by following the remote e-Voting instructions mentioned in the notice to avoid last minute rush. Further members can also use the OTP based login for logging into the e-Voting system of NSDL.

2. Members are encouraged to join the Meeting through Laptops for better experience.

3. Further Members will be required to allow Camera and use Internet with a good speed to avoid any disturbance during the meeting.

4. Please note that Participants Connecting from Mobile Devices or Tablets or through Laptop connecting via Mobile Hotspot may experience Audio/Video loss due to Fluctuation in their respective network. It is therefore recommended to use Stable Wi-Fi or LAN Connection to mitigate any kind of aforesaid glitches.

5. Shareholders who would like to express their views/ask questions during the meeting may register themselves as a speaker may send their request mentioning their name, demat account number/folio number, email id, mobile number at (company email id)

6. Shareholders who would like to express their views/have questions may send their questions in advance mentioning their name demat account number/folio number, email id, mobile number at (company email id)

7. Those shareholders who have registered themselves as a speaker will only be allowed to express their views/ask questions during the meeting.

8. When a pre-registered speaker is invited to speak at the meeting but he / she does not respond, the next speaker will be invited to speak. Accordingly, all speakers are requested to get connected to a device with a video/ camera along with good internet speed.

9. The Company reserves the right to restrict the number of questions and number of speakers, as appropriate, for smooth conduct of the AGM.

10. Members who need assistance before or during the AGM, can contact NSDL on [evoting@nsdl.co.in](mailto:evoting@nsdl.co.in) / 1800-222-990 or contact Mr. Amit Vishal, Senior Manager-NSDL at [amitv@nsdl.co.in](mailto:amitv@nsdl.co.in) / 022-24994360 or Ms. Pallavi Mhatre, Manager, NSDL at [pallavid@nsdl.co.in](mailto:pallavid@nsdl.co.in) / 022-24994545.

### **General Guidelines for shareholders**

1. Institutional shareholders (i.e. other than individuals, HUF, NRI etc.) are required to send scanned copy (PDF/JPG Format) of the relevant Board Resolution/ Authority letter etc. with attested specimen signature of the duly authorized signatory(ies) who are authorized to vote, to the Scrutinizer by e-mail to [cspkohli@gmail.com](mailto:cspkohli@gmail.com) with a copy marked to [evoting@nsdl.co.in](mailto:evoting@nsdl.co.in).

2. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential. Login to the e-voting website will be disabled upon five unsuccessful attempts to key in the correct password. In such an event, you will need to go through the "Forgot User Details/Password?" or "Physical User Reset Password?" option available on [www.evoting.nsdl.com](http://www.evoting.nsdl.com) to reset the password.

3. In case of any queries, you may refer the Frequently Asked Questions (FAQs) for Shareholders and e-voting user manual for Shareholders available at the download section of [www.evoting.nsdl.com](http://www.evoting.nsdl.com) or call on toll free no.: 1800-222-990 or send a request to or contact Mr. Amit Vishal, Senior Manager/Ms. Pallavi Mhatre, Manager, NSDL, Trade World, 'A' Wing, 4th Floor, Kamala Mills Compound, Lower Parel, Mumbai – 400013 at telephone no. 022- 24994360/022 24994545 or at E-mail id [evoting@nsdl.co.in](mailto:evoting@nsdl.co.in).

4. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential. Login to the e-voting website will be disabled upon five unsuccessful attempts to key in the correct password. In such an event, you will need to go through the “Forgot User Details/Password?” or “Physical User Reset Password?” option available on [www.evoting.nSDL.com](http://www.evoting.nSDL.com) to reset the password.
5. The voting rights of the Members shall be in proportion to their shares of the paid-up equity share capital of the Company as on the cut-off date of 21<sup>st</sup> September, 2020.
6. Any person, who acquires shares of the Company and becomes Member of the Company after dispatch of the Notice and holding shares as on the cut-off date i.e. 21<sup>st</sup> September 2020. may obtain the login ID and password by sending a request at [evoting@nsdl.co.in](mailto:evoting@nsdl.co.in) or [nichetechpl@nichetechpl.com](mailto:nichetechpl@nichetechpl.com)
7. However, if you are already registered with NSDL for remote e-voting then you can use your existing user ID and password for casting your vote. If you forgot your password, you can reset your password by using “Forgot User Details/Password” option available on [www.evoting.nSDL.com](http://www.evoting.nSDL.com) or contact NSDL at the following toll free no.: 1800-222-990.
8. 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 only shall be entitled to avail the facility of remote e-Voting or casting vote through e-Voting system during the Meeting.
9. Pursuant to the provision of Section 108 of the Act read with rules thereof, Mr. Prateek Kohli, Practicing Company Secretary, (COP-16457) has been appointed as the Scrutinizer to scrutinize the Remote e-Voting process and casting vote through the e-Voting system during the Meeting in a fair and transparent manner.
10. The Scrutinizer shall after the conclusion of e-Voting at the AGM, first download the votes cast at the AGM and thereafter unblock the votes cast through remote e-Voting system and shall make a consolidated Scrutinizer’s Report.
11. The Results of voting will be declared within 48 hours from the conclusion of AGM. The declared results along with the Scrutinizer’s Report will be available forthwith on the website of the Company [www.econo.in](http://www.econo.in) and on the website of NSDL. Such results will also be displayed on the Notice Board at the Registered Office as well as the Corporate Office of the Company and shall be forwarded to the BSE Limited and Calcutta Stock Exchange Limited.



**EXPLANATORY STATEMENT PURSUANT TO SECTION 102 OF THE  
COMPANIES ACT, 2013**

**Item No.3**

The Audit Committee has considered the qualifications and experience of the proposed Auditors and has recommended the appointment of M/s H S K & Co, Chartered Accountants (FRN: 117014W) as the Statutory Auditors of the Company.

The Board of Directors has also considered and recommends by passing of the special resolution for appointing M/s H S K & Co, Chartered Accountants (FRN: 117014W), as Statutory Auditor in place of previous auditor. A written consent of the proposed auditor together with a certificate that the appointment, if made shall be in accordance with the conditions specified in Rule 4 of the Companies (Audit and Auditors) Rules ,2014 has been received.

None of the Directors or Key managerial Personnel of the Company or their relatives is concerned or interested, financially or otherwise, in the resolution set out at item No.3 of the Notice.

The Board has recommended the resolution set forth in item No. 3 of the notice for the approval of the members.

**Item No.4**

Mrs Shekh Hasina Kasambhai (DIN: 07733184), has an exceptional leadership track record, strong international exposure, deep strategic expertise, a unique ability to forge long-standing client relationships, and proven experience of driving transformation and managing technological disruption. The Board of Directors believe that Mrs Shekh Hasina Kasambhai (DIN: 07733184), is the right person to lead Econo Trade India Limited in its next phase of growth.

In accordance with the provisions of Section 152, 196, 197 and 203 and other applicable provisions of the Companies Act, 2013, approval of the Members is required for appointment of Mrs Shekh Hasina Kasambhai (DIN: 07733184), as the Managing Director of the Company with effect from September 28, 2020 to hold office for the consecutive three years till the financial year 2022-2023.

The terms and conditions of the appointment and remuneration payable to Mrs Shekh Hasina Kasambhai have been provided as part of the resolution at Item No. 4.

The Board of Directors recommends the special resolution in relation to appointment of Mrs Shekh Hasina Kasambhai (DIN: 07733184), as the Managing Director of the Company, as set out in Item No. 4 for approval of the Members.

**DIRECTORS REPORT TO THE SHARE HOLDERS**

Your Directors have pleasure in presenting their report together with the audited Balance sheet as at 31<sup>st</sup> March 2020 and Statement of Profit & Loss for the year ended on that date.

**Financial Results**

S. No.	Particulars	(₹)	
		2019-2020	2018-2019
1.	Profit before Taxation and Provision for Standard Assets	64,30,054.00	41,73,882.27
2.	Less : Provision for Standard Asset	-	-
3	Profit Before Taxation	64,30,054.00	41,73,882.27
4	Less : Provision for Income Tax	18,50,000.00	10,85,210.00
5	Add: Deferred Tax Assets	-	11,000.00
6	Profit/Loss After tax	45,80,054.00	30,77,672.27
7	Less : Statutory Reserve	9,16,011.00	6,15,534.45
8	Profit after transfer to Statutory Reserve	36,64,043.00	24,62,137.82
9	Balance Brought forward from Balance Sheet	1,46,25,057.54	1,21,62,919.72
10	Balance carried forward to Balance Sheet	1,82,89,101.00	1,46,25,057.54

**Share Capital**

The paid-up share capital of the company is Rs.186695750 as on 31<sup>st</sup> March 2020. During the year i.e. 1<sup>st</sup> April 2019 to 31<sup>st</sup> March 2020 there were no changes during the said period.

**Dividend**

In view of inadequate profit, Company has not declared any dividend.

**Transfer to Reserve**

During the Financial Year ended 31<sup>st</sup> March 2020, the Company has transferred a sum of ₹. 9,16,011.00 towards reserve under Section 45-IC of the RBI Act, 1934.

**Change in the nature of the business**

During the year under review, there was no change in the nature of the business of the Company

**Company's Performance**

Revenue from Operation for financial Year 2019-2020 at ₹ 2,43,81,713 Profit before Tax for Financial Year 2019-2020 ₹. 64,30,054 and profit after tax is ₹. 45,80,054.00

**Fixed Deposits**

We have not accepted any Fixed Deposits and as Such no amount of Principle or Interest was outstanding as of Balance sheet date.

**Management Discussion and Analysis Report**

In terms of provisions of Regulation 34 of Securities and Exchange Board of India (Listing Obligation and Disclosure Requirements) Regulation 2015, the Management discussion and Analysis is set out in this Annual Report.

**Listing with Stock Exchanges**

The Company confirms that it has paid the Annual Listing Fees for the year 2019-2020 to BSE (**Scrip Code 538708**) where the Company's share is listed. The Company has paid Listing Fess to CSE (**Scrip Code-015111**)

**Dematerialization of shares**

85.94% of the Company's paid up Equity share Capital is in dematerialized form as on 31/03/2020 and the balance are in physical form. The Company's registrar is M/s Niche Technologies Private Limited having their registered office at 3A, Auckland Place, 7<sup>th</sup> Floor, Room No. 7A & 7B, Kolkata-700017.

**Number of Board Meetings Held**

The Board of Directors duly met Six times during the financial year from 1<sup>st</sup> April 2019 to 31<sup>st</sup> March 2020. The maximum Interval between any two meetings did not exceed 120 days as prescribed in the Companies Act, 2013.

**Directors**

Pursuant to Sections 196, 197 and 203 read with schedule V and other applicable provisions of the Companies Act, 2013 and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 Mrs. Jyoti Sureshbhai Kantariya was appointed as the Non-Executive Independent Director of the company w.e.f. 23<sup>rd</sup> September 2019 .Mr. Sanjay Kotak has resigned from the directorship of the Company w.e.f. 15<sup>th</sup> April, 2019.

**Directors and KMP**

There is no retirement by rotation of any Directors and KMP during the year.

**Significant and Material Orders**

There are no significant and material orders passed by the regulators or courts or tribunals impacting the going concern status and Company's operations in future.

**Board Evaluation**

The Board carried out an annual performance evaluation of its own performance, the individual Directors as well as the working of the Committees of the Board. The performance evaluation of Independent Directors was carried out by the entire Board. The performance of the Non-Independent Directors was carried out by Independent Directors. Details of the same are given in the report on the Corporate Governance annexed to this report.

**Internal Financial Control and its adequacy**

The Board has adopted policies and procedures for ensuring the orderly and efficient conduct of its business, including adherence to the Companies 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 disclosures.

**Subsidiaries and Associates**

There company has no Subsidiary as on 31.03.2020. There are no associate or joint venture companies within the meaning of Section 2 (6) of the companies Act 2013.

**Declaration by Independent Directors**

The Company has received necessary declaration from each independent director under Section 149(7) of the Companies Act, 2013 that he/she meets the criteria of Independence laid down in Section 149 (6) of the Companies Act, 2013 and Regulation 25 of SEBI (Listing obligation and Disclosure requirements) Regulations 2015.

**Directors Responsibility Statement**

Pursuant to Section 134(5) of the Companies Act, 2013 Director of your company hereby state and confirm that: -

- a) In the preparation of the annual accounts for the year ended 31<sup>st</sup> March 2020, 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 financial year and of the Loss of the Company for the same period;
- c) The directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- d) They have prepared the annual accounts on a going concern basis;
- e) They have laid down internal financial controls in the company that are adequate are were operating effectively;
- f) They have devised proper systems to ensure compliance with the provisions of all applicable laws and these are adequate and are operating effectively.

**Remuneration to the Directors/KMP**

Sr No.	Names	Designation	Remuneration in 2019-2020	Remuneration in 2018 - 2019
1	Mr. Kasambhai Umarbhai Shekh	Managing Director	NIL	NIL
2	Mr. Siddharth Sharma	Company Secretary	84,000	NIL

### **Managerial Remuneration and Particular of Employees**

The Information required pursuant to Section 197 read with Rule 5 of the Companies (Appointment and Remuneration of Managerial Remuneration) Rules 2014 in respect of the employees of the Company are given in annexure -1 forming part of this report.

### **Extracts of Annual Return**

The details forming part of the Extract of the Annual Return in form MGT-9 is appended as Annexure – 2.

### **Auditors:**

*Statutory Auditors: -*

At the Annual General Meeting held on September 23, 2019 the Auditors M/s. Harshad Sudhir and Co. Chartered Accountants, Ahmedabad were appointed as Auditor of the Company to hold office till the conclusion of the Fortieth (40<sup>th</sup>) Annual General Meeting of the Company

M/s. H S K & Co. Chartered Accountants, Ahmedabad., ( Firm Registration No. 117014W) be and is hereby appointed as a Statutory Auditors of the Company in place of M/s. Harshad Sudhir and Co. Chartered Accountants to hold office from the conclusion of this Annual General Meeting till the conclusion of 42nd Annual General Meeting of the Company, subject to the ratification as to the said appointment at every Annual General Meeting, at a remuneration as may be determined by the Board of Directors of the Company apart from reimbursement of out of pocket expenses as may be incurred by them· for the purpose of the Audit in consultation with the said Auditor."

*Secretarial Auditor: -*

Mr. Anup Pandey (CP. No.-16091-Proprietor) practicing Company Secretary was appointed to conduct the Secretarial Audit of the Company for the Year 2019-2020 forms part of Annual report.

*Auditors' Certificate on Corporate Governance: -*

As required by SEBI (Listing Obligation and Disclosure Requirements) Regulations 2015 the auditors' certificate on corporate governance is enclosed as Annexure to the Board Report.

### **Audit Observations**

Auditors' observation is suitably explained in notes to the Accounts and are self-explanatory.

### **Corporate Governance**

Pursuant to Regulation 34 of the listing Regulation read with Schedule V to the said regulations, a compliance report on Corporate Governance has been annexed as part of Annual report along with Auditor's Certificate.

