

CHITRAKUT HOLDINGS LIMITED**DIRECTORS' REPORT**

Your Directors have pleasure in presenting the Thirty Second Annual report on the business and operations of the Company together with Audited statements of accounts for the year ended 31st March, 2020.

FINANCIAL HIGHLIGHTS:

The summarised financial results of the Company are given here under:

	Current Year ₹ in Lacs	Previous Year ₹ in Lacs
Profit before tax	(79.19)	13.82
Tax expense:		
1) Current tax	-	6.00
2) Deferred tax	0.03	(0.06)
Tax for earlier year	-	-
Profit (loss) for the period	(79.22)	7.88

DIVIDEND

With a view to conserving resources and building up reserves, your Directors do not recommend payment of Dividend for the year.

STATE OF COMPANY AFFAIRS

Your directors are hopeful that the performance of the Company will improve in the coming year.

FUTURE OUTLOOK

The general business conditions affecting business are expected to remain stable and company is expected to perform well.

DEPOSITS

The Company has not invited or accepted deposits from the public covered under Section 73 of the Companies Act, 2013 and The Companies (Acceptance of Deposits) Rules, 2014.

TRANSFER TO RESERVES

No amount has been transferred to the General Reserve. An amount equal to 20% of Net Profit has been transferred to Statutory Reserve in accordance with the provisions of the RBI Act.

MEETINGS OF BOARD OF DIRECTORS

During the financial year ended 31st March, 2020, 6 Board Meetings were held on 24th April, 2019, 30th May, 2019, 14th September, 2019, 14th November, 2019, 14th February, 2020 and 5th March, 2020. The intervening gap between the Meetings was within the period prescribed under the Companies Act, 2013.

Attendance of directors at the Board Meetings [Whether attended (Yes/No)]:

Board Meeting Date	Mr.Rajendra Kumar Saraogi (DIN-00007503)	Mr.Kailash Chand Saraogi (DIN-00007512)	Mr.Ashok Kumar Jain (DIN-00007535)	Mr.Mahendra Kumar Pandya (DIN-00007526)	Ms.Meena Devi Jain (DIN-07125997)
24th April, 2019	Yes	Yes	Yes	Yes	Yes
30th May, 2019	Yes	Yes	Yes	Yes	Yes
14th September, 2019	Yes	Yes	Yes	Yes	Yes
14th November, 2019	Yes	Yes	Yes	Yes	Yes
14th February, 2020	Yes	Yes	Yes	Yes	Yes
5th March, 2020	Yes	Yes	Yes	Yes	Yes
TOTAL	6	6	6	6	6

INTERNAL CONTROL SYSTEMS AND THEIR ADEQUACY

The Company has an Internal Control System, which has been designed to provide a reasonable assurance with regard to maintaining of proper accounting controls, monitoring of operations, protecting assets from unauthorized use or losses, compliance with regulations and for ensuring reliability of financial reporting.

AUDITORS AND AUDITORS' REPORT

Auditors' Report contains no remark requiring explanation.

At the 29th Annual General meeting held on September 20, 2017, the members had appointed M/s Vasudeo & Associates, Chartered Accountants, Kolkata, having registration number 319299E as the statutory auditors of the Company for a period of 5 years upto March 31, 2022, subject to them ratifying the said appointment at every AGM. The Company has received a confirmation from M/s Vasudeo & Associates, Chartered Accountants, to the effect that their appointment, if made, at the ensuing AGM would be in terms of Sections 139 and 141 of the Companies Act, 2013 and rules made there under. The Board proposes to the members to ratify the said appointment of M/s Vasudeo & Associates, Chartered Accountants.

DIRECTORS

Mr.Kailash Chand Saraogi and Mrs.Meena Devi Jain, Directors of the Company, retire by rotation and being eligible offer themselves for re-appointment. The Board recommends their reappointment at the ensuing Annual General Meeting.

Mr.Rajendra Kumar Saraogi was re-appointed as a Whole Time Director of the Company, for a period of five years with effect from March 17, 2020 to March 16, 2025, as recommended / approved by the Nomination & Remuneration Committee and Board of Directors in its meeting held on March 17, 2020. The Board proposes to the members to approve his re-appointment.

DECLARATION BY INDEPENDENT DIRECTORS

The Company has received necessary declaration from each Independent Director of the Company under Section 149(7)of the Companies Act, 2013 that the Independent Directors of the Company meet with the criteria of their Independence laid down in Section 149 (6).

ANNUAL EVALUATION BY THE BOARD

The Board has made a formal evaluation of its own performance and that of its committees and individual directors as required under Section 134(3) (p) of the Companies Act, 2013.

PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS

Since the Company is a Non Banking Finance Company, the disclosure regarding particulars of loans given, guarantees given and security provided is exempt under the provisions of Section 186 (11) of the Companies Act, 2013.

PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES

Particulars of every contract or arrangements entered into by the Company with Related Parties referred to in Section 188(1) of the Companies Act, 2013 in Form AOC-2 prescribed under the Companies (Accounts) Rules, 2014 is annexed hereto and forms a part of this report.

MATERIAL CHANGES AND COMMITMENTS AFFECTING THE FINANCIAL POSITION OF THE COMPANY

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

SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS / COURTS / TRIBUNALS

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

PARTICULARS OF EMPLOYEES

The overall remuneration payable to Directors, including Executive Directors, was within the limits prescribed under Section 197 of the Companies Act, 2013 read with Schedule V.

CONSERVATION OF ENERGY & TECHNOLOGY ABSORPTION:

The company has no activity relating to conservation of energy or technology absorption, details of which are required to be furnished in this report as per the provision of Section 134 (m) of the Companies Act, 2013, read with the Companies (Accounts) Rules, 2014

FOREIGN EXCHANGE EARNING & OUTGO

There were no foreign exchange earning and outgo during the year.

DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to the requirement of Section 134(3)(c) and 134(5) of the Companies Act, 2013, with respect to Directors' Responsibility Statement, the Directors hereby confirm that:-

- (i) in the preparation of the annual accounts for the year ended 31st March, 2020, the applicable accounting standards, have been followed and there are no material departures from the same;
- (ii) the Directors have selected such accounting policies and applied them consistently and made judgements and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at the end of the financial year and of the profit of the Company for that period;
- (iii) the Directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities; and
- (iv) the Directors have prepared the annual accounts of the Company on a 'going concern' basis.
- (v) the directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.
- (vi) the directors, had laid down internal financial controls to be followed by the company and that such internal financial controls are adequate and were operating effectively.

RISK MANAGEMENT POLICY

The Company has a defined Risk Management framework to identify, assess, monitor and mitigate various risks to key business objectives. Major risks identified by the businesses and functions are systematically addressed through mitigating actions on a continuing basis.

EXTRACT OF THE ANNUAL RETURN

Extract of the Annual Return as on the financial year ended 31st March, 2020 in Form MGT 9 is annexed hereto and forms a part of this report.

MANAGEMENT DISCUSSION AND ANALYSIS REPORT AND REPORT OF THE DIRECTORS ON CORPORATE GOVERNANCE

Pursuant to the Listing Regulations, a separate section titled 'Corporate Governance' has been included in this Annual Report, along with the Reports on 'Management Discussion and Analysis' and 'General Shareholder Information'.

All Board members and Senior Management personnel have affirmed compliance with the code of conduct for FY 2019-2020. A declaration to this effect

signed by the Whole-time Director of the Company is included in this Annual Report.

SECRETARIAL AUDIT REPORT

Pursuant to the provisions of Section 204 of the Companies Act, 2013 and The Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, the Company has appointed Mr. Navneet Jhunjhunwala of M/s N. Jhunjhunwala & Associates, a firm of Company Secretaries in Practice (FCS No.6397, CP No.5184) to undertake the Secretarial Audit of the Company. The Secretarial Audit Report is annexed herewith. The same contains a qualification to the effect that no company secretary was appointed during the year 2019-2020. Other than this, the report contains no other qualification, reservation or adverse remark or disclaimer.

ACKNOWLEDGEMENT

Your Directors wish to convey their gratitude to the Company's clients, Bankers, Business Associates, Shareholders, well wishers and employees, for their valued and timely support and advice to your company during the year & look forward to their continued support.