### **Conservation of Energy, Technology Absorption, Foreign Exchange Earnings and Outgo**

Information required under Section 134(3) (m) of the Companies Act, 2013 read with rule 8 of the Companies (Accounts) Rules, 2014 is not applicable to the Company.

### **Corporate Social Responsibility**

In terms of Section 135 and Schedule VII of the Companies Act, 2013, the CSR is not applicable for the Company.

### **Vigil Mechanism**

In pursuant to the provisions of Section 177(9) & (10) of the Companies Act, 2013 a vigil Mechanism for Directors and Employee to report genuine concerns has been established.

### **Related Party Transactions**

Relate Party Transactions that were not entered during the financial year. Therefore, the requirement of Form AOC-2 is not required.

### **Particulars of Loans, Guarantees or Investments**

Loans, Investments are done as per Companies Act, 2013, though company is NBFC its main activity is providing Loans repayable on demand and Investing in Shares, Securities. Therefore, disclosed in Notes to Accounts.

### **Listing Agreement**

The Securities and Exchange Board of India on September 2, 2015 issued SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 with the aim to consolidate and streamline the provisions of the Listing Agreement for different segments of Capital Market to ensure better enforceability, the said regulation was effective from December 01, 2015. Accordingly, all listed entities were required to enter into the Listing Agreement with in Six Months from the effective Date. The Company entered into listing agreement with the Calcutta Stock Exchange and Bombay Stock Exchange on February 2017.

### **Registrar and Share Transfer Agent**

M/s Niche Technologies Private Limited is Company's Registrars and Share Transfer Agent (RTA) as common agency both for physical and demat shares, as required under the Securities Contract (Regulation) Act, 1956. The contact details of RTA forms part of the Corporate Governance Report.

## **Econo Trade (India) Limited**

---

### **Disclosure under Sexual Harassment of Women at Work Place (Prevention, Prohibition and Redressal) Act, 2013**

Your company is committed to creating and maintaining a secure work environment where its employee, customers, Vendors etc can work and pursue business together in an atmosphere free of Harassment, exploitation and intimidation. To empower women and protect woman against Sexual harassment, a policy for prevention of Sexual harassment has been rolled out. The policy allows employees to report sexual harassment at the work place.

### **Green Initiative**

Your Company started a sustainability initiative with the aim of going green and minimizing our impact on the environment. We are publishing only the statutory disclosure in the print version of Annual Report. Additional information is available on our website [www.eocono.in](http://www.eocono.in).

Electronic copies of the Annual Report 2019-20 along with Notice of the 37<sup>th</sup> Annual General Meeting are sent to the members whose email addresses are registered with the Company/RTA/Depository Participant(s). For members who have not registered their email addresses, physical copies of Annual Report 2019-20 and Notice of 37<sup>th</sup> Annual General Meeting are sent in the permitted mode. Members required physical copies can send a request to the Company.

### **Acknowledgement**

Directors deeply acknowledge the trust and confidence you have placed in the company. Director would also like to thank all its Banker, Customer, Vendors and Shareholders for their continued support to the Company. In specific, the Board would also record its sincere appreciation of the Commitment and Contribution made by all employees of the Company.

**Place: Kolkata**

**Date: 30.07.2020**

**BY ORDER OF THE BOARD**

**Kasambhai Umarbhai Shekh  
Managing Director  
(DIN No.- 07498438)**

---

**Statement of Disclosure of Remuneration under Section 197 (12) of the Companies Act, 2013 and Rules 5(1) of the Companies (Appointment and Remuneration of the Managerial Personnel) Rules, 2014**

**A. Ratio of remuneration to the median remuneration of the employees of the company for the F.Y. 2019-2020 as well as the percentage increase in remuneration of each director, chief financial officer and company secretary is as under:-**

<b>Name of the Director</b>	<b>Ratio to Median Remuneration</b>	<b>% Change in Remuneration over previous Year</b>
<b>Company Secretary</b>		
Siddharth Sharma	Nil	Nil
<b>Managing Director</b>		
Kasambhai Umarbhai Shekh	Nil	Nil

**B. Number of Permanent Employees- 2**

**C. Explanation on the relationship between average Increase in remuneration and Company Performance**

The Compensation and Benefits philosophy of the Company defines that employee remuneration is to be aligned with performance of the Company and individual's contribution in achieving company's goal for the Year. It does mean that Post annual performance process; individual employee's remuneration is revised, taking into account performance of the Company and of the individual employee. At the beginning of the Year, Business goals are decided and cascaded down to various businesses and functions. While effecting revision in remuneration, factors like internal and external parity, market competitiveness, company's overall business strategy are also taken into account.

**D. Comparison of the remuneration of the KMP against Performance of the Company: NIL**

**E. Comparison of average Percentage increase in salary of Employees other than Managerial Personnel: NIL**

**F. Comparison of Remuneration of Each of the KMP against performance of the Company: NIL**

**G. The ratio of the remuneration of the highest paid Director to that of employee who are not directors but receive remuneration in excess of the highest paid director during the Year: NIL**

**H Affirmation**

It is affirmed that remuneration paid to Directors, Key Managerial Personnel and other Employees is as per the Remuneration policy of the Company.

**Place: Kolkata**

**BY ORDER OF THE BOARD**

**Date: 30.07.2020**

**Kasambhai Umarbhai Shekh  
Managing Director  
(DIN No.- 07498438)**





**Econo Trade (India) Limited**

	d) Banks / Financial Institutions									
	e) Any Other									
	Sub-total (A)(2)	0	0	0	0.000	0	0	0	0.000	0.000
	Total Shareholding of Promoter (A) = (A)(1)+(A)(2)	3605075	0	3605075	19.310	3605075	0	3605075	19.310	0.000
B.	PUBLIC SHAREHOLDING									
(1)	Institutions									
	a) Mutual Funds									
	b) Banks / Financial Institutions									
	c) Central Governments									
	d) State Governments									
	e) Venture Capital Funds									
	f) Insurance Companies									
	g) Foreign Institutional Investors (FII)									
	h) Foreign Venture Capital Funds									
	i) Others (Specify)									
	Sub-total (B)(1)	0	0	0	0.000	0	0	0	0.000	0.000
(2)	Non-Institutions									
	a) Bodies Corporate									
	i) Indian	8517447	2099500	10616947	56.868	7422546	2099500	9522046	51.003	-5.865
	ii) Overseas									
	b) Individuals									
	i) Individual shareholders holding nominal share capital upto Rs 1 lakh	1368313	167558	1535871	8.227	1419011	167558	1586569	8.498	0.271
	ii) Individual shareholders holding nominal share capital in excess of Rs 1 l	2199751	357500	2557251	13.697	3569421	357500	3926921	21.034	7.337
	c) Others Specify									
	1. NRI	19351	0	19351	0.104	18348	0	18348	0.098	-0.006
	2. Overseas Corporate Bodies									
	3. Foreign Nationals									
	4. Clearing Members	335080	0	335080	1.795	10616	0	10616	0.057	-1.738
	5. Trusts									
	6. Foreign Bodies - D.R.									
	Sub-total (B)(2)	12439942	2624558	15064500	80.690	12439942	2624558	15064500	80.690	0.000
	Total Public Shareholding (B) =	12439942	2624558	15064500	80.690	12439942	2624558	15064500	80.690	0.000

**Econo Trade (India) Limited**

	(B)(1)+(B)(2)									
C.	Shares held by Custodian for GDRs & ADRs									
	<b>GRAND TOTAL (A+B+C)</b>	16045017	2624558	18669575	100.000	16045017	2624558	18669575	100.000	0.000

**SHAREHOLDING OF PROMOTERS**

SI No.	Shareholder Name	Shareholding at the beginning of the Year			Shareholding at the end of the Year			% Change in the Shareholding
		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	Hasina Kasambhai Shekh	1416500	7.587	0.000	1416500	7.587	0.000	0.000
2	Kasambhai Umarbhai Shekh	1416500	7.587	0.000	1416500	7.587	0.000	0.000
3	Robert Resources Limited	772075	4.135	0.000	772075	4.135	0.000	0.000
	<b>TOTAL</b>	3605075	19.310	0.000	3605075	19.310	0.000	0.000

**CHANGE IN PROMOTERS SHAREHOLDING**

SI No.	Name	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1	HASINA KASAMBHAI SHEKH				
	a) At the Beginning of the Year	1416500	7.587		
	b) Changes during the year	[NO CHANGES DURING THE YEAR]			
	c) At the End of the Year			1416500	7.587

2	KASAMBHAI UMARBHAI SHEKH				
	a) At the Beginning of the Year	1416500	7.587		
	b) Changes during the year	[NO CHANGES DURING THE YEAR]			
	c) At the End of the Year			1416500	7.587
3	ROBERT RESOURCES LIMITED				
	a) At the Beginning of the Year	772075	4.135		
	b) Changes during the year	[NO CHANGES DURING THE YEAR]			
	c) At the End of the Year			772075	4.135
	<b>TOTAL</b>	3605075	19.310	3605075	19.310

**SHAREHOLDING PATTERN OF TOP TEN SHAREHOLDERS (OTHER THAN PROMOTERS, DIRECTORS ETC)**

Sl. No.	For Each of the Top 10 Shareholders	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
01	ARPAN DAS				
	a) At the Beginning of the Year	0	0		
	b) Changes during the year				
	Date Reason				
	28/06/2019 Transfer	11449	0.061	11449	0.061
	01/11/2019 Transfer	11110	0.060	22559	0.121
	22/11/2019 Transfer	252780	1.354	275339	1.475
	10/01/2020 Transfer	27000	0.145	302339	1.619
	31/01/2020 Transfer	7000	0.037	309339	1.657
	28/02/2020 Transfer	15000	0.080	324339	1.737
	c) At the End of the Year			324339	1.737
02	UJJAL LAHA				
	a) At the Beginning of the Year	243444	1.304		
	b) Changes during the year				
	Date Reason				
	26/04/2019 Transfer	6000	0.032	249444	1.336
	03/05/2019 Transfer	-5500	0.029	243944	1.307
	10/05/2019 Transfer	5000	0.027	248944	1.333
	31/01/2020 Transfer	10000	0.054	258944	1.387
	28/02/2020 Transfer	20000	0.107	278944	1.494
	c) At the End of the Year			278944	1.494
03	DEEPSIKHA DEALERS PRIVATE LIMITED				
	a) At the Beginning of the Year	405275	2.171		
	b) Changes during the year	[NO CHANGES DURING THE YEAR]			
	c) At the End of the Year			405275	2.171
04	DENEVO MERCHANTS PVT. LTD				
	a) At the Beginning of the Year	812893	4.354		
	b) Changes during the year				
	Date Reason				
	18/10/2019 Transfer	-15170	0.081	797723	4.273
	24/01/2020 Transfer	-40000	0.214	757723	4.059
	27/03/2020 Transfer	-2500	0.013	755223	4.045
	c) At the End of the Year			755223	4.045
05	ISHWAR DISTRIBUTORS PRIVATE LIMITED				
	a) At the Beginning of the Year	490387	2.627		
	b) Changes during the year	[NO CHANGES DURING THE YEAR]			
	c) At the End of the Year			490387	2.627
06	JEVANJYOTI COMMOALES PRIVATE LIMITED				
	a) At the Beginning of the Year	590146	3.161		
	b) Changes during the year				
	Date Reason				
	18/10/2019 Transfer	-13870	0.074	576276	3.087
	27/03/2020 Transfer	-45000	0.241	531276	2.846
	c) At the End of the Year			531276	2.846

**Econo Trade (India) Limited**

07	KITES INFRAPROJECTS PRIVATE LIMITED				
	a) At the Beginning of the Year	256072	1.372		
	<b>b) Changes during the year</b>	<b>[NO CHANGES DURING THE YEAR]</b>			
	c) At the End of the Year			256072	1.372
08	LAGAN BARTER PRIVATE LIMITED .				
	a) At the Beginning of the Year	578238	3.097		
	<b>b) Changes during the year</b>	<b>[NO CHANGES DURING THE YEAR]</b>			
	c) At the End of the Year			578238	3.097
09	MARUDHAR VYAPAAR PVT. LTD.				
	a) At the Beginning of the Year	270000	1.446		
	<b>b) Changes during the year</b>	<b>[NO CHANGES DURING THE YEAR]</b>			
	c) At the End of the Year			270000	1.446
10	NEWEDGE VINIMAY PRIVATE LIMITED				
	a) At the Beginning of the Year	830000	4.446		
	<b>b) Changes during the year</b>	<b>[NO CHANGES DURING THE YEAR]</b>			
	c) At the End of the Year			830000	4.446
11	RANDAR BUSINESSES PRIVATE LIMITED				
	a) At the Beginning of the Year	824653	4.417		
	<b>b) Changes during the year</b>				
	Date Reason				
	26/04/2019 Transfer	-20000	0.107	804653	4.310
	03/05/2019 Transfer	-50000	0.268	754653	4.042
	10/05/2019 Transfer	-50000	0.268	704653	3.774
	10/01/2020 Transfer	-90448	0.484	614205	3.290
	31/01/2020 Transfer	-40000	0.214	574205	3.076
	28/02/2020 Transfer	-90000	0.482	484205	2.594
	c) At the End of the Year			484205	2.594
12	SWAL LIMITED				
	a) At the Beginning of the Year	1092750	5.853		
	<b>b) Changes during the year</b>				
	26/04/2019 Transfer	-100000	0.536	992750	5.317
	10/05/2019 Transfer	-50000	0.268	942750	5.050
	10/01/2020 Transfer	-100000	0.536	842750	4.514
	24/01/2020 Transfer	-90000	0.482	752750	4.032
	28/02/2020 Transfer	-90000	0.482	662750	3.550
	c) At the End of the Year			662750	3.550
	<b>TOTAL</b>	<b>6393858</b>	<b>34.247</b>	<b>5866709</b>	<b>31.424</b>

**SHAREHOLDING OF KMP AND DIRECTORS**

Sl No.	Name	SHAREHOLDING AT THE BEGINNING OF THE YEAR		SHAREHOLDING AT THE END OF THE YEAR	
		No. of Shares	% of Total Shares	No. of Shares	% of Total Shares
1	Kasambhai Umarbhai Shekh	1416500	7.587	1416500	7.587
2	Shekh Hasina Kasambhai	1416500	7.587	1416500	7.587
3	Irfan Ahmedbhai Belim	0	0	0	0
4	Navinchandra Amratlal Kothari	0	0	0	0
5	Panchal Nrupesh Kirtikumar	0	0	0	0
6	Siddharth Sharma	0	0	0	0
7	Jyoti Sureshbhai Kantariya	0	0	0	0

**5. INDEBTNESS OF THE COMPANY INCLUDING INTEREST: - Nil****6. REMUNERATION OF THE DIRECTORS AND KMP**

Sl No.	Particulars of Remuneration	KEY MANAGERIAL PERSON			
		Mr. Navinchandra Amratlal Kothari (₹)	Mr, Siddharth Sharma (₹)	Mr. Kasambhai Umarbhai Shekh (₹)	Total (₹)
1	Salary (₹) /P.a.	Nil	84000	Nil	84000
	Total (₹) / P.a	Nil	84000	Nil	84000

**7. PENALTIES/PUNISHMENT/COMPOUNDING OF OFFENCES**

Type	Section of the Companies Act	Brief Description	Details of Penalty/punishment	Authority (RD/NCLT/COURT)	Appeal Made
<b>A. COMPANY</b>					
Penalty Punishment Compounding			NONE		
<b>B. DIRECTORS</b>					
Penalty Punishment Compounding			NONE		
Penalty Punishment Compounding			NONE		

Place: Kolkata  
Date: 30.07.2020

**BY ORDER OF THE BOARD**

**Kasambhai Umarbhai Shekh**  
Managing Director  
(DIN No.- 07498438)

**Independent Auditor's Certificate on Corporate Governance****the Members of Econo Trade (India) Limited**

We have examined the compliance of conditions of Corporate Governance by M/s Econo Trade (India) Limited for the year ended 31<sup>st</sup> March, 2020, as stipulated in Chapter VI of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 and pursuant to the Listing agreement of the Said Company with Stock Exchange.