Place : Kolkata
Dated : 08.12.2020

For and on behalf of the Board

Kailash Chand Saraogi

Rajendra Kumar Saraogi

FORM NO. MGT 9
EXTRACT OF ANNUAL RETURN
As on financial year ended on 31.03.2020

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

I. REGISTRATION & OTHER DETAILS:		
1	CIN	L51909WB1988PLC044765
2	Registration Date	12-07-88
3	Name of the Company	CHITRAKUT HOLDINGS LIMITED
4	Category/Sub-category of the Company	COMPANY LIMITED BY SHARES
5	Address of the Registered office & contact details	1/1, CAMAC STREET, 3RD FLOOR, KOLKATA - 700 016
6	Whether listed company	YES
7	Name, Address & contact details of the Registrar & Transfer Agent, if any.	NICHE TECHNOLOGIES PVT.LTD. 'D-511, BAGREE MARKET, 5TH FLOOR, 71, B.R.B.BASU ROAD, KOLKATA - 700 001, PH.NO.033-2234-3576/ 033-2235-7270/7271, E-MAIL : nichetechpl@nichetechpl.com

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY			
(All the business activities contributing 10 % or more of the total turnover of the company shall be stated)			
S. No.	Name and Description of main products / services	NIC Code of the Product/service	% to total turnover of the company
1	FINANCE AND INVESTMENT		100
2			
3			

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES					
SN	Name and address of the Company	CIN/GLN	Holding/ Subsidiary/ Associate	% of shares held	Applicable Section
1	NIL				
2					

IV. SHARE HOLDING PATTERN

(Equity share capital breakup as percentage of total equity)

(i) Category-wise Share Holding

Category of Shareholders	No. of Shares held at the beginning of the year [As on 31-March-2019]				No. of Shares held at the end of the year [As on 31-March-2020]				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
A. Promoters									
(1) Indian									
a) Individual/ HUF	1,651,300	-	1,651,300	22.56%	1,651,300	-	1,651,300	22.56%	-
b) Central Govt	-	-	-	-	-	-	-	-	-
c) State Govt(s)	-	-	-	-	-	-	-	-	-
d) Bodies Corp.	-	-	-	-	-	-	-	-	-
e) Banks / FI	-	-	-	-	-	-	-	-	-
f) Any other	-	-	-	-	-	-	-	-	-
Sub Total (A) (1)	1,651,300	-	1,651,300	22.56%	1,651,300	-	1,651,300	22.56%	-
(2) Foreign									
a) NRI Individuals	-	-	-	-	-	-	-	-	-
b) Other Individuals	-	-	-	-	-	-	-	-	-
c) Bodies Corp.	-	-	-	-	-	-	-	-	-
d) Any other	-	-	-	-	-	-	-	-	-
Sub Total (A) (2)	-	-	-	-	-	-	-	-	-
TOTAL (A)	1,651,300	-	1,651,300	22.56%	1,651,300	-	1,651,300	22.56%	-
B. Public									
1. Institutions									
a) Mutual Funds	-	-	-	-	-	-	-	-	-
b) Banks / FI	-	-	-	-	-	-	-	-	-
c) Central Govt	-	-	-	-	-	-	-	-	-
d) State Govt(s)	-	-	-	-	-	-	-	-	-
e) Venture Capital Funds	-	-	-	-	-	-	-	-	-
f) Insurance Companies	-	-	-	-	-	-	-	-	-
g) FIs	-	-	-	-	-	-	-	-	-
h) Foreign Venture Capital Funds	-	-	-	-	-	-	-	-	-
i) Others (specify)	-	-	-	-	-	-	-	-	-
Sub-total (B)(1):-	-	-	-	-	-	-	-	-	-
2. Non-Institutions									
a) Bodies Corp.									
i) Indian	-	5,039,998	5,039,998	68.85%	-	5,039,998	5,039,998	68.85%	-
ii) Overseas									
b) Individuals									
i) Individual shareholders holding nominal share capital upto Rs. 1 lakh	-	578,700	578,700	7.91%	-	578,700	578,700	7.91%	-

ii) Individual shareholders holding nominal share capital in excess of Rs 1 lakh	-	50,000	50,000	0.68%	-	50,000	50,000	0.68%	-
c) Others (specify)	-	-	-	-	-	-	-	-	-
Non Resident Indians			-				-		-
Overseas Corporate Bodies			-				-		-
Foreign Nationals			-				-		-
Clearing Members			-				-		-
Trusts			-				-		-
Foreign Bodies - D R			-				-		-
Sub-total (B)(2):-	-	5,668,698	5,668,698	77.44%	-	5,668,698	5,668,698	77.44%	-
Total Public (B)	-	5,668,698	5,668,698	77.44%	-	5,668,698	5,668,698	77.44%	-
C. Shares held by Custodian for GDRs & ADRs	-	-	-	-				-	-
Grand Total (A+B+C)	1,651,300	5,668,698	7,319,998	100.00%	1,651,300	5,668,698	7,319,998	100.00%	-

(ii) Shareholding of Promoter

SN	Shareholder's Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% change in shareholding during the year
		No. of Shares	% of total Shares of the company	% of Shares Pledged/ encumbered to total shares	No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	
1	BIMALA DEVI JAIN	143,400	1.96%	-	143,400	1.96%	-	-
2	DILIP KUMAR SARAOGI	60,000	0.82%	-	60,000	0.82%	-	-
3	KAILASH CHAND SARAOGI	95,000	1.30%	-	95,000	1.30%	-	-
4	MAHENDRA KUMAR JAIN	148,800	2.03%	-	148,800	2.03%	-	-
5	MAHENDRA KUMAR JAIN (HUF)	145,400	1.99%	-	145,400	1.99%	-	-
6	MEENA DEVI JAIN	91,000	1.24%	-	91,000	1.24%	-	-
7	NAMITA JAIN	143,600	1.96%	-	143,600	1.96%	-	-
8	NEELAM JAIN	100,000	1.37%	-	100,000	1.37%	-	-
9	PRADIP KUMAR SARAOGI	70,000	0.96%	-	70,000	0.96%	-	-
10	PREM LATA DEVI JAIN	75,000	1.02%	-	75,000	1.02%	-	-
11	RAJENDRA KUMAR SARAOGI	173,000	2.36%	-	173,000	2.36%	-	-
12	RATAN DEVI JAIN	148,000	2.02%	-	148,000	2.02%	-	-
13	SHREE CHAND SARAOGI	65,100	0.89%	-	65,100	0.89%	-	-
14	KAILASH CHAND SARAOGI & DILIP KUMAR SARAOGI	193,000	2.64%	-	193,000	2.64%	-	-

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

SN	Particulars	Date	Reason	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
				No. of shares	% of total shares	No. of shares	% of total shares
	At the beginning of the year			1,651,300	22.56%	1,651,300	22.56%
	Date wise Increase / Decrease in Promoters Share holding during the year			-	-	-	-
	At the end of the year			1,651,300	22.56%	1,651,300	22.56%

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

SN	For each of the Top 10 shareholders	Date	Reason	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
				No. of shares	% of total shares	No. of shares	% of total shares
1	NETIKTA VYAPAAR PVT. LTD.						
	At the beginning of the year			650,000	8.88%	650,000	8.88%
	Changes during the year			-	0.00%	650,000	8.88%
	At the end of the year				0.00%	650,000	8.88%
2	BIPASHA VYAPAAR PVT. LTD.						
	At the beginning of the year			550,000	7.51%	550,000	7.51%
	Changes during the year			-	0.00%	550,000	7.51%
	At the end of the year				0.00%	550,000	7.51%
3	ROSHNI DISTRIBUTORS PVT. LTD.						
	At the beginning of the year			450,000	6.15%	450,000	6.15%
	Changes during the year			-	0.00%	450,000	6.15%
	At the end of the year				0.00%	450,000	6.15%
4	LARRY DEALERS PVT. LTD.						
	At the beginning of the year			416,666	5.69%	416,666	5.69%
	Changes during the year			-	0.00%	416,666	5.69%
	At the end of the year				0.00%	416,666	5.69%
5	NEMINATH VYAPAAR PVT. LTD.						
	At the beginning of the year			358,333	4.90%	358,333	4.90%
	Changes during the year			-	0.00%	358,333	4.90%
	At the end of the year				0.00%	358,333	4.90%
6	NITESH VYAPAAR PVT. LTD.						
	At the beginning of the year			350,000	4.78%	350,000	4.78%
	Changes during the year			-	0.00%	350,000	4.78%
	At the end of the year				0.00%	350,000	4.78%