The compliance of conditions of Corporate Governance is the responsibility of the management. Our examination was limited to the procedures and implementation thereof, adopted by the company for ensuring the compliance of the conditions of Corporate Guarantee. It is neither an audit nor an expression of opinion on the financial statements of the Company.

In our opinion and to the best of our information and according to explanations given to us, we certify that the Company has complied in all material respects with the conditions of Corporate Governance as stipulated in the provisions specified in Chapter VI of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 and pursuant to the Listing agreement of the said Company with Stock Exchange.

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

Anup Pandey & Associates  
Company Secretary in Practice ACS No.: 28052  
CP No.: 14626

Place: Ahmedabad,  
Date: 30.07.2020



**SECRETARIAL AUDIT REPORT  
FOR THE FINANCIAL YEAR ENDED 31ST MARCH, 2020**

**[Pursuant to section 204(1) of the Companies Act, 2013 and rule 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014]**

**To,  
The Members  
ECONO TRADE (INDIA) LTD. CIN  
– L51109WB1982PLC035466  
9/12, Lal Bazar Street, 3rd Floor, Block –B, Room No – 3103,  
Kolkata – 700 001.**

I have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by Econo Trade (India) Ltd. Secretarial Audit was conducted in a manner that provided me a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing my opinion thereon.

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

I have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on 31 March 2019 according to the provisions of:

- (i) The Companies Act, 1956, as applicable, and Companies Act, 2013 (the Act) and the rules made there under;
- (ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made there under;
- (iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed there under;
- (iv) Foreign Exchange Management Act, 1999 and the rules and regulations made there under to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings - Not applicable to the Company;
- (v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):
  - (a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011: Not applicable to the Company during the Audit Period;
  - (b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 1992;
  - (c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009 - Not applicable to the Company during the Audit Period;
  - (d) The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999 and The Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014 – (Not applicable to the Company during the Audit Period);
  - (e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008- (Not applicable to the Company during the Audit Period);
  - (f) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;
  - (g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009 – (Not applicable to the Company during the Audit Period); and
  - (h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998 – (Not applicable to the Company during the Audit Period).

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

- (i) Secretarial Standards issued by The Institute of Company Secretaries of India.
- (ii) The Listing Agreements entered into by the Company with the Bombay Stock Exchange Limited (BSE) Calcutta Stock Exchanges Limited (CSE).

## **Econo Trade (India) Limited**

I have relied on the representation made by the Company and its Officers for systems and mechanism formed by the Company for compliances under other applicable Acts, Laws and Regulations to the Company.

I further report that:

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

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

All decisions at Board Meetings and Committee Meetings are carried out unanimously as recorded in the minutes of the meetings of the Board of Directors or Committee of the Board, as the case may be.

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

I further report that during the audit period no specific events/actions have occurred which have a major bearing on the company's affairs in pursuance of the above referred laws, rules, regulations, guidelines, standards, etc. referred to above.

Anup Pandey & Associates  
Company Secretary in Practice ACS No.: 28052  
CP No.: 14626

Place: Kolkata  
Date: 30.07.2020

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

### **'ANNEXURE A'**

To,  
The Members  
ECONO TRADE (INDIA) LTD.  
CIN – L51109WB1982PLC035466  
9/12, Lal Bazar Street, 3rd Floor, Block – B,  
Room No – 3103, Kolkata – 700 001.

My report of even date is to be read along with this letter:

1. Maintenance of secretarial record is the responsibility of the management of the company. My responsibility is to express an opinion on these secretarial records based on our audit.
2. I have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the Secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. I believe that the processes and practices, I followed provide a reasonable basis for our opinion.
3. I have not verified the correctness and appropriateness of financial records and Books of Accounts of the company.
4. Where ever required, we have obtained the Management representation about the compliance of laws, rules and regulations and happening of events etc.
5. The compliance of the provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of management. Our examination was limited to the verification of procedures on test basis.
6. The Secretarial Audit report is neither an assurance as to the future viability of the company nor of the efficacy or effectiveness with which the management has conducted the affairs of the company.
7. Due to covid pandemic situation, it was not possible to examine all records and documents physically, so it has been done through online / virtual mode and report has been given as per information provided by the management of company.

Anup Pandey & Associates  
Company Secretary in Practice ACS No.: 28052  
CP No.: 14626

Place: Kolkata  
Date: 30.07.2020

**Certificate of Non-Disqualification of Directors**

**(Pursuant to Regulation 34(3) and schedule V Para C Clause (10)(i) of the SEBI (Listing obligations and disclosure Requirements ) Regulations, 2015)**

To  
The members Econo Trade (India) Limited  
9/12, Lal Bazar Street, Block-B, 3rd Floor,  
Room No.3103, Kolkata-700001

I have examined the relevant registers, records, forms , returns and disclosure received from the directors of ECONO TRADE (INDIA) LTD ( herein after referred to as “the Company” ) having CIN L51109WB1982PLC035466 and having registered office at 9/12 LAL BAZAAR STREET, 3RD FLOOR, BLOCK - B, ROOM NO. 3103 KOLKATA WB 700001 IN, produced before us by the Company for the purpose of issuing this certificate. In accordance with Regulation 34(3) read with schedule V Para – C Sub Clause 10(i) of the Securities exchange of India (Listing obligations and disclosure Requirements) Regulations, 2015.

In our opinion and to the best of my information and according to the verifications (including Directors Identification Number (DIN) status at the portal www.mca.gov.in ) as considered necessary and explanations furnished to us by the Company & its officers, we hereby certify that none of the Directors on the Board of the Company as stated below for the financial year ending on 31st March, 2020 have been debarred or disqualified from being appointed or continuing as Directors of Companies by the Securities and Exchange Board of India, Ministry of Corporate affairs, or any such other Statutory Authority.:

<u>Sr.No.</u>	<u>Name of Director</u>	<u>DIN</u>	<u>Date of appointment in Company</u>
1.	Kasambhai Umarbhai Shekh	07498438	21/07/2018
2.	Shekh Hasina Kasambhai	07733184	21/07/2018
3.	Irfan Ahmedbhai Belim	08010290	26/12/2017
4.	Panchal Nrupesh Kirtikumar	08184985	29/09/2018
5.	Jyoti Sureshbhai Kantariya	08385987	23/09/2019

Ensuring the eligibility for the appointment /continuity of every Director on the Board is the responsibility of the management of the Company. Our responsibility is to express an opinion on these based on our verification. This certificate is neither an assurance as to the future viability of the Company nor of the efficiency or effectiveness with which the management has conducted the affairs of the Company.

Anup Pandey & Associates  
Company Secretary in Practice ACS No.: 28052  
CP No.: 14626

Place: Kolkata  
Date: 30.07.2020

**Certification by Managing Director and Chief Financial Officer of the Econo Trade (India) Ltd**

We, **Kasambhai Umarbhai Shekh, Managing Director** and **Navinchandra Amratlal Kothari, Chief Financial Officer** of M/s **Econo Trade (India) Limited**, to the best of our knowledge and belief, certify that:

- a) We have reviewed the Financial Statements and Cash Flow Statements for the year ended 31<sup>st</sup> March 2020 and to the best of our Knowledge and belief:
- (i) These statements do not contain any materially untrue statement or omit any material fact or contain statements might be misleading;
  - (ii) These statements together present a true and fair view of the Company's affairs and are in compliance with the existing accounting standards, applicable laws and regulations
- b) There are, to the best of our Knowledge and belief, no transaction entered into by the Company during the Year which are fraudulent, illegal or violate of the Company's code of conduct.
- c) We accept responsibility for establishing and maintaining internal control for the financial reporting and that we have evaluated the effectiveness of the internal control systems of the company and we have disclosed to the Auditors and the Audit Committee, deficiencies in the design or operation of internal controls, if any, of which we are aware and the steps we have taken or propose to take to rectify these deficiencies.
- d) We have indicated to the Auditors and the Audit Committee:
- (i) Significant Changes in Internal Control during the Year;
- e) Significant Changes in accounting policies during the year and the same have been disclosed in the notes to the financial statements;
- f) Instances of significant fraud of which we have become aware and the involvement therein, if any, of the management or an employee having a significant role in the company's internal control.

Place: Kolkata  
Date: 30.07.2020

Kasambhai Umarbhai Shekh  
Managing Director

Navinchandra Amratlal Kothari  
Chief Financial Officer

**REPORT ON CORPORATE GOVERNANCE****A. Company's Philosophy**

The Company's policies, practices and philosophy adopted since inception are in line with Corporate Governance. These policies, practices are required periodically to ensure its effective compliance. The Composition of Board of Directors is well balanced with a view to manage the affairs of the Company efficiently and professionally.

Your Company is committed to all its Customers, Suppliers, Employees, Banks and financial institutions, government agencies and statutory authorities which are directly or indirectly concerned with the Company.

**B. Board of Directors**

As on 31st March, 2020, the Company's Board of Directors consist of 5 (Five) members. The Board of Directors of the Company has an optimum combination of Executive, Non-Executive and Independent Directors who have in depth knowledge of the business.

**(i) Composition and category as on 31<sup>st</sup> March 2020**

Category	No. of Directors	%
Non-Executive and Independent Directors	3	60
Non-Executive and Non-Independent Director	1	20
Whole-time Director	0	0
Managing Director	1	20
Total	5	100%

**(ii) Particulars of Directorship of other Companies**

Name and Designation of Director	Name of the Company	Position
Mr. Kasambhai Umarbhai Shekh	Robert Resources Limited	Director
Mr. Shekh Hasina Kasambhai	Robert Resources Limited	Director
Mr. Irfan Ahmedbhai Belim	N.A.	-
Mr. Panchal Nrupesh Kirtikumar	Purple Entertainment Limited Kanungo Financiers Ltd	Director Director
Mrs. Jyoti Sureshbhai Kantariya	Robert Resources Limited	Director

## Econo Trade (India) Limited

### C) Meetings and Attendance

The Meeting of the Board are generally held at the registered office address at 9/12, Lal Bazar Street, Block-B, 3<sup>rd</sup> Floor, Room No.3103, Kolkata-700001. During the year under review, Six Board meetings were held on during the financial year from 1<sup>st</sup> April 2019 to 31<sup>st</sup> March 2020. The dates on which meetings were held are as follows:

18/04/2019, 21/05/2019, 08/06/2019, 14/08/2019, 14/11/2019 & 14/02/2020

### D) Board Agenda

The Board meeting are scheduled well in time and Board members are given a notice of more than Seven days before the meeting date except in case of emergent meeting. The Board members are provided with well-structured and comprehensive agenda papers.

### E) Independent Directors

The Company has complied with the definitions of Independence as per regulation 27 as per Securities and exchange Board of India Regulation and according to the Provisions of Section 149(6) of the Companies Act, 2013.

### F) Independent Directors Meetings

During the Year under review, the Independent Director Met on 14.11.2019, inter alia to Discuss: -

- Evaluation of the Performance of the Non-Independent Directors and the Board of Directors as a Whole;
- Evaluation of the performance of the Chairman of the Company, taking into account the views of Executive and Non-Executive Directors
- Evaluation of the quality, quantity and timeliness of the flow of information between the Management and the Board that is necessary for the board to effectively and reasonably perform its duties effectively.

### G) Shareholding of Directors

<u>Names</u>	<u>No. of Shares held</u>
Kasambhai Umarbhai Shekh	1416500
Shekh Hasina Kasambhai	1416500
Panchal Nrupesh Kirtikumar	NIL
Irfan Ahmedbhai Belim	NIL
Jyoti Sureshbhai Kantariya	NIL

### H) General Body Meetings

Location and time where last three Annual General Meetings were held:

FY	Date	Venue	Time	Special Resolutions Passed
2018-19	23.09.2019	Bharatiya Bhasha Parishad 36-A, Shakespeare Sarani, Kolkata – 700017	02.00 P.M	Yes
2017-18	29.09.2018	3, Waterloo Street, Kolkata - 700069	11.00 A.M.	Yes
2016-17	29.09.2017	3, Waterloo Street, Kolkata - 700069	11.00 A.M.	No

a. Details of Extra-ordinary General Meeting held during the year- No EGM has been conducted by the company.

b. Details of Special Resolution is proposed to be conducted through postal ballot- No

### I) Disclosures

There are no materially significant transactions with the related parties viz. promoters, directors, relatives, the management, subsidiaries etc., that may have a potential conflict with the interest of the company at large.

There has been some delay in certain compliances which has been regularize by the Company for which necessary payments levied by the BSE has been made.

### J) Means of Communication

The Company regularly interacts with the shareholders through multiple channels of communication such as publication of results on quarterly, half yearly basis and yearly basis. The results are not sent individually to Shareholders.

The company has developed its website. All information relating to shareholder and public at large can be viewed by logging into the Website.

### K) Code of Conduct

The Company has laid down the code of conduct for its directors. The object of the code is to conduct the company's business ethically and with responsibility, integrity, fairness, transparency and honesty.