7	SKYLIGHT VINIMAY PVT. LTD.						
	At the beginning of the year		325,000	4.44%	325,000	4.44%	
	Changes during the year		-	0.00%	325,000	4.44%	
	At the end of the year			0.00%	325,000	4.44%	
8	TIRUMALA TRADE LINKS PVT. LTD.						
	At the beginning of the year		320,000	4.37%	320,000	4.37%	
	Changes during the year		-	0.00%	320,000	4.37%	
	At the end of the year			0.00%	320,000	4.37%	
9	AAKANSHA TREXIM PVT. LTD.						
	At the beginning of the year		300,000	4.10%	300,000	4.10%	
	Changes during the year		-	0.00%	300,000	4.10%	
	At the end of the year			0.00%	300,000	4.10%	
10	GRACE DEALERS PVT. LTD.						
	At the beginning of the year		300,000	4.10%	300,000	4.10%	
	Changes during the year		-	0.00%	300,000	4.10%	
	At the end of the year			0.00%	300,000	4.10%	

(v) Shareholding of Directors and Key Managerial Personnel:

SN	Shareholding of each Directors and each Key Managerial Personnel	Date	Reason	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
				No. of shares	% of total shares	No. of shares	% of total shares
1	KAILASH CHAND SARAOGI						
	At the beginning of the year			95,000	1.68%	95,000	1.68%
	Changes during the year			-	0.00%	95,000	1.68%
	At the end of the year				0.00%	95,000	1.68%
2	MEENA DEVI JAIN						
	At the beginning of the year			91,000	1.61%	91,000	1.61%
	Changes during the year			-	0.00%	91,000	1.61%
	At the end of the year				0.00%	91,000	1.61%

3	RAJENDRA KUMAR SARAOGI						
	At the beginning of the year			173,000	3.05%	173,000	3.05%
	Changes during the year			-	0.00%	173,000	3.05%
	At the end of the year				0.00%	173,000	3.05%

4	MAHENDRA KUMAR PANDYA						
	At the beginning of the year			-	0.00%	-	0.00%
	Changes during the year			-	0.00%	-	0.00%
	At the end of the year				0.00%	-	0.00%

5	ASHOK KUMAR JAIN						
	At the beginning of the year			-	0.00%	-	0.00%
	Changes during the year			-	0.00%	-	0.00%
	At the end of the year				0.00%	-	0.00%

V. INDEBTEDNESS

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

(Amt. Rs./Lacs)

Particulars	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year				
i) Principal Amount	-	-	-	-
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	-	-	-	-
Total (i+ii+iii)	-	-	-	-
Change in Indebtedness during the financial year				
* Addition	-	4,063,546.00	-	4,063,546.00
* Reduction	-	-	-	-
Net Change	-	4,063,546.00	-	4,063,546.00
Indebtedness at the end of the financial year				
i) Principal Amount	-	4,063,546.00	-	4,063,546.00
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	-	-	-	-
Total (i+ii+iii)	-	4,063,546.00	-	4,063,546.00

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL**A. Remuneration to Managing Director, Whole-time Directors and/or Manager:**

SN.	Particulars of Remuneration	Name of MD/WTD/ Manager		Total Amount
	Name	RAJENDRA KUMAR SARAOGI		(Rs)
	Designation	WTD		
1	Gross salary			
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	120,000		120,000
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961			-
	(c) Profits in lieu of salary under section 17(3) Income- tax Act, 1961			-
2	Stock Option			-
3	Sweat Equity			-
4	Commission			-
	- as % of profit			-
	- others, specify			-
5	Others, please specify			-
	Total (A)	120,000	-	120,000
	Ceiling as per the Act			

B. Remuneration to other Directors**N.A.**

SN.	Particulars of Remuneration	Name of Directors			Total Amount
					(Rs)
1	Independent Directors				
	Fee for attending board committee				-
	Commission				-
	Others, please specify				-
	Total (1)	-	-	-	-
2	Other Non-Executive Directors				-
	Fee for attending board committee				-
	Commission				-
	Others, please specify				-
	Total (2)	-	-	-	-
	Total (B)=(1+2)	-	-	-	-
	Total Managerial Remuneration				120,000
	Overall Ceiling as per the Act				

C. Remuneration to Key Managerial Personnel other than MD/Manager/WTD

SN.	Particulars of Remuneration	Name of Key Managerial Personnel			Total Amount (Rs)
		Name	RUCHI JAIN	NITU GOEL	
	Designation	CFO	CS		
1	Gross salary				
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	1,200,000	160,000.00		1,360,000
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961				-
	(c) Profits in lieu of salary under section 17(3) Income- tax Act, 1961				-
2	Stock Option				-
3	Sweat Equity				-
4	Commission				
	- as % of profit				-
	- others, specify				-
5	Others, please specify				-
	Total	1,200,000	160,000.00	-	1,360,000

VII. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES:

NOT APPLICABLE

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

FORM AOC-1

Annexure '1'

Pursuant to first proviso to sub-section (3) of section 129 read with rule 5 of Companies (Accounts) Rules, 2014)
Statement containing salient features of the financial statements of subsidiaries / associate companies / joint ventures

PART 'A' – Subsidiaries-

Sl. No.	Particulars	NIL		
1	Name of the Subsidiary			
2	The Date since when the subsidiary was acquired			
3	Reporting period for the subsidiary concerned, if different from the holding company's reporting period.			
4	Reporting currency and Exchange rate as on the last date of the relevant Financial year in the case of foreign subsidiaries.			
5	Share Capital			
6	Reserves & Surplus			
7	Total Assets			
8	Total Liabilities			
9	Details of Investments			
10	Turnover			
11	Profit Before Taxation			
12	Provision for Taxation			
13	Profit / (Loss) after Taxation			
14	Proposed Dividend			
15	% of shareholding			

Notes: The following information shall be furnished at the end of the statement:

- Names of subsidiaries which are yet to commence operations -NA
- Names of subsidiaries which have been liquidated or sold during the year- NA

PART 'B' – Associates and Joint Ventures

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

Sl. No.	Name of Associates/Joint Ventures	NIL		
1	Latest audited Balance Sheet Date			
2	Date on which the Associate or Joint Venture was associated or acquired			
3	Shares of Associate/Joint Ventures held by the company on the year end No.			
	Amount of Investment in Associates/Joint Venture			
	Extent of Holding %			
4	Description of how there is significant influence			
5	Reason why the associate/joint venture is not consolidated			
6	Net worth attributable to Shareholding as per latest audited Balance Sheet			
7	Profit/ Loss for the year			
	i. Considered in Consolidation			
	i. Not Considered in Consolidation			

Notes: The following information shall be furnished at the end of the statement:

- Names of associates or joint ventures which are yet to commence operations -NA
- Names of associates or joint ventures which have been liquidated or sold during the year- NA

For and on Behalf of the Board

FORM-AOC-2

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

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

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

None

(Rs./Lac)

2 Details of material contracts or arrangements or transactions at arm's length basis:						
Sl. No.	Name(s) of the related party and nature of relationship	Nature of contracts / arrangements / transactions	Duration of contracts / arrangements / transactions	Salient features of contracts / arrangements / transactions, including value, if any	Date(s) of approval by the Board / Audit Committee	Amount paid as advances, if any
1	Ganeshmal Mohanlal (Associate Concern)	Rent Given	Ongoing, subject to renewal as per contractual terms	0.12	-	-
2	Rajendra Kumar Saraogi (Whole-time Director)	Managerial Remuneration	5Yrs	1.20	-	-
3	Ruchi Jain (Director & CFO)	Managerial Remuneration	5 Yrs	12.00	-	-
4	Nitu Goel	Remuneration	Ongoing, subject to renewal as per contractual terms	1.60	-	-

CHITRAKUT HOLDINGS LIMITED

CORPORATE GOVERNANCE

1. BRIEF STATEMENT ON THE COMPANY'S PHILOSOPHY ON CODE OF GOVERNANCE

At Chitrakut Holdings Limited (CHL), we believe that corporate governance is a continuous journey towards sustainable value creation for all the stakeholders, which is driven by our values of integrity, team focus, structured innovation, implementation, performance and client focus.

The commitment of the CHL to the highest standards of good corporate governance practices predates SEBI and the provisions of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (hereinafter referred to as the 'SEBI Listing Regulations, 2015'). Ethical dealings, transparency, fairness, disclosure and accountability are the main thrust of the working of CHL.

2. BOARD OF DIRECTORS

In keeping with the commitment of the Management to the principle of integrity and transparency in business operations for good corporate governance, the Company's policy is to have an appropriate blend of executive and independent directors to maintain the independence of the Board and to separate the Board functions of governance and management.

The members of the Board of Directors of the Company are eminent personalities from various fields and are entrusted with the ultimate responsibility of the management, general affairs, direction and performance of the Company. The Board of Directors is responsible for and committed to sound principles of Corporate Governance in the Company.

The Board of Directors comprises One Executive Director and Four Non-Executive Directors. The executive promoter director is Sri Rajendra Kumar Saraogi. Independent Non-executive Directors are Sri Ashok Kumar Jain and Sri Mahendra Kumar Pandya. Non-executive promoter directors are Sri Kailash Chand Saraogi and Smt. Meena Devi Jain.

Smt. Nitu Goel, company secretary, is also the compliance officer of the Company.

Smt. Ruchi Jain is the Chief Financial Officer (CFO) of the Company.

The composition of the Board is in conformity with the listing requirements.

The Board reviews and approves strategy and oversees the actions and results of management to ensure that the long term objectives of enhancing stakeholder value are met.

There were no materially relevant pecuniary relationships or transactions of the Non-Executive Directors vis-à-vis the Company during the year.

During the year under review, the Board of Directors met 6 times on: 24th April, 2019, 30th May, 2019, 14th September, 2019, 14th November, 2019, 14th February, 2020 and 5th March, 2020

Name of Director	Type	Executive/ Non-executive	Number of meetings attended	Number of other Directorships*	Whether attended last AGM
Mr. Rajendra Kumar Saraogi	Promoter	Executive	6	3	Yes
Mr. Kailash Chand Saraogi	Promoter	Non-executive	6	1	Yes
Mr. Mahendra Kumar Pandya	Independent	Non-executive	6	---	Yes
Mr. Ashok Kumar Jain	Independent	Non-executive	6	1	Yes
Ms. Meena Devi Jain	Promoter	Non-executive	6	---	Yes

* Directorship held in Public Limited Company.

Name of Director	Directorships			Committee Positions in Listed & Unlisted public <u>Limited companies</u>	
	In listed companies	In unlisted public companies	In private limited companies	As Chairman	As Member
Mr. Rajendra Kumar Saraogi	1	3	12	-	1
Mr. Kailash Chand Saraogi	1	1	15	-	-
Mr. Mahendra Kumar Pandya	1	-	13	2	-
Mr. Ashok Kumar Jain	1	1	10	-	2
Ms. Meena Devi Jain	1	-	-	-	2

Note: For the purpose of considering the limit of the committees on which a director can serve, all public limited companies, whether listed or not, have been included and all other companies including private limited companies, foreign companies and companies registered under section 8 of the Companies Act, 2013/section 25 of the Companies Act, 1956 have been excluded. Only audit committee and stakeholders relationship committee are considered for the purpose of reckoning committee positions.

Meeting of Independent Directors:

Section 149(8) of the Act read with Schedule IV of the Act requires the Independent Directors of the Company to hold at least one meeting in a year, without the attendance of non-independent directors and members of the management. The Independent Directors of the Company met on March 12, 2020, pursuant to the provisions of the Act and the Listing Regulations.

3. INFORMATION ON DIRECTORS' RE-APPOINTMENT / APPOINTMENT

Smt.Meena Devi Jain and Mr. Kailash Chand Saraogi are retiring by rotation in the ensuing Annual General Meeting and being eligible offer themselves for re-appointment. Their brief particulars are as under:

1. Name	Mrs. Meena Devi Jain
Age	58 years
Qualification	Graduate
Expertise	She has extensive experience in finance, investment, trading in Shares and securities and other fields since over 29 years.
Other Directorships	Nil

2. Name	Mr. Kailash Chand Saraogi
Age	73 years
Qualification	Graduate
Expertise	He has extensive experience in finance, investment, trading in Shares and securities and other fields since over 30 years.
Other Directorships	1 (One)

* Directorship held in Public Limited Company.

4. AUDIT COMMITTEE

The Audit Committee reviews the financial accounting policies, adequacy of internal control systems and systems audit and interacts with the statutory auditors and internal auditors. Besides, the Committee reviews the audit plans, interim and annual financial results, management discussion and analysis of financial condition and results of operations, related party transactions, observations of the management and internal / external auditors on internal control and follow-up reports of the management.

The Board reviews the working of the Committee from time to time to bring about greater effectiveness in order to comply with the various requirements under the Companies Act, 2013, the Listing Regulations and the NBFC Regulations.

As on 31st March, 2020, the Audit Committee comprised of 3 Non-executive Directors, Shri Mahendra Kumar Pandya, Shri Ashok Kumar Jain and Smt Meena Devi Jain. The Committee is chaired by Shri Mahendra Kumar Pandya, Independent Non-executive Director, who possesses the necessary financial background.

During the year, the Committee met 4 times on: 30.05.2019, 14.09.2019, 14.11.2019 and 14.02.2020

Composition of the Committee and attendance of the members are as follows:

<u>Name of the Director</u>	<u>No. of Meetings Attended</u>
Shri Mahendra Kumar Pandya	4
Shri Ashok Kumar Jain	4
Smt Meena Devi Jain	4

5. STAKEHOLDERS RELATIONSHIP COMMITTEE

Stakeholders Relationship Committee of CHL consists of One Executive Director and Three Non-Executive Directors two of whom are Independent. The constitution and composition of the Committee is in accordance with the provisions of the Listing Regulations.

Composition of the Committee and the attendance of the members are as follows:

<u>Name of the Director</u>	<u>No. of Meeting Attended</u>
Sri Rajendra Kumar Saraogi	Nil
Sri Mahendra Kumar Pandya	Nil
Sri Ashok Kumar Jain	Nil
Smt. Meena Devi Jain	Nil

No investor complaint was received during the year and none was pending unresolved as on 31st March, 2020.

6. SHARE TRANSFER

The Company has appointed M/s Niche Technologies (P) Ltd. as Registrar and share transfer agent for share transfer in physical and demat form Shri Rajendra Kumar Saraogi, Promoter Executive Director and Shri Kailash Chand Saraogi, Promoter Non-executive Director have been authorized to approve the transfers and transmissions of shares, securities, debentures, etc., issue of duplicate share certificates, consolidation and sub-division of shares and investors' grievance. The transfers/transmissions of shares are approved at least once in a fortnight. There were no share transfer requests pending as at March 31, 2020.

7. NOMINATION AND REMUNERATION COMMITTEE

The Company has constituted a Remuneration committee to look into the various elements of remuneration package of all the directors, etc. This committee presently comprises of Directors Sri Mahendra Kumar Pandya and Sri Ashok Kumar Jain. Sri Mahendra Kumar Pandya, non-executive director, is the Chairman of the committee. The Committee evaluates compensation and benefits for Executive Directors.

8. POLICIES, CODE OF CONDUCT AND STATUTORY DISCLOSURES

Code of Conduct:

The Listing Regulations require listed companies to lay down a code of conduct for directors and senior management, incorporating duties of directors as laid down in the Companies Act, 2013. Accordingly, the Company has a Board approved code of conduct for all Board members and Senior Management of the Company. The said code has been placed on the Company's website <https://www.chitrakutholdings.com>.

All the Board members and Senior Management personnel have affirmed compliance with the code for the year ended 31 March 2020. A declaration to this effect signed by the Whole time Director is given elsewhere in this Annual Report.

Vigil Mechanism Framework/Whistle Blower Mechanism:

Pursuant to the Companies Act, 2013 and the Listing Regulations, the Company has a Board approved whistle blower policy/vigil mechanism to enable directors and employees to report to the Management their concerns about unethical behaviour, actual or suspected fraud or violation of the Company's code of conduct or ethics policy.

This mechanism provides safeguards against victimisation of directors/employees who avail of the mechanism and provides for direct access to the Chairman of the Audit Committee in exceptional cases.

The whistle blower policy/vigil mechanism has been appropriately communicated to the employees within the organisation and has been put on the Company's website <https://www.chitrakutholdings.com>.

As on March 31, 2020, no complaint has been received by the Company from any directors or employees of the Company with respect to any wrongdoings that may have an adverse impact on the Company's image or financials of the Company.