### L) Registrar and Transfer Agents and Share Transfer System

M/s Niche Technologies Pvt Ltd is your Company's Share Transfer Agent. Share transfer in physical form and other communications regarding shares, Change of Address etc. may be addressed to:

**M/s Niche Technologies Pvt Ltd**

**3A, Auckland Place, 7<sup>th</sup> Floor, Room No. 7A & 7B, Kolkata-700017.**

**Phone: - 033-2280-6616/17/18**

**Email Id: - nichetechpl@nichetechpl.com**





**Econo Trade (India) Limited**

	d) Banks / Financial Institutions									
	e) Any Other									
	Sub-total (A)(2)	0	0	0	0.000	0	0	0	0.000	0.000
	Total Shareholding of Promoter (A) = (A)(1)+(A)(2)	3605075	0	3605075	19.310	3605075	0	3605075	19.310	0.000
B.	<b>PUBLIC SHAREHOLDING</b>									
(1)	Institutions									
	a) Mutual Funds									
	b) Banks / Financial Institutions									
	c) Central Governments									
	d) State Governments									
	e) Venture Capital Funds									
	f) Insurance Companies									
	g) Foreign Institutional Investors (FII)									
	h) Foreign Venture Capital Funds									
	i) Others (Specify)									
	Sub-total (B)(1)	0	0	0	0.000	0	0	0	0.000	0.000
(2)	Non-Institutions									
	a) Bodies Corporate									
	i) Indian	8517447	2099500	10616947	56.868	7422546	2099500	9522046	51.003	-5.865
	ii) Overseas									
	b) Individuals									
	i) Individual shareholders holding nominal share capital upto Rs 1 lakh	1368313	167558	1535871	8.227	1419011	167558	1586569	8.498	0.271
	ii) Individual shareholders holding nominal share capital in excess of Rs 1 l	2199751	357500	2557251	13.697	3569421	357500	3926921	21.034	7.337
	c) Others Specify									
	1. NRI	19351	0	19351	0.104	18348	0	18348	0.098	-0.006
	2. Overseas Corporate Bodies									
	3. Foreign Nationals									
	4. Clearing Members	335080	0	335080	1.795	10616	0	10616	0.057	-1.738
	5. Trusts									
	6. Foreign Bodies - D.R.									
	Sub-total (B)(2)	12439942	2624558	15064500	80.690	12439942	2624558	15064500	80.690	0.000
	Total Public Shareholding (B) = (B)(1)+(B)(2)	12439942	2624558	15064500	80.690	12439942	2624558	15064500	80.690	0.000
C.	Shares held by Custodian for GDRs & ADRs	0	0	0	0	0	0	0	0	0
	<b>GRAND TOTAL (A+B+C)</b>	16045017	2624558	18669575	100.000	16045017	2624558	18669575	100.000	0.000

## Econo Trade (India) Limited

### O) Listing with Stock Exchange

The Equity shares of the Company are currently listed for trading under Group **XD** of the BSE Limited. Company confirms that it has paid listing Fees to BSE for the Year 2019-20

Market Price data

Month	Open	High	Low	Close
Apr 19	9.26	9.49	7.24	8.68
May 19	8.60	8.99	6.21	7.29
Jun 19	7.49	10.39	6.93	9.26
Jul 19	9.26	10.50	8.43	9.97
Aug 19	10.46	11.24	7.60	7.60
Sep 19	7.60	7.60	5.42	5.70
Oct 19	5.70	6.00	4.43	6.00
Nov 19	6.30	7.60	6.30	7.08
Dec 19	7.40	8.00	7.40	7.59
Jan 20	7.94	7.94	4.66	4.79
Feb 20	4.79	5.25	3.61	3.61
Mar 20	3.60	3.60	2.53	2.53

### P) General Shareholder Information Annual General Meeting: (through Video Conferencing (VC) / Other Audio Visual Means (OAVM))

Date	28.09.2020
Time	11.00AM
Financial Year	2019-2020
Book Closure Date	22 <sup>nd</sup> September 2020 to 28 <sup>th</sup> September 2020
Listing on Stock Exchange	CSE LTD. (Scrip Code: 015111) & BSE LTD. (Scrip Code: 538708)
ISIN No.	INE937K01014

### Q) Vigil Mechanism/ Whistle blower Policy

In accordance with the requirements of section 177 of the Companies Act, 2013 and Regulation 22 of the Listing Regulations, 2015, the Company has formulated a “vigil Mechanism/ Whistle Blower Policy” which provides an avenue to the Directors and employees of the Company to directly report, their genuine concerns including unethical behavior and violation of code of conduct, to the chairman of the Audit Committee.

No person has been denied access to the chairman of the Audit committee of the Board of Directors of the Company.

### R) Stakeholders' Relationship Committee

The shareholder'/Investors' Grievance Committee of the Board has been constituted to look into complaints like transfer of shares, Non-receipt of Dividend etc. The committee is headed by Mr. Irfan Ahmedbhai Belim as Chairman, and Mrs. Shekh Hasina Kasambhai and Mr. Panchal Nrupesh Kirtikumar. Four meetings of the committee were held during the year ended 14/04/2019, 09/08/2019, 02/12/2019 and 14/03/2020 No complaint had been received during the year.

### S) Audit Committee

The Audit Committee assists the Board in its responsibility for overseeing the quality and integrity of accounting, auditing and reporting practice of the company and its compliance with legal and regulatory requirements. The Committee's purpose is to oversee the accounting and financial reporting process of the company, the audit of the Company's Financial Statements, the appointments of Auditor, Independent Performance and remuneration of the Statutory Auditors.

During the year under review, four meetings of the committee were held during the year ended 14/04/2019, 09/08/2019, 02/12/2019 and 14/03/2020. The composition of the committee and attendance at its meeting is given below:

Name of Director	Category	No. of Meetings Held	No. of Meetings Attended
Mr. Irfan Ahmedbhai Belim	Chairman**	4	4
Mrs. Shekh Hasina Kasambhai	Member	4	1
Mr. Panchal Nrupesh Kirtikumar	Member	4	2
Mrs. Jyoti Sureshbhai Kantariya	Member	4	2
Mr. Sanjay Vishnudas Kotak	Member	4	1

**T) Nomination and Remuneration Committee**

The Committee shall identify the persons who are qualified to become Directors of the Company/ who may be appointed in Senior management in accordance with the Criteria laid down, recommend to the Board their appointment and removal and also shall carry out evaluation of every director's performance. Committee shall also formulate the criteria for determining qualifications, positive attributes, independent of the Directors and recommend to the Board a policy, relating to the remuneration, Key Managerial personnel and other employees.

The Nomination and Remuneration committee of the Company consist of three Directors.

**No. of committee Meeting**

During the year the Committee had four (4) Meeting i.e on 14/04/2019, 09/08/2019, 02/12/2019 and 14/03/2020.

**Name, Composition and attendance during the Financial Year 2019-20**

Name of Director	Category	No. of Meetings Held	No. of Meetings Attended
Mr. Irfan Ahmedbhai Belim	Chairman**	4	4
Mrs. Shekh Hasina Kasambhai	Member	4	1
Mr.Panchal Nrupesh Kirtikumar	Member	4	2
Mrs. Jyoti Sureshbhai Kantariya	Member	4	2
Mr.Sanjay Vishnudas Kotak	Member	4	1

**U) SEBI Complaints Redressal Systems (SCORES)**

SEBI has initiated SCORES for processing the investor complaints in a centralized web-based redress system and online Redressal of all the shareholders complaints. The Company is in compliance with the Scores and redressed the shareholders complaints well within the stipulated time.

**V) Address of Registered Office**

9/12, Lal Bazar Street, Block-B, 3<sup>rd</sup> Floor, Room No. 3103, Kolkata-700001.

**X) Reconciliation of Share Capital Audit: -**

As stipulated by SEBI, a qualified Practicing Company Secretary carries out the Reconciliation of Share Capital Audit to reconcile the total admitted capital with National Securities Depository Limited and Central Depository Services (India) Limited and the total issued and paid up Capital. The audit is carried out every quarter and the report thereon are submitted to the Stock Exchange and is placed before the Board of Directors of the Company.

**Y) Corporate Identity Number**

Corporate Identity Number (CIN) of the Company, allotted by the Ministry of Corporate affairs, Government of India is L51109WB1982PLC035466

**Z) Green Initiative in the Corporate Governance**

As part of the Green Initiative process, the Company has taken an initiative of Sending Documents like Notice calling of Annual General Meeting, Corporate Governance report, Directors Report, audited financial Statements, Auditor's Report etc. Physical Copies are sent only to those shareholders whose email address is not registered with the Company. Shareholders are requested to register their email id with the registrar and share transfer Agent/Concerned Depository to enable the Company to send the Documents in electronic form or inform the Company in case they wish to receive the above documents in paper mode.

**Place: Kolkata**

**BY ORDER OF THE BOARD**

**Date: 30.07.2020**

**Kasambhai Umarbhai Shekh  
Managing Director  
(DIN No. 07498438)**

---

## **MANAGEMENT DISCUSSION AND ANALYSIS REPORT**

The Companies' main object is Non-Banking Finance activities. The market for this activity offers high potential for growth. The Company is giving Loan and Inter Corporate Deposit to the corporate client and is operating from Kolkata. There have been a number of causes behind growth of Indian Economy in last couple of years.

### **Industrial Structure and Developments**

The domestic retail inflation continued to be moderate despite increase in global commodity prices. The Country is having normal monsoon as well which should help in keeping the food prices under control. A good monsoon will also boost the rural economy which in turn will enhance demand of various commodities. In view of lower inflation, RBI has reduced Repo rate. The Companies engaged in the financial sector will benefit from the lower rate of interest. The Company's core business is investment in shares and securities. During the year under review, capital market conditions were not conducive which have been reflected in the profitability of the Company.

### **Opportunities and Threats**

The Company being a Non-Banking Financial Company is primarily engaged in the business of making investments in shares and securities. On account of stable Government and various financial reforms undertaken by the Government, the Stock Market is expected to remain bullish which is likely to enhance the value of listed share held by the Company.

In a volatile stock market, the Company is exposed to the risk of fluctuation in share prices. This however is not likely to affect the working of the Company as a major part of the investments are held on long term basis and temporary fluctuations of those shares in the stock market do not have much financial implication to the Company.

However, the company gives continuous effort to frequently examine the ups and downs of the market particularly taking into consideration that the Company being a small size NBFC and there are plenty of hindrances which may hamper its growth.

### **Segment Wise Performance**

The Company being a Non-Banking Financial Company operates mainly under a single segment viz Investments in Shares and Securities.

### **Risk and Concern**

The Company's business is very much dependent on Monetary and Financial Policies of the Government and RBI. Any slowdown of the economic growth or volatility in the global as well as domestic financial market could adversely affect the Company's business. The Management has to regularly monitor the changing market conditions. The business strategy needs to be examined and modified properly to meet the transformed situation.

### **Outlook**

Earnings of the Company depend on the performance of the Companies where the Company has invested funds in equities. With better growth prospects continuing with a stable Government at the Centre who has been taking measures for several financial reforms, the economy is expected to grow faster, offering better environment for the industries to perform better. The Companies where the Company has invested its funds are expected to improve their performance. As a result, the Company hopes to generate higher income in the form of dividend, profit on shares, interest and other income in the current year. In view of this, barring unforeseen circumstances, the Company is expected to do well in the current year. However, the nature of capital market in which the Company operates is not predictable with certainty. Any Slowdown of the economic growth or volatility in global as well as domestic financial market could adversely affect the Company's business.

### **Discussion on Financial Performance with respect to Operational Performance**

This section is covered in the Board's Report under the section of Financial Results and Operations.

### **Material Developments in Human Resources / Industrial Relations front including number of people employed**

There is no Material Development in Human Resources front. The Company maintains harmonious relationship with its employees. The Company is having 2 persons employed currently.

### **Cautionary Statement**

Certain statements under "Management Discussion & Analysis" describing the Company's objectives, projections, estimates, expectations or predictions may be forward looking statement within the meaning of applicable securities laws and regulations. Although the expectations are based on reasonable assumptions, the actual results could materially differ from those expressed or implied, since the Company's operations are influenced by many external and internal factors beyond the control of the Company. The Company assumes no responsibility to publicly amend, modify or revise any forward-looking statements, on the basis of any subsequent developments, information or events.

**Place: - Kolkata**  
**Date: -30.07.2020**

**By order of the Board**

**Kasambhai Umarbhai Shekh**  
**Managing Director**  
**(DIN No.- 07498438)**

**INDEPENDENT AUDITOR'S REPORT**

To the Members of **ECONO TRADE (INDIA) LIMITED**

**REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS**

**Opinion**

We have audited the accompanying financial statements of **Econo Trade (India) Limited** (hereinafter referred to as the "Company") which comprise the Balance Sheet as at March 31, 2020, and 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 financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 2013 (hereinafter referred to as "the Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under Section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015 as amended (hereinafter referred to as "Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2020, and its profit, total comprehensive income, the changes in equity and its cash flows for the year then ended on that date.

**Basis for Opinion**

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

**Emphasis of Matter**

We draw attention to Note No. 31 of the financial statements, which describes that the potential impact of COVID-19 pandemic on the operations and financial statements of the company is dependent on future developments, which are uncertain.

Our opinion is not modified in respect of the above matter.

**Key Audit Matters**

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

**Information other than Financial Statements & Auditors Report thereon**

The Company's Board of Directors is responsible for the Other Information. The Other Information comprises the information included in the Board's Report including Annexures to Board's Report and Management Discussion and Analysis (but does not include the financial statements and our auditor's reports thereon).

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

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

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

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

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance including other comprehensive income, changes in equity and cash flows of the Company in accordance with the Ind AS and accounting principles generally accepted in India. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act, for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgment and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal

## **Econo Trade (India) Limited**

---

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

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

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

### **Auditor's Responsibilities for the Audit of the Financial Statements**

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

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

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

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

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

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

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**

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

II. 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 are necessary for the purpose of our audit.

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

(c) The Balance Sheet, the Statement of Profit and Loss including other comprehensive income and the Cash Flow Statement, Statement of changes in Equity dealt with by this Report are in agreement with the books of account.

(d) In our opinion, the aforesaid financial statements comply with the Indian 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 internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to or separate report in "Annexure B".

(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/provided by the Company to its directors during the year is in accordance with the provisions of section 197 of the Act.

(h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rule, 2014, in our opinion and to the best of our information and according to the explanations given to us :

i. The Company has disclosed the impact of pending litigations on its financial position in its financial statements – Refer Note No. 30 of the financial statements;

ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses;

iii. There Company does not have any requirement to transfer any amount to the Investor Education and Protection Fund.

**For, For, H S K & Co.  
Chartered Accountants  
Firm Reg. No. 117014W**

**CA. Sudhir Shah  
Partner Membership No. 115947**

**Place: Ahmedabad**

**Date: 30.07.2020**

## “Annexure A” to the Independent Auditors’ Report

Referred to in paragraph I under the heading ‘Report on Other Legal & Regulatory Requirements’ of our report of even date to the financial statements of Econo Trade (India) Limited (hereinafter referred to as the “Company”) for the year ended March 31, 2020:

1. (a) The Company is maintaining proper records showing full particulars, including quantitative details and situation of fixed assets;

(b) The Fixed Assets have been physically verified by the management in a phased manner, designed to cover all the items over a period of three years, which in our opinion, is reasonable having regard to the size of the company and nature of its business. According to information and explanation given to us, no material discrepancies were noticed on such verification.

(c) The title deeds of immovable properties are held in the name of the company.

2. According to information and explanation given to us, inventory has been physically verified at reasonable intervals by the management during the year and no material discrepancies were noted.