CEO/CFO certification

The CEO and CFO have certified to the Board with regard to the financial statements and other matters as required under the Listing Regulations.

Auditors' certificate on corporate governance

The Company has obtained a certificate from its statutory auditors regarding compliance with the provisions relating to corporate governance laid down in the Listing Regulations.

This certificate is annexed to the Directors' Report.

Compliances regarding insider trading

Pursuant to SEBI (Prohibition of Insider Trading) Regulations, 2015, the Company has a Board approved code of conduct to regulate, monitor and report trading by insiders ('code of conduct') and a Code of Practices and Procedures for Fair Disclosure of Unpublished Price Sensitive Information ('code of fair disclosure'). The code of conduct and code of fair disclosure framed by the Company have helped in ensuring compliance with the requirements.

Compliance of mandatory requirements under the Listing Regulations

The Company has complied with all the mandatory requirements of the Listing Regulations.

Modified opinion in the audit report

The Company confirms that its financial statements are with unmodified audit opinion.

Separate posts of Whole-time Director/CFO/Secretary

The Company has appointed separate persons to the post of Whole-time Director, Chief Financial Officer and Company Secretary.

Reporting of internal auditor

The internal auditor reports directly to the Audit Committee.

Pursuant to the provisions of the Companies Act, 2013 no fraud was reported by auditors of the Company to the Audit Committee during FY 2019-2020.

A Cash Flow Statement for FY 2019-2020 is attached to the Balance Sheet.

The Company has a policy on prevention of sexual harassment at workplace. There was no case of sexual harassment reported during FY 2019-2020.

The Company has formulated an Archival Policy for ensuring compliance with the provisions under Regulation 30(8) of the Regulations for protection, maintenance and archival of the Events or Information disclosed to the stock exchange(s) which are also hosted on its website.

The Board of Directors of the company have laid down a code of conduct for all Board members and Senior Management personnel of the Company in compliance with Regulation 17(5) of The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

The Company has a Familiarization Programme for Independent Directors in compliance with Schedule IV of the Companies Act, 2013 and the Regulation 25(7) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

The Company has in place a Policy on Determination of Materiality of Event or Information in pursuance of the requirements of Regulation 30 of the SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015.

The Board of Directors of the Company has adopted a policy on materiality of Related Party Transactions and dealing with Related Party Transactions. The policy is in line with requirement of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and The Companies Act, 2013.

The Company has in place a Risk Management Policy in compliance with Section 134 (3) (n) of the Companies Act, 2013 and Regulation 17(9)(b) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 which requires the Company to develop and implement a Risk Management Policy / Plan and to lay down risk assessment and minimisation procedures.

Secretarial standards of ICSI

Pursuant to the approval from the Ministry of Corporate Affairs (MCA), the Institute of Company Secretaries of India (ICSI) has, on 14 June 2017, revised the Secretarial Standards on Meetings of the Board of Directors (SS-1) and General Meetings (SS-2) effective from 1 October 2017. The Company is compliant with the same.

9. DETAILS OF LAST 3 ANNUAL GENERAL MEETINGS

Information about last three Annual General Meeting

Year	Date	Time	Location (Registered Office)
2017	20.09.2017	11:00 A.M.	1/1, Camac Street, 3 rd Floor, Kolkata - 700 016
2018	29.09.2018	11:00 A.M.	1/1, Camac Street, 3 rd Floor, Kolkata - 700 016
2019	30.09.2019	11:00 A.M.	1/1, Camac Street, 3 rd Floor, Kolkata - 700 016

Details of special resolution(s) passed at the last three years' annual general meetings (AGM) and postal ballot:

I. Special resolutions passed at the previous three annual general meetings:

At the 29th AGM held on 20th September, 2017, no special resolution was passed.

At the 30th AGM held on 29th September, 2018, no special resolution was passed.

At the 31st AGM held on 30th September, 2019, no special resolution was passed.

II. No Special resolution was passed through postal ballot during FY 2019-2020.

III. No special resolution is proposed to be passed through postal ballot at this annual general meeting.

10. DISCLOSURE

A summary statement of transactions with related parties was placed periodically before the audit committee during the year. During the year under review there were no materially significant related party transactions that may have potential conflict with the interest of the Company at large. Suitable

disclosures have been made in the financial statements, together with the management's explanation in the event of any treatment being different from that prescribed in accounting standards.

There is no non-compliance by the company on any matters related to Capital market. Hence the question of penalties or strictures being imposed by SEBI or the Stock Exchange does not arise.

Disclosure of Accounting Treatment : In the preparation of financial statements, the company has followed the treatment as prescribed in the Accounting Standards.

Risk Management : The company has a defined Risk Management framework. The company has laid down procedures to inform the Board members about the risk assessment and minimization procedures.

Proceeds from public issues, rights issues, preferential issues etc. : There were no proceeds from public issues, rights issues, preferential issues etc. during the financial year.

11. MEANS OF COMMUNICATION

The unaudited Quarterly results of the Company are regularly submitted to the Stock Exchange and published in News Papers in accordance with the Listing Regulations.

12. SHAREHOLDER INFORMATION

A. Annual General Meeting

Date – 30th December, 2020

Time - 11:00 A.M.

Venue- 1/1, Camac Street, 3rd Floor, Kolkata - 700 016

B. Financial Calender 1st April to 31st March Provisional : Will be published during

Result for Quarter ending June 30, 2020 : On or before 14th August, 2020

Result for Quarter ending September 30, 2020 : On or before 14th November, 2020

Result for Quarter ending December 31, 2020 : On or before 14th February, 2021

Result for Year ending March 31, 2021 : On or before 30th May, 2021

C. Book Closure

The Register of members and Share Transfer Book will remain closed from 24th day of December, 2020 to 30th day of December, 2020 (both days inclusive) on account of Annual General Meeting.

D. Dividend

No dividend is recommended for the year.

E. Listing at Stock Exchange

The Calcutta Stock Exchange Ltd.

Metropolitan Stock Exchange of India Limited

F. Stock Code

The Calcutta Stock Exchange Association Ltd. : 10013176
Metropolitan Stock Exchange of India Limited : CHITRAKUT

G. ISIN Number : INE228E01011

H. Depository Connectivity : NSDL and CDSL

I. STOCK MARKET DATA

There was no trading in the shares of the Company during the financial year..

J. SHARE TRANSFER SYSTEM

Transfer of shares are registered and processed by the Registrar and Share Transfer Agents within fifteen days from the date of receipt if the relevant documents are complete in all respects.

13. REGISTRAR & TRANSFER AGENTS

<u>Name</u>	<u>Address</u>
Niche Technologies (P) Ltd. (For Physical and Demat Shares)	3A, Auckland Place, 7th Floor, Room No.7A & 7B, Kolkata - 700017

14. COMPLIANCE OFFICER

Smt Nitu Goel is presently acting as the compliance officer in accordance with the provisions of the Listing Regulations. Her contact details are as under:

Address: 1/1, Camac Street, 3rd Floor, Kolkata – 700 016

Tel No.: 033-22296351 / 6355

E-mail: gmchl@rediffmail.com

15. DISTRIBUTION OF SHAREHOLDING AS ON 31.03.2020

No. of Equity Shares Held	No. of Share holders	% of Share holders	No. of Shares held	% of Share holding
Upto 500	900	81.9672	450000	6.1475
501 to 1000	153	13.9344	98700	1.3484
1001 to 5000	7	0.6375	30000	0.4098
5001 to 10000	1	0.0911	10000	0.1366
10001 to 50000	6	0.5464	230000	3.1421
50001 to 100000	12	1.0929	1049100	14.3320
100001 and above	19	1.7305	5452198	74.4836
Totals	1098	100.0000	7319998	100.000

16. SHAREHOLDING PATTERN AS ON 31.03.2020

Category	No. of Share held	% of Share holding
Indian Promoters	1651300	22.56
Domestic Companies	5039998	68.85

Resident Individuals	628700	8.59
	7319998	100.000

17. DEMATERIALIZATION OF SHARES

16,51,300 shares have been dematerialised upto 31.03.2020 which is 22.56 percent of the total shares of the Company.

18. BREAK-UP OF SHARES IN PHYSICAL AND DEMAT SEGMENT (As on 31.03.2020)

Segment	No.of Shareholders	% to total Shareholders	No. of Shares held	% to total Shares
Physical	1083	98.63	5668698	77.44
Demat	15	1.37	1651300	22.56
Total	1098	100.00	7319998	100.00

19. OUTSTANDING GDRs/ADRs/WARRANTS OR ANY CONVERTIBLE INSTRUMENTS, CONVERSION DATE AND LIKELY IMPACT ON EQUITY

Not applicable as the Company has not issued any such instruments.

20. ADDRESS FOR CORRESPONDENCE

REGISTERED OFFICE:
Chitrakut Holdings Limited
1/1, Camac Street,
3rd Floor,
Kolkata – 700 016
Tel. No. (033) 2229-6351/55

CEO CERTIFICATION

I, Rajendra Kumar Saraogi, Whole Time Director, certify to the Board that:

- a) I have reviewed financial statements and the cash flow statement for the year ended on 31st March'2020 and that to the best of my knowledge and belief :
 - i. These statement do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading ;
 - ii. These statements together present a true and fair view of the company's affairs and comply with existing accounting standards, applicable laws and regulations.
- b) To the best of my knowledge and belief, no transactions entered into by the company during the year ended 31st March'2020 are fraudulent, illegal or violative of the company's code of conduct.
- c) I accept responsibility for establishing and maintaining internal controls and that I have evaluated the effectiveness of the internal control systems of the company and I have disclosed to the auditors and the Audit Committee, deficiencies in the design or operation of internal controls, if any, of which I am aware and the steps they have taken or propose to take to rectify these deficiencies.
- d) I have indicated to the auditors and the Audit Committee
 - i. Significant changes in internal control during the year;
 - ii. Significant changes in accounting policies during the year and that the same have been disclosed in the notes to the financial statements and
 - iii. Instances of significant fraud of which they 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 system.

For Chitrakut Holdings Limited

Rajendra Kumar Saraogi
Whole Time Director

Place : Kolkata

Date : The 8th day of December, 2020

CFO CERTIFICATION

I, Ruchi Jain, Chief Financial Officer, certify to the Board that:

- a) I have reviewed financial statements and the cash flow statement for the year ended on 31st March'2020 and that to the best of my knowledge and belief :
 - i. These statement do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading ;
 - ii. These statements together present a true and fair view of the company's affairs and comply with existing accounting standards, applicable laws and regulations.

- b) To the best of my knowledge and belief, no transactions entered into by the company during the year ended 31st March'2020 are fraudulent, illegal or violative of the company's code of conduct.

- c) I accept responsibility for establishing and maintaining internal controls and that I have evaluated the effectiveness of the internal control systems of the company and I have disclosed to the auditors and the Audit Committee, deficiencies in the design or operation of internal controls, if any, of which I am aware and the steps they have taken or propose to take to rectify these deficiencies.

- d) I have indicated to the auditors and the Audit Committee
 - i. Significant changes in internal control during the year;
 - ii. Significant changes in accounting policies during the year and that the same have been disclosed in the notes to the financial statements and
 - iii. Instances of significant fraud of which they 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 system.

For Chitrakut Holdings Limited

Ruchi Jain

Chief Financial Officer

Place : Kolkata

Date : The 8th day of December, 2020

MANAGEMENT DISCUSSION AND ANALYSIS

Industry Overview

Chitrakut Holdings Limited ('CHL') is a non-deposit taking Non-Banking Financial Company (NBFC-ND) registered with the Reserve Bank of India (RBI). It is engaged in the business of investments and lending.

The COVID-19 pandemic and lockdown

We are amidst unprecedented times. The COVID-19 pandemic has spread across the world leading to enormous human suffering and a full stop on virtually all commercial and economic activities. COVID-19 has caused disruptions on an unimaginable scale. Nobody really knows how long the pandemic will last; whether it will increase in the winter of 2020-21 and if so how, and what will be its final toll on lives and livelihood. With the impact of this pandemic still to play out, the scenario of eerily empty high streets, shut factories and stores, and literally millions being rendered unemployed together point to a single outcome — extreme stress for the global economy of the kind not seen since the Great Depression.

In India too, which implemented a lockdown since 25 March 2020, the pandemic has created shocks ripping through society and the world of business. The picture of millions of unemployed daily wage workers and their families trying to trudge back to their villages hundreds of kilometres away; shut factories and stores; empty construction sites; and a nation being deprived of its natural economic vigour are vignettes of this scourge.

Efforts are being made to carefully open up economic activities including construction, factories, shops and stores across most parts of the country with adequate social distancing, use of masks and other stringent health protocols. Even so, returning to the pre-COVID-19 normal seems a long way away. The exit path from such a massive lockdown will be precarious with uneasy consumers, tricky health protocols and an irregular, downbeat business rhythm that will inhibit efficiency.

In response, Governments across the world have unleashed massive fiscal measures to protect economic activity and dramatically strengthen health services and testing. Central banks, too, have initiated multiple monetary and regulatory measures.

India, too, has initiated relief measures. The Government of India announced a slew of wide-ranging reforms across varied sectors amidst a comprehensive package aggregating Rs.20 lakh crore — or approximately 10% of nominal GDP — which covered among others (i) direct cash transfers and food security for vulnerable sections of society, (ii) collateral free loans and concessional credit to farmers and street vendors, (iii) enhancement of systemic liquidity by the Reserve Bank of India (RBI), (iv) special liquidity and partial credit guarantee scheme to provide liquidity to NBFCs, HFCs, MFIs and mutual funds, (v) 100% credit guarantee scheme for aggregate Rs. 3 lakh crore of emergency credit lines by banks and NBFCs to their MSME borrowers and (vi) subordinated debt and equity support to MSMEs. The Government has also initiated compliance relief measures across various regulatory requirements. The RBI has also initiated several measures like reduction in policy rates, monetary transmission, credit flows to the economy and providing relief on debt servicing.

CHL took immediate steps to manage this *force majeure* situation, some of which have been:

- Keeping employee safety as the topmost priority, and so ensuring that all employees moved immediately to 'Work-from-Home' (WFH). All employees were advised to strictly follow lockdown guidelines of the Government,
- Activating the Company's business continuity plans. As a result, BFL and all its subsidiaries continued operating under a WFH protocol, and
- Triggering business continuity plans — for servicing and recovery

Market Scenario

FY2020 began with an expectation that the year would witness a slowdown in growth owing to a significant moderation in economic activity. Recognising the economic headwinds, the Government of India undertook various measures to boost growth — which included a substantial tax relief to the corporate sector to boost investments. Even without the terrible effects of COVID-19, India's GDP growth was rapidly slowing down.

Systemic liquidity has remained in surplus territory since June 2019. The domestic money market conditions tightened considerably since the onset of COVID-19, with bond markets witnessing a sharp rise in yields on the back of sustained Foreign Portfolio Investor (FPI) selling. Continuous redemption pressures and an overall risk aversion have elevated yields on all fixed income segments like commercial papers and corporate bonds. Moreover, the recent action of one of the mutual funds to shut six of its open-ended debt schemes created a tizzy in the money markets.

Thankfully, the RBI intervened and provided a special liquidity facility for mutual funds of up to Rs.50,000 crore through commercial banks. While this will ease liquidity pressures on mutual funds and provide confidence to financial system, it is definitely going to have an impact on pricing and flow of funds in money markets.

Having said this, the outlook for the coming year is expected to be extremely demanding. In the current situation, lending businesses face four daunting challenges of (i) disruption in business acquisition, (ii) providing customers adequate relief on their debt servicing obligations, (iii) dealing with a weakened customer service and debt recovery infrastructure, and (iv) continuing to service their own debt.

Analysis of performance for the year

The detailed highlights of the performance are produced elsewhere in the Director's Report.

Opportunities and Threats

As an NBFC, CHL is exposed to credit, liquidity and interest rate risk. It has continued to invest in talent, processes and emerging technologies for building advanced risk and underwriting capabilities. Sustained efforts to strengthen the risk framework and portfolio quality have yielded consistently better outcomes for the Company.

CHL identifies various operational risks inherent in its business moCHL. The operational risks are risk of a loss resulting from inadequate or failed internal process, people and systems, or from external events.

CHL continues to evolve on a journey where analytics and technology are integral to business strategy. It uses analytics capabilities for making appropriate product offerings to customers, marketing campaign management, risk management and customer experience.