3. According to information and explanation given to us, the Company has not granted any loans, secured or unsecured to companies, firms, Limited Liability partnerships or other parties covered in the Register maintained under section 189 of the Companies Act, 2013 (hereinafter referred to as “the Act”). Accordingly, the provisions of clause 3(iii) (a) to (c) of the Order are not applicable to the Company and hence not commented upon.

4. In our opinion and according to the information and explanations given to us, the company has complied with provisions of section 185 and 186 of the Act in respect of making investments. The company has not granted loan or given guarantee or provided security as provided in section 185 and 186 of the Act.

5. According to information and explanation given to us, the Company has not accepted any deposits from the public and hence the directives issued by the Reserve Bank of India and the provisions of Sections 73 to 76 or any other relevant provisions of the Act and the Companies (Acceptance of Deposit) Rules, 2015 with regard to the deposits accepted from the public are not applicable to the Company and hence not commented upon.

6. According to information and explanation given to us, the Central Government has not prescribed the maintenance of Cost Records under section 148(1) of the Act.

7. According to information and explanations given to us in respect of statutory dues and on the basis of our examination of the books of account, and records,

(a) The Company has been generally regular in depositing undisputed statutory dues including Provident Fund, Employees State Insurance, Income Tax, Goods and Services Tax, Duty of Customs, Cess and any other statutory dues with the appropriate authorities. According to the information and explanations given to us, no undisputed amounts payable in respect of the above were in arrears as at March 31, 2020 for a period of more than six months from the date on when they become payable.

b) According to the information and explanations given to us, the dues of Income Tax, Goods and Services Tax, Duty of Customs, Cess and any other statutory dues which have not been deposited with the appropriate authorities on account of any dispute are as under:

Name of statute	Nature of Dues	Amount (Rs.)	Period to which amount relates	Forum where the dispute is pending
The Income Tax Act, 1961	Income Tax	1,36,73,590	AY 2012-13	CIT(Appeal) Kolkata - 3
The Income Tax Act, 1961	Income Tax	54,24,140	AY 2014-15	CIT(Appeal) Kolkata - 3

8. According to the information and explanations given by the management, the Company does not have any loans or borrowing from financial institution, banks, government and had not issued any debentures. Accordingly, provision of clause 3(viii) of the Order is not applicable to the Company and hence not commented upon.

9. According to the information and explanations given by the management, the company has not raised moneys by way of initial public offer or further public offer including debt instruments during the year and the term loans were applied for the purpose for which they are raised.

10. According to the information and explanations given by the management, we report that no fraud by the Company or on the company by its officers or employees has been noticed or reported during the year.

11. According to the information and explanations given by the management, the managerial remuneration has been paid or provided in due compliance of section 197 read with Schedule V to the Act.

12. In our opinion, the Company is not a Nidhi Company. Therefore, the provisions of clause 3 (xii) of the Order are not applicable to the Company.

13. In our opinion, all transactions with the related parties are in compliance with section 177 and 188 of Act and the details have been disclosed in the standalone financial statements as required by the applicable Indian Accounting Standards.

14. According to the information and explanations given by the management, the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review. Accordingly, the provisions of clause 3(xiv) of the Order are not applicable to the Company and hence not commented upon.

15. According to the information and explanations given by the management, the company has not entered into any non-cash

transactions with directors or persons connected with him. Accordingly, the provisions of clause 3(xv) of the Order are not applicable to the Company and hence not commented upon.

16. The company is registered under section 45-IA of the Reserve Bank of India Act, 1934 vide Certificate of Registration No. B.05.02244 dated 16.05.1998.

**For, For, H S K & Co.**  
**Chartered Accountants**  
**Firm Reg. No. 117014W**

**CA. Sudhir Shah**  
**Partner Membership No. 115947**

**Place: Ahmedabad**  
**Date: 30.07.2020**

---

### **“Annexure B” to the Independent Auditors’ Report**

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

We have audited the internal financial controls over financial reporting of Econo Trade (India) Limited (hereinafter referred to as the “Company”) as of March 31, 2020 in conjunction with our audit of the standalone 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 (hereinafter referred to as “Guidance Note”) issued by the Institute of Chartered Accountants of India (hereinafter referred to as “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 (hereinafter referred to as “the Act”).

### **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 and the Standards on Auditing, issued by the 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. 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 systems over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor’s Judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

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

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

A company’s internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purpose in accordance with generally accepted accounting principles. A company’s internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company, (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company, and (3) provide reasonable assurance regarding prevention or

timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

### **Inherent Limitations of Internal Financial Controls over Financial Reporting**

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

### **Opinion**

In our opinion, to the best of our information and according to explanations given to us, the Company has, in all material respects, an adequate internal financial control system over financial reporting and such internal financial controls over financial reporting were operating effectively as on March 31, 2020, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal controls stated in the Guidance Note issued by the ICAI.

**For, For, H S K & Co.  
Chartered Accountants  
Firm Reg. No. 117014W**

**CA. Sudhir Shah  
Partner Membership No. 115947**

**Place: Ahmedabad  
Date: 30.07.2020**

---

# ECONO TRADE (INDIA) LIMITED

Balance Sheet as at 31st March 2020

Sl. No.	Particulars	Note No.	As at March 31, 2020 (Amount in ₹)	As at March 31, 2019 (Amount in ₹)	As at April 1, 2018 (Amount in ₹)
<b>A</b>	<b>ASSETS</b>				
	1. Non-current assets				
	(a) Property, Plant and equipment	3	1,41,52,320	61,451	89,383
	(b) Financial assets			6,05,32,779	
	(i) Investment			17,888	28,888
	(c) Deferred tax assets (net)	4	17,888		
	Total non-current assets		1,41,70,208	6,06,12,117	1,18,271
	2. Current assets				
	(a) Inventories	5	37,05,554	88,38,813	3,06,12,809
	(b) Financial Assets				
	(i) Trade receivable	6(a)	2,00,00,000	39,97,395	3,74,27,667
	(ii) Cash and cash equivalents	6(b)	15,78,22,428	1,98,69,966	4,10,54,199
	(iii) Loans	6(c)	11,53,81,172	27,58,68,503	26,39,15,519
	(c) Other current assets	7	7,48,50,050	1,02,98,020	21,25,792
			37,17,59,204	31,88,72,697	37,51,35,986
	Assets classified as held for sale				
	Total current assets		37,17,59,204	31,88,72,697	37,51,35,986
	Total assets		38,59,29,412	37,94,84,814	37,52,54,257
<b>B</b>	<b>EQUITY AND LIABILITIES</b>				
	1. Equity				
	(a) Equity share capital	8(a)	18,66,95,750	18,66,95,750	18,66,95,750
	(b) Other equity	8(b)	19,05,24,583	18,59,44,529	18,28,66,857
	Total equity		37,72,20,333	37,26,40,279	36,95,62,607
	Total non-current liabilities		37,72,20,333	37,26,40,279	36,95,62,607
	2. Current liabilities				
	(a) Other current liabilities	9	5,83,534	5,68,990	5,01,315
	(b) Provisions	10	81,25,545	62,75,545	51,90,335
	Total current liabilities		87,09,079	68,44,535	56,91,650
	Total equity and liabilities		38,59,29,412	37,94,84,814	37,52,54,257

The accompanying notes are an integral part of the Financial Statements

In terms of our report attached

For H S K & Co.  
Chartered Accountants  
Firm registration No. 117014W

For and on behalf of the Board

Managing Director

Director

CA Sudhir Shah  
Partner  
Membership No. 115947

Chief Financial Officer

Company Secretary

Place : Ahmedabad.  
Date : 30/07/2020

# ECONO TRADE (INDIA) LIMITED

Statement of Profit & Loss for the year ended 31st March 2020

Sl. No.	Particulars	Note No.	As at March 31, 2020 (Amount in ₹)	As at March 31, 2019 (Amount in ₹)
	<b>INCOME</b>			
I	Revenue from Operations	11	2,43,32,213	3,80,24,920.36
II	Other income	12	49,500	-
III	Total Income (I+II)		2,43,81,713	3,80,24,920.36
	<b>EXPENSES</b>			
IV	Purchases of Stock in Trade	13	3,52,970	-
	Changes in inventories of finished goods, work-in-progress and Stock-in-Trade	14	51,33,259	2,17,73,995.65
	Employee benefits expense	15	10,59,700	1,96,000.00
	Finance costs	16	45,864	949.90
	Depreciation	3	-	27,930.00
	Other expenses	17	1,13,59,867	1,18,52,162.54
	Total Expenses		1,79,51,659	3,38,51,038.09
V	Profit/(Loss) before exceptional items and taxes (III-IV)		64,30,054	41,73,882.27
VI	Add / (Less) : Exceptional items		-	-
VII	Profit/(Loss) before Tax (V-VI)		64,30,054	41,73,882.27
VIII	Tax expenses :			
	(a) Current tax		18,50,000	10,85,210.00
	(b) Deferred tax		-	11,000.00
	(c) Tax adjustments for earlier years		-	-
IX	Profit/ (loss) for the period after Tax (PAT)		45,80,054	30,77,672.27
X	Other Comprehensive Income			
	A. (i) Item that will not be reclassified to profit or loss :		-	-
	(ii) Income tax relating to items that will not be reclassified to profit or loss		-	-
	B. (i) Item that will be reclassified to profit or loss :		-	-
	(ii) Income tax relating to items that will be reclassified to profit or loss		-	-
	Total other comprehensive income		-	-
XII	Total comprehensive income for the year (IX-X)		45,80,054	30,77,672
XII	Basic/Diluted (of Rs. 10 each)		0.25	0.16

The accompanying notes are an integral part of the Financial Statements

For H S K & Co..  
Chartered Accountants  
Firm registration No. 117014W

For and on behalf of the Board

Managing Director

Director

CA Sudhir Shah  
Partner  
Membership No. 115947

Place : Ahmedabad.  
Date : 30/07/2020

Chief Financial Officer

Company Secretary

# ECONO TRADE (INDIA) LIMITED

Cash Flow Statement for the year ended 31st March, 2020

(Amount in ₹)

SI.No.	Particulars	For the year ended 31st March, 2020		For the year ended 31st March, 2019	
A.	<b>Cash flow from operating activities :</b>				
	Net Profit/(Loss) after Tax & Extra-Ordinary Items		45,80,054		30,77,672
	<b>Adjustments for :</b>				
	Depreciation	-		27,932	
	Dividend Received	68,471		47,087	
	Interest Received	1,68,40,277	1,69,08,748	1,11,06,706	1,11,81,724
	<b>Operating profit before working capital changes</b>		<b>2,14,88,801</b>		<b>1,42,59,397</b>
	(Increase) / Decrease in trade and other receivables	(1,60,02,605)		3,34,30,273	
	(Increase) / Decrease in Inventories	51,33,259		2,17,73,996	
	(Increase) / Decrease in Short Term Loans & Advances	16,04,87,331		(1,19,52,984)	
	(Increase) / Decrease in Other Current Assets	(6,45,52,030)		(81,72,228)	
	Increase / (Decrease) in trade payables & other payables	14,543	8,50,80,499	67,675	3,51,46,730
	Cash generated from operations		10,65,69,300		4,94,06,127
	Less: Direct taxes (paid) / refunds including interest (net)		-		10,96,210
	<b>Net cash generated/(used) from operating activities</b>		<b>10,65,69,300</b>		<b>5,05,02,337</b>
B.	<b>Cash flow from investing activities :</b>				
	Sale / (Purchase) of Investments (Net)	6,05,32,779		(6,05,32,779)	
	Sale / (Purchase) of fixed Assets	(1,40,90,869)		-	
	(Deposit) / Refund in Fixed Deposits	-		-	
	Dividend received	(68,471)		(47,087)	
	Interest received	(1,68,40,277)		(1,11,06,706)	
	<b>Net cash from investing activities</b>		<b>2,95,33,162</b>		<b>(7,16,86,571)</b>
C.	<b>Cash flow from financing activities :</b>				
	Proceeds / (repayment) of long term borrowings	-		-	
	Proceeds / (repayment) of short term borrowings	-	-	-	-
	<b>Net cash generated/(used) in financing activities</b>		<b>-</b>		<b>-</b>
	Net increase/(decrease) in cash and cash equivalents (A+B+C)		13,61,02,462		(2,11,84,234)
	Cash and cash equivalents -Opening balance		1,98,69,966		4,10,54,199
	<b>Cash and cash equivalents -Closing balance</b>		<b>15,59,72,428</b>		<b>1,98,69,966</b>
	<b>CASH AND CASH EQUIVALENTS COMPRISE:</b>				
	Balances with bank		15,74,74,140		1,90,81,332
	Cash on hand		3,48,288		7,88,634
			<b>15,78,22,428</b>		<b>1,98,69,966</b>

This is the Cash Flow Statement referred to in our report of even date

**For H S K & Co.**  
Chartered Accountants  
Firm registration No. 117014W

**For and on behalf of the Board**

Managing Director

Director

**CA Sudhir Shah**  
Partner  
Membership No. 115947

Chief Financial Officer

Company Secretary

Place : Ahmedabad.  
Date : 30/07/2020



# Notes to the Financial Statements

## 1. Corporate information

Econo Trade (India) Limited ("The Company") having CIN No. L51109WB1986PLC035466 and its registered office at 9/12, Lal Bazar Street, B Block, Room No 3103, Kolkata700001 IN, India is a public limited Company incorporated and domiciled in India.

### 2.1 Basis of preparation

These financial statements have been prepared in accordance with Indian Accounting Standards (Ind AS) notified under the Companies (Indian Accounting Standards) Rules, 2015(the Rules).

For all periods up to and including the year ended 31<sup>st</sup> March, 2018, the Company prepared its 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)

These financial statements for the year ended 31<sup>st</sup> March, 2020 are the first time the Company has prepared in accordance with Indian Accounting Standards ("Ind-AS") consequent to the notification of the Rules issued by the MCA. Further, in accordance with the Rules, the Company has restarted its Balance Sheet as at 1<sup>st</sup> April, 2018 and financial statements for the year ended and as at 31<sup>st</sup> March, 2019 also as per Ind\_AS. For preparation of opening balance sheet under Ind-AS as at 1<sup>st</sup> April, 2018, the Company has availed exemptions and first-time adoption policies in accordance with Ind-AS 101 "First-time Adoption of Indian Accounting Standards", the details of which have been explained thereof in the "Foot ness to Reconciliation of Equity".

### Estimates

The estimates at 1st April 2018 and at 31st March, 2019 are consistent with those made for the same dates in accordance with Indian GAAP (after adjustments to reflect any differences in accounting policies). Consequent to Company's transition to Ind-AS as explained in basis of preparation paragraph above, following are accounted for the first time in these financial statements and hence estimates for these items are based on conditions existing on the respective Balance Sheet dates:

The Company has exercised the option to measure investment in equity instruments, not held for trading at FVTOCI in accordance with Ind AS 109. It has exercised this irrevocable option for its class of unquoted equity shares. The option renders the equity instruments elected to be measured at FVTOCI non-recyclable to Statement of Profit & Loss.

The estimates used by the Company to present these amounts in accordance with Ind-AS reflect conditions at 1<sup>st</sup> April, 2018. The date to transition to Ind-AS and as of 31<sup>st</sup> March, 2019.

## 2.2 Summary of Significant Accounting Policies

### Basis of classification of Current and non-current

Assets and liabilities in the Balance Sheet have been classified as either current or non-current based upon the requirements of Schedule III to the Companies Act, 2013.

An asset has been classified as current if (a) it is expected to be realized in, or is intended for sale or consumption in the Company's normal operating cycle; or (b) it is held primarily for the purpose of being traded; or (c) it is expected to be realized within twelve months after the reporting date; or (d) it is cash or cash equivalent unless it is restricted from being exchanged or used to settle a liability for at least twelve months after the reporting date. All other assets have been classified as non-current.

A liability has been classified as current when (a) it is expected to be settled in the Company's normal operating cycle; or (b) it is held primarily for the purpose of being traded; or (c) it is due to be settled within twelve months after the reporting date; or (d) the Company does not have an unconditional right to defer settlement of the liability for at least twelve months after the reporting date. All other liabilities have been classified as non-current.

An operating cycle is the time between the acquisition of assets for processing and their realization in cash or cash equivalents. The Company does not consider it operating cycle to be 12 months.

### Fair value measurement

# Notes to the Financial Statements

The Company measures certain financial instruments at fair value at each reporting 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:

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

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.

For the purpose of fair value disclosures, the company has determined classes of assets and liabilities on the basis of the nature, characteristics and risks of the asset or liability and the level of the fair value hierarchy as explained above.

## Revenue Recognition

Revenue, if any, from sale of goods will be recognized upon passage of title to the customers which would generally coincide with delivery thereof. Claims, due to uncertainty in realization, are accounted for on acceptance/cash basis.

Interest income, if any, will be recognized on a time proportion basis taking into account the amount outstanding and rate applicable. Dividend income is recognised in the Statement of Profit and Loss when the right to receive dividend is established.

Profit on sale of investments is recorded on transfer of title from the Company and is determined as the difference between sale price, carrying value of Investment and other incidental expenses.

## Retirement Benefits and other employee benefits

Retirement benefit in the form of Gratuity is a defined contribution scheme and the contributions are charged to the Statement of Profit and Loss of the year when an employee renders the related service. There are no obligations other than the contributions payable to the respective trusts/funds.

Short term Employee Benefits are recognised at the undiscounted amount as expense for the year in which the related service is rendered.

## Borrowing Costs

Borrowing Costs (including other ancillary borrowing cost) directly attributable to the acquisition, construction or production of an asset that necessarily takes a substantial period of time to get ready for its intended use or sale are capitalised as part of the cost of the asset. All other borrowing costs are expensed in the period in which they occur. Borrowing costs consist of interest and other costs that an entity incurs in connection with the borrowing of funds. Borrowing cost also includes exchange differences to the extent regarded as an adjustment to the borrowing costs.

## Taxation

Provision for current Income Tax is made on the taxable income using the applicable tax rules and tax laws. Deferred Tax, if any, arising on account of timing difference and which are capable of reversal in one or more subsequent period is recognized using the tax rates and tax laws that have been enacted or substantively enacted by the balance sheet date. Deferred tax assets, if any, subject to consideration of prudence are recognized and carried forward only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized.

## Earnings Per Share

Earnings per share is calculated by dividing the net profit or loss before OCI for the year attributable to equity shareholders by the weighted average number of equities shares outstanding during the year. For the purpose of calculating diluted earnings per share, the net profit or loss before OCI for the period attributable to equity

# Notes to the Financial Statements

shareholders and the weighted average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares.

## Property, Plant & Equipment

Property, plant and equipment are stated at cost of acquisition or construction less accumulated depreciation and impairment, if any. Cost comprises of purchase price and any attributable cost of bringing the asset to its working condition for its intended use. When significant parts of plant and equipment are required to be replaced at intervals, the Company depreciates them separately based on their specific useful lives.

Under the previous GAAP (Indian GAAP), property, plant and equipment were carried in the balance sheet on cost. The Company has elected to regard those values as deemed cost at the date of transition.

An item of property, plant and equipment and any significant part initially recognised is derecognised upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss arising on derecognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in the income statement when the asset is derecognised.

The residual values, useful lives and methods of depreciation of property, plant and equipment are reviewed at each financial year end and adjusted prospectively, if appropriate.

### Depreciation on Tangible Fixed Assets

Depreciation on Fixed Assets is provided on basis over the useful life of respective assets as prescribed in Schedule II of the Companies Act, 2013.

## Impairment of non-financial assets

The company assesses, at each reporting date, whether there is an indication that an asset may be impaired. If any indication exists or when annual impairment testing for an asset is required, the Company estimates the asset's recoverable amount. An asset's recoverable amount is the higher of an asset's or cash-generating units (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 Company's assets. When the carrying amount of an asset or CGU exceeds its recoverable amount, the asset is considered as impaired and is written down to its recoverable amount.

## Provisions

Provisions are recognised when, as a result of a past event, the Company has a legal or constructive obligation; it is probable that an outflow of resources will be required to settle the obligation; and the amount can be reliably estimated. The amount so recognised is a best estimate of the consideration required to settle the obligation at the reporting date, taking into account the risks and uncertainties surrounding the obligation. In an event when the time value of money is material, the provision is carried at the present value of the cash flows estimated to settle the obligation.

## Financial Instruments

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.

## Financial assets

### Initial recognition and measurement

All financial assets are recognised initially at fair value plus, in the case of financial assets not recorded at fair value through profit or loss, transaction costs that are attributable to the acquisition of the financial asset.

### Subsequent measurement

For purpose of subsequent measurement, financial assets are classified in three categories:

- (a) Debt instruments at amortised cost
- (b) Debt instruments, derivatives, equity instruments and mutual fund investments at fair value through profit or loss (FVTPL)
- (c) Equity instruments measured at fair value through other comprehensive income (FVTOCI)

# Notes to the Financial Statements

## Debt instruments at amortised cost

A 'debt instrument' is measured at the amortised cost if both the following conditions are met:

- (a) The asset is held within a business model whose objective is to hold assets for collecting contractual cash flows, and
- (b) Contractual terms of the asset give rise on specified dates to cash flows that are solely payments of principal and interest (SPPI) on the principal amount outstanding.

After initial measurement, such financial assets are subsequently measured at amortised cost using the effective interest rate (EIR) method. Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortisation is included in interest income in the profit or loss.

## Debt instruments, derivatives, equity instruments and mutual fund investments at fair value through profit or loss (FVTPL)

All derivatives and mutual fund investments in scope of IND AS 109 are measured at fair value. Equity instruments which are held for trading are classified as at FVTPL. Equity instruments included within FVTPL category are measured at fair value with all changes recognized in the Statement of Profit & Loss.

## Equity instruments measured at fair value through the comprehensive income (FVTOCI)

For all equity instruments other than the ones classified as at FVTPL, the Company may make an irrevocable election to present in other comprehensive income subsequent changes in the fair value. The Company makes such election on an instrument-by-instrument basis. The classification is made on initial recognition and is irrevocable.

If the Company decides to classify an equity instrument as at FVTOCI, then all fair value changes on the instruments, excluding dividends, are recognised in the OCI. There is no recycling of the amounts from OCI to Profit & Loss, even on sale of investment. However, the Company may transfer the cumulative gain or loss within equity.

## Derecognition

A financial asset (or, where applicable, a part of a financial asset or part of a group of similar financial assets) is primarily derecognised (i.e. removed from the balance sheet) when the rights to receive cash flows from the asset have expired.

## Impairment of Financial assets

The company measures the expected credit loss associated with its assets based on historical trend, industry practices and the business environment in which the entity operates or any other appropriate basis. The impairment methodology applied depends on whether there has been a significant increase in credit risk.

## Financial Liabilities

### Initial recognition and measurement

Financial liabilities are reclassified, at initial recognition, as financial liabilities at fair value through profit or loss, loans and borrowings, financial guarantee contract payables, or derivative instruments.

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

### Subsequent measurement

The measurement of financial liabilities depends on their classification, as described below:

### Financial liabilities at fair value through profit or loss

Financial liabilities at fair value through profit or loss include financial liabilities held for trading and financial liabilities designated upon initial recognition as at fair value through profit or loss. Financial liabilities are classified as held for trading if they are incurred for the purpose of repurchasing in the near term.

Gains or losses on financial held for trading are recognised in the statement of profit or loss.

Financial liabilities designated upon initial recognition at fair value through profit or loss are designated as such at the initial date of recognition and only if the criteria in IND AS 109 are satisfied. For liabilities designated as FVTPL, fair

# Notes to the Financial Statements

value gains/losses attributable to changes in own credit risks are recognised in OCI. These gains/losses are not subsequently transferred to P&L. However, the Company may transfer the cumulative gain or loss within equity. All other changes in fair value of such liability are recognised in the statement of profit or loss. The Company has not designated any financial liability as at fair value through profit and loss.

## Loans & Borrowings

This is the category most relevant to the Company. After initial recognition, interest-bearing loans and borrowings are subsequently measured at amortised cost using the EIR method.

Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortisation is included as finance costs in the statement of profit and loss.

## Cash and Cash equivalents

Cash and cash equivalent in the balance sheet comprise 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.

Place: Kolkata

Date: 30.07.2020

**BY ORDER OF THE BOARD**

**Kasambhai Umarbhai Shekh**  
Managing Director  
(DIN No.- 07498438)

# ECONO TRADE (INDIA) LIMITED

Notes to and forming part of Financial Statements

## Note 3 - Fixed assets

Particulars	Gross Block						
	As at 1st april, 2018	Additions	Withdrawals and adjustments	As at 31st March, 2019	Additions	Withdrawals and adjustments	As at 31st March, 2020
<b>3 A. Property, Plant and Equipment</b>							
Motor Car	3,23,617		-	3,23,617	-	61,451	2,62,166
Computer	27,575	-	-	27,575	-	-	27,575
Property at BKC	-	-	-	-	1,41,52,320	-	1,41,52,320
<b>TOTAL</b>	<b>3,51,192</b>	<b>-</b>	<b>-</b>	<b>3,51,192</b>	<b>1,41,52,320</b>	<b>61,451</b>	<b>1,44,42,061</b>

Particulars	Depreciation and Amortization						Net Book Value			
	Upto 1st April, 2018	For the Year	On withdrawals and adjustments	Upto 31st March, 2019	For the Year	On withdrawals and adjustments	Upto 31st March, 2020	As at 31st March, 2020	As at 31st March, 2019	As at 1st april, 2018
<b>3 A. Property, Plant and Equipment</b>										
Motor Car	2,34,234	27,932	-	2,62,166	-	-	2,62,166	-	61,451	89,383
Computer	27,575	-	-	27,575	-	-	27,575	-	-	-
Property at BKC	-	-	-	-	-	-	-	1,41,52,320	-	-
<b>TOTAL</b>	<b>2,61,809</b>	<b>27,932</b>	<b>-</b>	<b>2,89,741</b>	<b>-</b>	<b>-</b>	<b>2,89,741</b>	<b>1,41,52,320</b>	<b>61,451</b>	<b>89,383</b>

# ECONO TRADE (INDIA) LIMITED

Particulars	Face Value	As at 31.03.2020		As at 31.03.2019		As at 31.03.2018	
		No. of	Value	No. of	Value	No. of	Value
		Shares/Units		Shares/Units		Shares/Units	

## Notes to Financial Statements (Contd..)

### 5. Inventories (Contd.)

<b>(A) Investment in Equity Shares</b>							
Real Touch Limited	10	2,462	47,270.40	2,462	42,592.60	2,462.00	70,861.00
Apunka Invest Commercial Ltd	10	-	-	-	-	1,70,000.00	17,00,000.00
Kwality Credit & Leasing Limited	10	36,000	3,35,160.00	36,000	4,56,840.00	36,000.00	26,21,079.71
Cerebrant	10	-	-	-	-	1,29,592.00	50,64,850.05
GHCL	10	2,000	1,77,500.00	2,000	4,94,100.00	2,000.00	2,81,383.70
Mayukh Commercial Pvt Ltd	10	1,50,000	15,15,000.00	1,50,000	17,95,500.00	1,50,000.00	15,00,000.00
Radhagobind Commercial Ltd	10	50	2,020.00	50	1,217.50	50.00	652.00
Radhashree Finance Ltd	10	100	360.00	100	360.00	100.00	1,000.00
Sacheta Metals Ltd	10	1,16,602	16,04,443.52	1,16,602	22,32,928.30	1,56,000.00	89,52,696.23
Virtualg	10	-	-	-	-	1,57,618.00	6,98,736.36
Stampade Cap DVR	10	70,000	23,800.00	70,000	53,200.00	70,000.00	700.00
<b>Total (A)</b>			<b>37,05,554</b>		<b>50,76,738</b>		<b>2,08,91,959</b>
<b>(B) Others (Unquoted)</b>							
Neela Madhav Limited		-	-	-		1,44,000.00	20,16,000.00
Quest Technologies Pvt Ltd		-	-	37,100.00	5,19,400.00	37,100.00	43,100.00
Satyanarayan Textiles Pvt Ltd		-	-	-		75,000.00	75,000.00
Anand Potato Cold Storage Limited		-	-	650.00	9,66,875.00	650.00	13,00,000.00
Antaral Projects Private Limited		-	-	-		22,500.00	45,00,000.00
Jaimatarani Homes Private Limited		-	-	4,000.00	7,56,000.00	4,000.00	8,00,000.00
Ricky Credit Co. Private Limited		-	-	35,250.00	14,80,500.00	35,250.00	14,10,000.00
Waterlink Dealers Private Limited		-	-	200.00	39,300.00	200.00	40,000.00
<b>Total (B)</b>			-		<b>37,62,075</b>		<b>1,01,84,100</b>
Less : Diminution in value of unquoted shares							
<b>Total (A+B)</b>			<b>37,05,554</b>		<b>88,38,813</b>		<b>3,06,12,809</b>