Internal control system and their adequacy

The Company has an effective internal control system, commensurate with its size and nature to ensure smooth business operation, including assurance of recording all the transaction details, ensuring regulatory compliance and protecting the Company assets from any kind of loss or misuse. It evaluates the adequacy of all internal controls and processes, and ensures strict adherence to clearly laid down processes and procedures as well as to the prescribed regulatory and legal framework. The Company has further strengthened its internal audit function by investing in domain specialists to increase effectiveness of controls. The Audit Committee of the Board of

Directors reviews the internal audit reports and the adequacy and effectiveness of the internal controls.

Fulfilment of the RBI's norms and standards

CHL fulfils norms and standards laid down by the RBI relating to the recognition and provisioning of non-performing assets, capital adequacy, statutory liquidity ratio, etc.

Development in human resources

The Company continues to lay emphasis on people, its most valuable resource. In an increasingly competitive market for human resources, it seriously focuses on attracting and retaining the right talent. It provides equal opportunity to employees to CHLiver results.

Conclusion

Certain statements in the Management Discussion and Analysis describing the Company's objectives, predictions may be "forward-looking statements" within the meaning of applicable laws and regulations. Actual results may vary significantly from the forward looking statements contained in this document due to various risks and uncertainties.

**DECLARATION ON COMPLIANCE OF
THE COMPANY'S CODE OF CONDUCT**

**To
The Members of
Chitrakut Holdings Limited**

I, Rajendra Kumar Saraogi, Executive Director of the Company declare that all Board Members and Senior Management of the Company have affirmed compliance with the Code of Conduct for the year ended 31st March, 2020.

Place : Kolkata
Date : 08.12.2020

Rajendra Kumar Saraogi
Whole-time Director



CERTIFICATE ON CORPORATE GOVERNANCE

TO
THE MEMBERS OF
CHITRAKUT HOLDINGS LIMITED

We have examined the compliance of conditions of Corporate Governance by Chitrakut Holdings Limited for the year ended 31st March, 2020, as stipulated in regulations 17, 18, 19, 20, 21, 22, 23, 24, 25, 26, 27 and clauses (b) to (i) of sub-regulation (2) of regulation 46 and para C, D and E of Schedule V of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (collectively referred to as "SEBI Listing Regulations, 2015").

The compliance of conditions of corporate governance is the responsibility of the Company's Management. Our examination was carried out in accordance with the Guidance Note on Certification of Corporate Governance, issued by the Institute of Chartered Accountants of India and was limited to procedures and implementation thereof, adopted by the Company for ensuring the compliance of the conditions of corporate governance. It is neither an audit nor an expression of opinion on the financial statements of the Company.

In our opinion and to the best of our information and according to the explanations given to us, we certify that the Company has complied with the conditions of corporate governance as stipulated in the SEBI Listing Regulations, 2015.

We 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.

For Vasudeo & Associates
Chartered Accountants

Place : Kolkata
Date : The 8th day of December, 2020

(Vasudeo Agarwal)
(Partner)



INDEPENDENT AUDITORS' REPORT

To
The Members of
CHITRAKUT HOLDINGS LIMITED

Report on the Audit of the Financial Statements

Opinion

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

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

Basis for opinion

We conducted our audit in accordance with the standards on auditing specified under section 143 (10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the auditor's responsibilities for the audit of the Financial Statements section of our report. We are independent of the Company in accordance with the code of ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the Financial Statements under the provisions of the Act and the rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the code of ethics.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on the Ind AS financial statements.

Key Audit Matters

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



Key Audit Matters	Auditor's Response - Principal Audit Procedures
<p>1. Transition to Ind AS</p> <p>The Company has adopted Ind AS prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015 from April 01, 2019 and the effective date of such transitions April 01, 2018. For periods upto and including the year ended March 31, 2019, the Company had prepared and presented its financial statements in accordance with Accounting Standards prescribed under the section 133 of the Act (Indian GAAP).</p> <p>Accordingly, for transition to Ind AS, the Company has prepared its financial statements for the year ended March 31, 2020, together with the comparative financial information for the previous year ended March 31, 2019 and the opening Balance Sheet as at April 01, 2018 under Ind AS.</p> <p>Ind AS are new and complex accounting standards which require considerable judgment and interpretation in their implementation. Further, Ind AS 101 ("First-time Adoption of Indian Accounting Standards") allows two categories of exceptions to the first-time adopters, which mainly includes prohibition to retrospective application of certain requirements of IndAS and exemption from some requirements of IndAS.</p> <p>We consider this transition and the required disclosures to be a key audit matter because new accounting policies have been adopted by the Company to comply with these standards. Note No. B(i) "Significant Accounting Policies" and Note No.30 "First time Adoption" to the IndAS financial statements provides detailed information on</p>	<p>Our audit procedures included but were not limited to the following:</p> <ul style="list-style-type: none">-Assessed the Company's process to identify the impact of adoption and transition to Ind AS;- Evaluated the design of internal controls and tested the operating effectiveness of key internal controls around the process of preparation of IndAS financial statements;-Reviewed the mandatory and optional exemptions and exceptions allowed by IndAS and availed by the Company in applying the first-time adoption principles of Ind AS 101;-Obtained an understanding of the governance over the determination of key judgments;-Evaluated and tested the key assumptions and judgments adopted by management in line with principles under Ind AS;-Assessed the disclosures made as required by the relevant Ind AS; and- Determined the appropriateness of the methodologies and models used along with the responsibility of the outputs.



the significant policies, critical judgement and estimation along with details of exemptions applied from certain requirements under IndAS, based on which these Ind AS financial statements are prepared.

2. Impairment loss allowance of loans

Impairment loss allowance of loans ("Impairment loss allowance") is a key audit matter as the company has significant credit risk exposure. The value of loans on the balance sheet is significant and there is a high degree of complexity and judgment involved for the Company in estimating individual and collective credit impairment provisions, write-offs against these loans and to additionally determine the potential impact of unprecedented COVID-19 pandemic on asset quality and provision of the Company.

The Company's model to calculate expected credit loss ("ECL") is inherently complex and judgment is applied in determining the three-stage impairment model ("ECL Model"), including the selection and input of forward-looking information. ECL provision calculations require the use of large volumes of data. The completeness and reliability of data can significantly impact the accuracy of the modelled impairment provisions. The accuracy of data flows and the implementation of related controls are critical for the integrity of the estimated impairment provisions.

We started our audit procedures with the understanding of the internal control environment related to Impairment loss allowance. Our procedures over internal controls focused on recognition and measurement of impairment loss allowance. We assessed the design and tested the operating effectiveness of the selected key controls implemented by the Company.

We also assessed whether the impairment methodology used by the Company is in accordance with the assumptions and methodology approved by the Board of Directors of the Company, which is based on and in compliance with Ind AS 109, "Financial instruments". More particularly, we assessed the approach of the Company regarding the definition of default, Probability of Default, Loss Given Default and incorporation of forward-looking information for the calculation of ECL.

For loans which are assessed for impairment on a portfolio basis, we performed particularly the following procedures:

- tested the reliability of key data inputs and related management controls;
- checked the stage classification as at the balance sheet date as per definition of default;
- validated the ECL model and calculation;
- calculated the ECL provision manually for a selected sample.



Other Information

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Management Discussion and Analysis, Board's Report including Annexures to Board's Report, Report on Corporate Governance but does not include the Ind AS financial statements and our auditor's report thereon. The above mentioned other information are expected to be made available to us after the date of this auditor's report.

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

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

When we read the other information, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance.

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 Ind AS 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 accounting principles generally accepted in India, including Ind AS prescribed under section 133 of the Act, read with the Companies (Indian Accounting Standards) Rules, 2015, as amended. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Ind AS financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

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



Auditor's responsibilities for the audit of the Ind AS 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 control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Financial Statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the Financial Statements, including the disclosures, and whether the Financial Statements represent the underlying transactions and events in a manner that achieves fair presentation.

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.

Other Matter

The comparative financial information of the Company for the year ended March 31, 2019 and the transition date opening balance sheet as at April 01, 2018 included in these Ind AS financial statements, are based on the previously issued statutory financial statements prepared in accordance with the Companies (Accounting Standards) Rules, 2006 audited by us whose report for the year ended March 31, 2019 and March 31, 2018 dated May 30, 2019 and May 30, 2018 respectively expressed unmodified opinion on those financial statements, as adjusted for the differences in the accounting principles adopted by the Company on transition to the Ind AS, which have been audited by us.