# ECONO TRADE (INDIA) LIMITED

Particulars	As at March 31, 2020 (Amount in `)	As at March 31, 2019 (Amount in `)	As at April 1, 2018 (Amount in `)
<b>Notes to Financial Statements (Contd..)</b>			
<b>4. Deferred tax assets (net)</b>			
Deferred tax assets	17,888	17,888	28,888
<b>Total</b>	<b>17,888</b>	<b>17,888</b>	<b>28,888</b>
<b>6 (a). Trade Receivables</b>			
Ousting for more than six months			
Others	2,00,00,000	39,97,395	3,74,27,667
<b>Total</b>	<b>2,00,00,000</b>	<b>39,97,395</b>	<b>3,74,27,667</b>
<b>6 (b). Cash and cash equivalents</b>			
<b>Balance with Banks</b>			
ICICI Bank	15,71,09,737	1,153	28,02,549
HDFC Bank	-	-	18,47,119
Kotak Bank	68,701	68,701	68,701
IDBI Bank	2,115	1,25,24,848	-
DCB Bank	2,93,587	64,86,630	3,47,86,647
Cash on hand	3,48,288	7,88,634	15,49,184
<b>Total</b>	<b>15,78,22,428</b>	<b>1,98,69,966</b>	<b>4,10,54,199</b>
<b>6 (c). Short Term Loans &amp; Advances</b>			
Loans(Unsecured,considered good)			
Related Party	-	-	-
Other than Related Party	11,53,81,172	27,58,68,503	26,39,15,519
<b>Total</b>	<b>11,53,81,172</b>	<b>27,58,68,503</b>	<b>26,39,15,519</b>
<b>7. Other Current assets</b>			
Security Deposits	-	-	42,770
Others	65,000	65,000	65,000
Staff Advance	-	-	4,988
Fixed Deposits with ICICI and DCB Bank	6,33,26,015		
TDS	1,14,59,035	1,02,33,020	20,13,034
<b>Total</b>	<b>7,48,50,050</b>	<b>1,02,98,020</b>	<b>21,25,792</b>
<b>8. A. Equity Share Capital</b>			
<b>Authorised Shares</b>			
1,86,70,000 Equity Shares shares of Rs.10 each	18,67,00,000	18,67,00,000	18,67,00,000
<b>Total</b>	<b>18,67,00,000</b>	<b>18,67,00,000</b>	<b>18,67,00,000</b>
<b>Issued, subscribed and paid-up share capital</b>			
1,86,69,575 Equity Shares shares of Rs.10 each fully paid up	18,66,95,750	18,66,95,750	18,66,95,750
<b>Total</b>	<b>18,66,95,750</b>	<b>18,66,95,750</b>	<b>18,66,95,750</b>
<b>a. Reconciliation of number of equity shares outstanding :</b>			
As at the beginning of the year	1,86,69,575	1,86,69,575	1,86,69,575
Issued during the period	-	-	-
As at the end of the year	1,86,69,575	1,86,69,575	1,86,69,575
<b>b. Shareholders holding more than 5% shares</b>			
	<b>% Holding</b>	<b>% Holding</b>	<b>% Holding</b>
	<b>Shares held (No.)</b>	<b>Shares held (No.)</b>	<b>Shares held (No.)</b>
1. Onestop Mercantile Private Limited	0.00%	0.00%	6.01%
	-	-	11,21,475
2. Proteck Export & Commercial Pvt Ltd	0.00%	0.00%	8.84%
	-	-	16,50,000
3. Hasina Kasambhai Shekh	7.59%	7.59%	0.00%
	14,16,500	14,16,500	-
4. Kasambhai Umarbhai Shekh	7.59%	7.59%	0.00%
	14,16,500	14,16,500	-
<b>c. Rights, preferences &amp; restrictions to shares &amp; restrictions on distribution of dividend and repayment of capital</b>			
The Company has issued only class of equity shares issued having a par value of 10/- each. Each shareholder is eligible for one vote per share. Dividend proposed (if any) by the Board of Directors, is subject to the approval of shareholders at the ensuing Annual General Meeting, except in case of interim dividend. In the event of Liquidation, the equity shareholders are eligible to receive the remaining assets of the Company after distribution of all the preferential amounts, in proportion to their shareholding.			
<b>d. Share Reserved for issue:-</b>			
No Shares reserved for issue under option & contracts/commitments for sale of shares/ disinvestment, including the terms and amounts.			
<b>9. Other current Liabilities</b>			
Audit Fees Payable	70,800	23,600	23,600
Professional Tax Payable	-	-	13,858
Salary Payable	42,000	-	4,26,902
TDS Payable	-	-	12,831

# ECONO TRADE (INDIA) LIMITED

Particulars	As at March 31, 2020 <i>(Amount in ₹)</i>	As at March 31, 2019 <i>(Amount in ₹)</i>	As at April 1, 2018 <i>(Amount in ₹)</i>
<b>Notes to Financial Statements (Contd..)</b>			
Expenses Payable	3,53,381	3,66,715	6,624
Rent Payable	1,05,000	1,22,500	17,500
Other Payables	12,353	56,175	-
<b>Total</b>	<b>5,83,534</b>	<b>5,68,990</b>	<b>5,01,315</b>
<b>10. Provisions</b>			
<b>Short term Provision</b>			
Provision For Tax	31,31,715	31,31,715	31,31,715
Provision For Tax for Earlier Years	40,82,370	22,32,370	11,47,160
	-	-	-
	-	-	-
Provision against standard assets	9,11,460	9,11,460	9,11,460
<b>Total</b>	<b>81,25,545</b>	<b>62,75,545</b>	<b>51,90,335</b>

## ECONO TRADE (INDIA) LIMITED

### 8. B. STATEMENT OF CHANGE IN EQUITY

#### a. Equity Share Capital (Amount in `)

Particulars	Balance at the beginning of the reporting year	Changes in equity share capital during the year	Balance at the end of the reporting Year
For the year ended 31st March, 2019	18,66,95,750	-	18,66,95,750
For the year ended 31st March, 2020	18,66,95,750	-	18,66,95,750

#### b. Other Equity (Amount in `)

Particulars	Reserve and Surplus				Items of other comprehensive income		Grand Total
	Special Reserve as per 45 1 C	Securities Premium Reserve	Amalgamation Reserves	Retained Earnings	Total	Net Gain/(Loss) on FVTOCI Investments	
<b>Balance at 1st April 2018</b>	<b>26,84,585</b>	<b>78,00,000</b>	<b>16,02,19,352</b>	<b>1,21,62,920</b>	<b>18,28,66,857</b>	-	<b>18,28,66,857</b>
Profit for the year 2018-19	-	-	-	30,77,672	30,77,672	-	30,77,672
Transfer of Special Reserve	6,15,534	-	-	(6,15,534)	-	-	-
<b>Balance at 31st March 2019</b>	<b>33,00,119</b>	<b>78,00,000</b>	<b>16,02,19,352</b>	<b>1,46,25,058</b>	<b>18,59,44,529</b>	-	<b>18,59,44,529</b>
Profit for the year 2019-20	0	0	-	45,80,054	45,80,054	-	45,80,054
Transfer of Special Reserve	9,16,011	0	-	(9,16,011)	-	-	-
<b>Balance at 31st March 2020</b>	<b>42,16,130</b>	<b>78,00,000</b>	<b>16,02,19,352</b>	<b>1,82,89,101</b>	<b>19,05,24,583</b>	-	<b>19,05,24,583</b>

# ECONO TRADE (INDIA) LIMITED

Particulars	As at March 31, 2020 (Amount in ₹)	As at March 31, 2019 (Amount in ₹)
<b>Notes to Financial Statements (Contd..)</b>		
<b>11. Revenue from operations</b>		
Sale of Shares	38,64,908	2,58,49,956
Interest Income	1,68,40,277	1,11,06,706
Dividend	68,471	47,087
Income on Mutual Fund	35,58,557	10,21,172
<b>Total</b>	<b>2,43,32,213</b>	<b>3,80,24,920</b>
<b>12. Other Income</b>		
Others	49,500	-
<b>Total</b>	<b>49,500</b>	<b>-</b>
<b>13. Purchase</b>		
Purchases	3,52,970	-
<b>Total</b>	<b>3,52,970</b>	<b>-</b>
<b>14. Change in Inventories</b>		
Opening Stock	88,38,813	3,06,12,809
Closing Stock	37,05,554	88,38,813
<b>Total</b>	<b>51,33,259</b>	<b>2,17,73,996</b>
<b>15. Employee benefits expense</b>		
Salaries , wages, bonus, allowances, etc	10,59,700	1,96,000
<b>Total</b>	<b>10,59,700</b>	<b>1,96,000</b>
<b>16. Finance costs</b>		
Bank Charges	45,864	950
<b>Total</b>	<b>45,864</b>	<b>950</b>
<b>17. Other Expenses</b>		
<b>a. Administration expenses :</b>		
Bad Debts	94,74,017	99,86,939
Consultancy Fees	-	1,08,260
Demat Charges	4,868	3,623
Depository Charges	53,100	84,083
Filing Fees	11,360	22,200
General Expenses	1,82,856	1,89,348
Power & Fuel Expenses	92,937	62,570
Listing Fees	3,54,000	2,95,000
Postage	6,230	2,190
Penalty	6,12,106	-
Printing & Stationery	28,550	1,87,186
Professional Fees	72,154	72,940
Professional Tax	-	2,500
Registrar Fees	20,025	15,672
Rent	2,10,000	2,30,000
Telephone & Internet Expenses	18,286	4,792
Travelling & Conveyance	33,780	30,800
STT Charges	2,315	12,006
Stamp Duty & Charges	-	866
Transaction Charges	492	1,570
BSE Charges	-	2,16,000
Write Off	61,451	-
Website Expenses	12,095	-
Payment to Auditor	-	-
- Statutory Audit fee	70,800	23,600
- Other Services	-	-
<b>Total (b)</b>	<b>1,13,21,421</b>	<b>1,15,52,146</b>
<b>b. Selling and distribution expenses :</b>		
Advertisement	38,446	2,90,596
GST	-	9,421
<b>Total (c)</b>	<b>38,446</b>	<b>3,00,017</b>
<b>Total (a+b+c)</b>	<b>1,13,59,867</b>	<b>1,18,52,163</b>

# Notes to the Financial Statements

18 In the opinion of the Board the current assets, loans and advances are not less than the stated value if realised in ordinary course of business. The provisions for all known liabilities are adequate. There are no contingent liabilities, as informed by the management.

19 The Business of the company falls under a single segment i.e. Financial Activities. In view of the general classification notified by Central Government in exercise of powers conferred u/s 129 of Companies Act, 2013 for companies operating in single segment, the disclosure requirement as per Accounting Standard - 17 on "Segment Reporting" are not applicable to the company. The company's business is mainly concentrated in similar geographical, political and economic conditions; hence disclosure for geographical segment is also not required.

20 **Earnings Per Share in accordance with AS-20: -**

Earnings per share is computed as under: -		2019-20	2018-19
Profit /(Loss) after tax available for equity shareholders	(A)	60,87,140	30,77,672
Weighted average number of equity shares outstanding	(B)	1,86,70,000	1,86,70,000
Face value per equity share		10	10
Earnings per share - Basic & Diluted	(A/B)	0.33	0.16

21 **Related party disclosures: -**

(A) Key Management Personnel and their relatives: -

Sl.No.	Name	Designation
1.	Kasambhai Umarbhai Shekh	Managing Director
2.	N A Kothari	Chief Financial Officer
3.	Shekh Hasina Kasambhai	Director
4.	Siddharth Sharma	Company Secretary

(B) Enterprises where control exists: -

Sl. No.	Name of Enterprise
1	NIL

**Disclosure of transactions with enterprises where control exists: -**

(Amount in `)

Nature of Transaction	As at 31.03.2020 Rs.	As at 31.03.2019 Rs.
Opening Balance (inclusive of interest)	NIL	NIL
Amount Received during the year		
Amount Paid during the year		
TDS		
Interest for the year		
Closing Balance (including interest)		

# Notes to the Financial Statements

22. None of the sundry creditors are Micro and Small Enterprises under “Micro, Small and Medium Enterprises Development Act, 2006”. Hence, disclosures related to amount unpaid etc., are not applicable.
23. There is no amount to be credited to Investors Education and Protection Fund as on 31<sup>st</sup> March 2020.
24. The figures of previous year have been reclassified and regrouped wherever considered necessary.
25. **First time adoption of Ind AS**

These financial statements for the year ended 31<sup>st</sup> March, 2020 are the first, the Company has prepared in accordance with Ind AS, For periods up to and including the year ended 31<sup>st</sup> March 2019, the Company prepared its financial statements in accordance with accounting standards notified under section 133 of the Companies Act 2013, read together with paragraph 7 of the Companies (Accounts) Rules, 2014 (Indian GAAP).

Accordingly, the Company has prepared financial statements which comply with IND AS applicable for periods ending on 31<sup>st</sup> March 2020, together with the comparative period data as at and for the year ended 31<sup>st</sup> March 2019, as described in the summary of significant accounting policies. In preparing these financial statements, the Company’s opening balance sheet was prepared as at 1<sup>st</sup> April, 2018, the Company’s date of transition to IND AS. This note explains the principal adjustments made by the company in restating its Indian GAAP financial statements, including the balance sheet as at 1<sup>st</sup> April 2018 and the financial statements as at and for the year ended 31<sup>st</sup> March 2019.

---

## A Optional Exemptions availed

Ind AS 101 allows first-time adopters certain exemptions from the retrospective application of certain requirements under Ind AS. The Company has applied the following exemptions:

1 The Company has elected to continue with the carrying value of Property, plant and equipment and intangible assets as recognized in its Indian GAAP financial statement as deemed cost at the transaction date, viz, 1<sup>st</sup> April 2018.

## B Applicable Mandatory Exceptions

### 1 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)

Ind AS estimates as at 1<sup>st</sup> April 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:

- Investment in quoted equity instruments carried at FVTOCI.

### 2 Classification and measurement of financial assets

As required under Ind AS 101 the company has assessed the classification and measurement of financial assets (investment in equity instruments) on the basis of the facts and circumstances that exist at the date of transition to Ind AS.

# Notes to the Financial Statements

## C Reconciliation

The following reconciliations provides the effect of Transition to Ind AS from IGAAP in accordance with Ind AS 101

- i. Reconciliation of Balance sheet as at April 1, 2018
- ii. Reconciliation of Balance sheet as at March 31, 2019.
- iii. Reconciliation of Statement of Profit & Loss for the year ended March 31, 2019.
- iv. Reconciliation of Equity as at April 1, 2018 and as at March 31, 2019

The presentation requirements under Previous GAAP differs from Ind AS, and hence, Previous Gaap information has been regrouped for ease of reconciliation with Ind AS. The Regrouped Previous GAAP information is derived from the Financial Statements of the Company prepared in accordance with Previous GAAP.

---



26 Financial Instruments-Accounting, Classification and Fair Value Measurements

Financial Instruments by category

Set out below is a comparison, by class, of the carrying amounts and fair value of the Company's financial instruments, other than those with carrying amounts that are reasonable approximations of fair values:

SI No.	Particulars	Refer Note No.	Total Fair Value	31st March, 2020			
				Carrying Value			Total
				FVTPL	FVTOCI	Amortized Cost	
<b>1</b>	<b>Financial Assets</b>						
(a)	Trade and Other Receivables		2,00,00,000	-	-	2,00,00,000	2,00,00,000
(b)	Cash and cash Equivalents		15,78,22,428	-	-	15,78,22,428	15,78,22,428
(c)	Loans		11,53,81,172	-	-	11,53,81,172	11,53,81,172
	<b>Total</b>		<b>29,32,03,600</b>	<b>-</b>	<b>-</b>	<b>29,32,03,600</b>	<b>29,32,03,600</b>
<b>2</b>	<b>Financial Liabilities</b>						
(a)	<b>Trade and Other Payables</b>						
	(A) Total outstanding dues of Micro Enterprises and Small Enterprises;						
	(B) Total outstanding payables other than Micro Enterprises and Small Enterprises;		5,83,534	-	-	5,83,534	5,83,534
	<b>Total</b>		<b>5,83,534</b>	<b>-</b>	<b>-</b>	<b>5,83,534</b>	<b>5,83,534</b>

SI No.	Particulars	Refer Note No.	Total Fair Value	31st March, 2019			
				Carrying Value			Total
				FVTPL	FVTOCI	Amortized Cost	
<b>1</b>	<b>Financial Assets</b>						
(a)	Investments		6,05,32,779	-	-	6,05,32,779	6,05,32,779
(b)	Trade and Other Receivables		39,97,395	-	-	39,97,395	39,97,395
(c)	Cash and cash Equivalents		1,98,69,966	-	-	1,98,69,966	1,98,69,966
(d)	Loans		27,58,68,503	-	-	27,58,68,503	27,58,68,503
	<b>Total</b>		<b>36,02,68,642</b>	<b>-</b>	<b>-</b>	<b>36,02,68,642</b>	<b>36,02,68,642</b>
<b>2</b>	<b>Financial Liabilities</b>						
(a)	<b>Trade and Other Payables</b>						
	(A) Total outstanding dues of Micro Enterprises and Small Enterprises;						
	(B) Total outstanding payables other than Micro Enterprises and Small Enterprises;		5,68,990	-	-	5,68,990	5,68,990
	<b>Total</b>		<b>5,68,990</b>	<b>-</b>	<b>-</b>	<b>5,68,990</b>	<b>5,68,990</b>

SI No.	Particulars	Refer Note No.	Total Fair Value	31st March, 2018			
				Carrying Value			Total
				FVTPL	FVTOCI	Amortized Cost	
<b>1</b>	<b>Financial Assets</b>						
(a)	Trade and Other Receivables		3,74,27,667	-	-	3,74,27,667	3,74,27,667
(b)	Cash and cash Equivalents		4,10,54,199	-	-	4,10,54,199	4,10,54,199
(c)	Loans		26,39,15,519	-	-	26,39,15,519	26,39,15,519
	<b>Total</b>		<b>34,23,97,385</b>	<b>-</b>	<b>-</b>	<b>34,23,97,385</b>	<b>34,23,97,385</b>
<b>2</b>	<b>Financial Liabilities</b>						
(a)	<b>Trade and Other Payables</b>						
	(A) Total outstanding dues of Micro Enterprises and Small Enterprises;						
	(B) Total outstanding payables other than Micro Enterprises and Small Enterprises;		5,01,315	-	-	5,01,315	5,01,315
	<b>Total</b>		<b>5,01,315</b>	<b>-</b>	<b>-</b>	<b>5,01,315</b>	<b>5,01,315</b>

## **27 CAPITAL RISK MANAGEMENT**

The Company aim to manage its capital efficiently so as to safeguard its ability to continue as a going concern and to optimize returns to our shareholders.

The capital structure of the Company is based on management's judgement of the appropriate balance of key elements in order to meet its strategic and day-to-day needs. We consider the amount of capital in proportion to risk and manage the capital structure in light of changes in economic conditions and the risk characteristics of the underlying assets. In order to maintain or adjust the capital structure, the Company may adjust the amount of dividends paid to shareholders, return capital to shareholders or issue new shares.

The Company's policy is to maintain a stable and strong capital structure with a focus on total equity so as to maintain investor, creditors and market confidence and to sustain future development and growth of its business. The Company will take appropriate steps in order to maintain, or if necessary adjust, its capital structure.

## **28 FINANCIAL RISK MANAGEMENT**

### **Financial risk management objectives and policies**

The Company's financial risk management is an integral part of how to plan and execute its business strategies. The Company's financial risk management policy is set by the Board OF Directors.

Market risk is the risk of loss of future earnings, fair values or future cash flows that may result from a change in the price of a financial instrument. The value of a financial instrument may change as a result of changes in the interest rates, equity prices and other market changes that affect market risk sensitive instruments. The Company's market risk is managed by its management, which evaluates and exercises independent control over the entire process of market risk management.

### **Market Risk- Interest Rate Risk**

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises risk such as : interest rate risk, equity price risk. Financial instruments affected by market risk include loans and borrowing, and investments.

#### **a. Interest Rate Risk and Sensitivity**

The Company's exposure to the risk of changes in market interest rates relates primarily to the long term debt obligations.

#### **b. Equity price risks**

The Company's listed equity securities are susceptible to market price risk arising from uncertainties about future values of the investment securities. The Company manages the equity price risk through diversification and by placing limits on individual and total equity instruments.

### **Credit risk**

Credit risk is the risk that the counter party will not meet its obligation under a financial instruments or customer contract, leading to a financial loss. The Company is exposed to credit risk from its operating activities.

The Company extends credit to customers in normal course of business. The Company considers factors such as credit track record in the market and past dealings for extension of credit to customers. The Company monitors the payment track record of the customers.

### **Liquidity Risk**

Liquidity Risk is the risk that the company may not be able to meet its present and future cash obligations without incurring unacceptable losses. The Company monitors its risk to a shortage of funds by managing own sources of fund and short term loans from Holding Company.

### Maturity Patterns of other financial liabilities

Particulars	31.03.2020	31.03.2019	31.03.2018
Trade Payables - within 1 Year			
(A) Total outstanding dues of micro enterprises and small enterprises;	-	-	-
(B) Total outstanding payables other than Micro Enterprises and Small Enterprises;	5,83,534	5,68,990	5,01,315
Total	5,83,534	5,68,990	5,01,315

### 29 Earning Per Share

#### The Computation of Basic/Diluted earning

Particulars	31.03.2020	31.03.2019
Net Profit/Loss attributable to Equity Shareholders	45,80,054	30,77,672
Weighted Average No. of Equity Shares	1,86,69,575	1,86,69,575
Nominal Value of Equity Shares	10	10
Basic/Diluted Earning Per Share	0.25	0.16

### 30. Contingent Liabilities

A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the company or a present obligation that is not recognized because it is not probable that an outflow of resources will be required to settle the obligation. A contingent liability also arises in extremely rare cases where there is a liability that cannot be recognized because it cannot be measured reliably.

a. The following e-proceedings are pending :

ASSESSMENT YEAR	PROCEEDINGS NAME	ISSUED ON	COMMUNICATION REF ID
2017-18	ADJUSTMENT US 143(1)(A)	12/07/2018	1809923278G22
2012-13	PENALTY PROCEEDINGS	20/12/2019	100000397987088
2012-13	ISSUE LETTER	21/01/2020	100000399211900
2013-14	ISSUE LETTER	05/03/2020	100000400882401
2012-13	ISSUE LETTER	14/02/2020	10000400152727
2013-14	ISSUE LETTER	05/02/2020	100000399799547

b Details of outstanding demands of income tax which have not been deposited as on 31st of March, 2020 with the appropriate authorities on account of any demands raised by the

appropriate authorities are given below against Appeals are filed by depositing required tax amount for Appeals.

A.Y	SECTION CODE	DATE ON WHICH DEMAND RAISED	OUTSTANDING DEMAND	UPLOADED BY	RECTIFICATION RIGHTS
2012-13	147	20/12/2019	1,36,73,590/-	JURISDICTIONAL AO	AO
2014-15	143(3)	28/12/2016	15,53,070/-	JURISDICTIONAL AO	AO

#### Pending litigations against the Demand raised by Income Tax Authorities

Name of statute	Nature of Dues	Amount (₹)	Period to which amount relates	Forum where the dispute is pending
The Income Tax Act, 1961	Income Tax	1,36,73,590	AY 2012-13	CIT(Appeal) Kolkata - 3
The Income Tax Act, 1961	Income Tax	54,24,140	AY 2014-15	CIT(Appeal) Kolkata - 3

#### 31. Impact of COVID 19

The Business operation of the Company was disturbed since the declaration of lockdown, which will impact the financial position of the Company due to closure of business activities. The offices and other business activities were shut down during lock down phase. Operations has been resumed at the offices which are located in non-containment zones after complying with all the requirement related to Social Distancing and mandatory to wear facemask, face cover and have proper sanitizations with proper interval with reduced work force. As part of the precautionary measures undertaken by the Company, employees have been advised to work from home to the extent feasible. The Company does not foresee any significant impact in respect of its existing contracts and agreements where the non-fulfillment of obligations by any party would lead to any material financial claim.

## (I) Reconciliation of equity as previously reported under IGAAP to Ind AS

Sl. No.	Particulars	Foot Notes	As at 31st March 2019			As at 1st April 2018		
			Indian Gaap	Adjustments	Ind AS	Indian Gaap	Adjustments	Ind AS
<b>A</b>	<b>ASSETS</b>							
	1. Non-current assets							
	(a) Property, Plant and equipment		61,451	-	61,451	89,383	-	89,383
	(b) Financial assets							
	(i) Investment		6,05,32,779	-	6,05,32,779	-	-	-
	(c) Deferred tax assets (net)		17,888	-	17,888	28,888	-	28,888
	<b>Total non-current assets</b>		<b>6,06,12,117</b>	<b>-</b>	<b>6,06,12,117</b>	<b>1,18,271</b>	<b>-</b>	<b>1,18,271</b>
	2. Current assets							
	(a) Inventories							
	(b) Financial Assets		88,38,813	-	88,38,813	3,06,12,809	-	3,06,12,809
	(i) Trade receivable		39,97,395	-	39,97,395	3,74,27,667	-	3,74,27,667
	(ii) Cash and cash equivalents		1,98,69,966	-	1,98,69,966	4,10,54,199	-	4,10,54,199
	(iii) Loans		27,58,68,503	-	27,58,68,503	26,39,15,519	-	26,39,15,519
	(c) Other current assets		1,02,98,020	-	1,02,98,020	21,25,792	-	21,25,792
			<b>31,88,72,697</b>	<b>-</b>	<b>31,88,72,697</b>	<b>37,51,35,986</b>	<b>-</b>	<b>37,51,35,986</b>
	<b>Total assets</b>		<b>37,94,84,814</b>	<b>-</b>	<b>37,94,84,814</b>	<b>37,52,54,257</b>	<b>-</b>	<b>37,52,54,257</b>
<b>B</b>	<b>EQUITY AND LIABILITIES</b>							
	1. Equity							
	(a) Equity share capital		18,66,95,750	-	18,66,95,750	18,66,95,750	-	18,66,95,750
	(b) Other equity		18,59,44,529	-	18,59,44,529	18,28,66,857	-	18,28,66,857
	<b>Total equity</b>		<b>37,26,40,279</b>	<b>-</b>	<b>37,26,40,279</b>	<b>36,95,62,607</b>	<b>-</b>	<b>36,95,62,607</b>
	<b>Total non-current liabilities</b>		<b>37,26,40,279</b>	<b>-</b>	<b>37,26,40,279</b>	<b>36,95,62,607</b>	<b>-</b>	<b>36,95,62,607</b>
	2. Current liabilities							
	(a) Other current liabilities		5,68,990	-	5,68,990	5,01,315	-	5,01,315
	(b) Provisions		62,75,545	-	62,75,545	51,90,335	-	51,90,335
	<b>Total current liabilities</b>		<b>68,44,535</b>	<b>-</b>	<b>68,44,535</b>	<b>56,91,650</b>	<b>-</b>	<b>56,91,650</b>
	<b>Total liabilities</b>		<b>37,94,84,814</b>	<b>-</b>	<b>37,94,84,814</b>	<b>37,52,54,257</b>	<b>-</b>	<b>37,52,54,257</b>
	<b>Total equity and liabilities</b>		<b>75,21,25,094</b>	<b>-</b>	<b>75,21,25,094</b>	<b>74,48,16,864</b>	<b>-</b>	<b>74,48,16,864</b>

**(II) Reconciliation of Statement of Profit & Loss for the year ended 31st March, 2019**

Particulars		Foot Notes	Indian GAAP	Adjustments	Ind AS
I	Revenue from Operations				
II	Other Income		3,80,24,920	-	12,38,756
III	<b>Total Income (I+II)</b>		<b>3,80,24,920</b>		<b>12,38,756</b>
IV	Expenses				
	Changes in Inventories		2,17,73,996	-	2,17,73,996
	Employee Benefit Expenses		1,96,000	-	1,96,000
	Finance Costs		950	-	950
	Depreciation		27,930	-	27,930
	Other Expenses		1,18,52,163	-	1,18,52,163
	<b>Total Expenses (IV)</b>		<b>3,38,51,038</b>	-	<b>3,38,51,038</b>
V	Profit/(Loss) before Exceptional items and Tax (III-IV)		41,73,882	-	41,73,882
VI	Exceptional Item				
VII	<b>Profit/(Loss) before Tax (V-VI)</b>		<b>41,73,882</b>	-	<b>41,73,882</b>
VIII	Tax Expense				
	Current Tax		10,85,210	-	10,85,210
	Deferred Tax		11,000	-	11,000
	Tax for earlier years (Net)		-	-	-
	<b>Net Current Tax (VIII)</b>		<b>30,77,672</b>	-	<b>30,77,672</b>
IX	Profit/(Loss) for the Period (VII-VIII)				
X	Other Comprehensive Income for the period				
(a) (i)	Item that will not be reclassified to Profit or Loss		-	-	-
(ii)	Income Tax relating to items that will not be reclassified to Profit or Loss		-	-	-
(b) (i)	Item that will be reclassified to Profit or Loss				
(ii)	Income Tax relating to items that will be reclassified to Profit or Loss				
	<b>Total Other Comprehensive Income (X)</b>			-	-
	<b>Total Comprehensive Income for the period (IX-X)</b>		<b>30,77,672</b>	-	<b>30,77,672</b>
	Earnings per Equity Share (for Continuing Operation):				
	(1) Basic		0	-	0
	(2) Diluted				

Note:

**1 Investments at fair value through OCI (FVTOCI)**

Under Indian GAAP the Company accounted for investments in quoted equity shares as investments measured at cost less provisiob for other than temporary dimunition in the value of investment. Under Ind AS, the Company has designated such investments as FVTOCI investments. At the date of transition to Ind AS and as on 31st March 2018, difference between the instrument's fair value and India GAAP carrying amount has been recognised in OCI Reserves and other comprehensive income respectively.

**2 Deferred Tax**

Indian GAAP requires deferred tax accounting using the income statement approach, which focuses on differences between taxable profits and accounting profits for the period. Ind AS 12 requires 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 deffered tax on new temporary differences which was not required under Indian GAAP.

**(III). Reconciliation of Total Equity**

Particulars	As at 31.03.2019 ₹	As at 01.04.2018 ₹
Total Equity (Shareholder's Funds) as per Previous GAAP	37,26,40,279	36,95,62,607
Adjustments as per IND AS	-	-
Investments in Equity Shares Measured at FVTOCI	-	-
Deferred tax thereon	-	-
<b>Total Equity as per Ind AS</b>	<b>37,26,40,279</b>	<b>36,95,62,607</b>