Our opinion is not modified in respect of this matter

Report on other legal and regulatory requirements

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

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

- (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
- (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
- (c) The Balance Sheet, the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Changes in Equity and the Statement of Cash Flows dealt with by this report are in agreement with the books of account;
- (d) In our opinion, the aforesaid Financial Statements comply with the Ind AS prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended;



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

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

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

- i. The Company has disclosed the impact of pending litigations on its financial position in its financial statement - Note No. 34 to the Financial Statements.
- ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses; and
- iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.

Place:- 5 & 6, Fancy Lane 3rd Floor,
Room No. 9, Kolkata- 700 001

For VASUDEO & ASSOCIATES
Chartered Accountants

Dated: The 8th Day of December, 2020

CA. SAURABH MODI
(Partner)

UDIN-

Membership. No. 303815
Firm Reg No. 319299E



Annexure -A to the Independent Auditors' Report

Referred to in paragraph 1 under the heading 'Report on Other Legal & Regulatory Requirement' of our report of even date to the financial statements of the Company for the year ended March 31, 2020:

- 1) (a) The Company has maintained 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. Pursuant to the program, a portion of the fixed asset has been physically verified by the management during the year and no material discrepancies between the books records and the physical fixed assets have been noticed.
 - (c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the title deeds of immovable properties are held in the name of the company.
- 2) (a) The management has conducted the physical verification of inventory at reasonable intervals.
 - (b) As explained to us, no material discrepancies have been noticed on physical verification of inventories as compared to the book records.
- 3) The company has not granted any loans or advances in the nature of loans to parties covered in the registered maintained under section 189 of the Companies Act, 2013. Hence, the question of reporting whether the terms and conditions of loans are prejudicial to the interests of the company, whether reasonable steps for recovery of overdues of such loans are taken does not arise.
- 4) In our opinion and according to the information and explanations given to us, the company has complied with the provisions of section 185 and 186 of the Companies Act, 2013 In respect of loans, investments, guarantees, and security.
- 5) 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.
- 6) As informed to us, the maintenance of Cost Records has not been specified by the Central Government under sub-section (1) of Section 148 of the Act, in respect of the activities carried on by the company.



7) (a) According to information and explanations given to us and on the basis of our examination of the books of account, and records, the Company has been generally regular in depositing undisputed statutory dues including Provident Fund, Employees State Insurance, Income-Tax, Sales tax, Service Tax, Duty of Customs, Duty of Excise, Value added Tax, Cess and any other statutory dues with the appropriate authorities *except Profession Tax Liability*.

(b) 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 **except Profession Tax of Rs. 2100/-**

(c) According to the information and explanation given to us, there are no dues of income tax, sales tax, service tax, duty of customs, duty of excise, value added tax outstanding on account of any dispute *except the below mentioned cases* :

Statement of Disputed Dues

Name of the Statute	Nature of the Dues	Amount (Rs.)	Period to which the amount relates	Forum where dispute is pending	Remarks, if any
Income Tax Act, 1961	Income Tax	78.42 Lacs	Asst. Year 2012-13	CIT (A) - Kolkata	Refer Note No. 34

- 8) According to records of the company, the company has not borrowed from financial institutions or banks or government issued debentures till 31st March 2020. Hence in our opinion, the questions of reporting on defaults in repayment of loans or borrowing to a financial institutions bank, government or dues to debentures.
- 9) Based upon the audit procedures performed and 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 and term Loans. Accordingly, the provisions of clause 3 (ix) of the Order are not applicable to the Company and hence not commented upon.
- 10) Based upon the audit procedures performed and 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) Based upon the audit procedures performed and the information and explanations given by the management, the managerial remuneration has been paid or provided in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Companies Act;
- 12) In our opinion, the Company is not a Nidhi Company. Therefore, the provisions of clause 4 (xii) of the Order are not applicable to the Company.



- 13) According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with sections 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.
- 14) Based upon the audit procedures performed and 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) Based upon the audit procedures performed and 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 a Non Banking Financial Company and is required to be registered under section 45 IA of the Reserve Bank of India Act, 1934 and accordingly have obtained the required registration certificate from the Reserve Bank of India.

Place:- 5 & 6, Fancy Lane 3rd Floor,
Room No. 9, Kolkata- 700 001

For VASUDEO & ASSOCIATES
Chartered Accountants

Dated: The 8th Day of December, 2020

CA. SAURABH MODI
(Partner)

UDIN-

Membership. No. 303815
Firm Reg No. 319299E



“Annexure B” to the Independent Auditor’s Report of even date on the Ind AS Financial Statements of CHITRAKUT HOLDINGS LIMITED

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

We have audited the internal financial controls over financial reporting of **CHITRAKUT HOLDINGS LIMITED** (“the Company”) as of March 31, 2020 in conjunction with our audit of the Ind AS Financial Statements of the Company for the year ended on that date.

Management’s Responsibility for Internal Financial Controls

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

Auditors’ Responsibility

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

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



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

Meaning of Internal Financial Controls Over Financial Reporting

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

Inherent Limitations of Internal Financial Controls Over Financial Reporting

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

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2020, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

Place:- 5 & 6, Fancy Lane 3rd Floor,
Room No. 9, Kolkata- 700 001

For VASUDEO & ASSOCIATES
Chartered Accountants

Dated: The 8th Day of December, 2020

CA. SAURABH MODI
(Partner)

UDIN-

Membership. No. 303815
Firm Reg No. 319299E

CHITRAKUT HOLDINGS LIMITED

CIN: L51909WB1988PLC044765

Balance Sheet as at 31st March, 2020**Amount in Lacs**

	Note No.	As at 31.03.2020	As at 31.03.2019	As at 01.04.2018
ASSETS				
1 FINANCIAL ASSETS				
a	1	84.75	77.97	97.78
b				
c	3	1,886.54	1,873.55	1,940.47
d	4	94.03	117.72	75.19
e	5	130.01	197.70	165.21
2 NON FINANCIAL ASSETS				
a	6	46.58	31.85	8.37
b	7	45.61	45.61	45.61
c	8	7.81	-	0.36
d	9	3.42	4.69	6.60
e	10	0.96	0.89	0.81
Total Assets		2,299.71	2,352.37	2,341.10
LIABILITIES AND EQUITY				
I LIABILITIES				
1 FINANCIAL LIABILITIES				
a				
i				
ii				
b	11	40.64	0.25	-
2 NON FINANCIAL LIABILITIES				
a	12	-	1.81	-
b	13	1.62	13.14	18.12
II EQUITY				
a	14	732.00	732.00	732.00
b	15	1,525.46	1,605.17	1,590.98
Total Liabilities and Equity		2,299.71	2,352.37	2,341.10

Significant Accounting Policies : Note A & B

The accompanying notes 1 to 35 are an integral part of the Financial Statements

As per our report of even date annexed

For and on behalf of the Board of Directors

For Vasudeo & Associates

Chartered Accountants

Firm Registration No. 319299E

 R.K.Saraogi
 Whole Time Director
 DIN: 00007503

 K.C.Saraogi
 Director
 DIN: 00007512

CA. SAURABH MODI

Partner

Membership No. 303815

UDIN-

 Nitu Goel
 Company Secretary

 Ruchi Jain
 CFO

Place: Kolkata

Dated: The 8th Day of December, 2020

CHITRAKUT HOLDINGS LIMITED

CIN: L51909WB1988PLC044765

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

Amount in Lacs

	Particulars	Note No.	2019-20	2018-19
I	Revenue from Operations			
i	Interest Income	16	135.23	174.74
ii	Dividend Income	17	15.00	29.54
iii	Sale of products (including Excise Duty)	18	164.21	268.56
	Total Revenue from Operations		314.44	472.84
II	Other Income	19	13.98	25.76
III	Total Income (I+II)		328.42	498.60
IV	EXPENSES			
i	Finance Costs	20	0.70	0.28
ii	Impairment on Financial Instruments	21	13.92	41.97
iii	Purchase of stock-in-trade	22	168.59	328.93
iv	Changes in Inventories of Finished Goods, Stock-In-Trade and Work-in-Progress	23	67.68	(32.48)
v	Employee Benefits Expense	24	18.70	19.50
vi	Depreciation, Amortisation and Impairment	25	1.27	1.90
vii	Other Expenses	26	136.75	124.68
	Total Expenses (IV)		407.61	484.78
V	Profit/(Loss) before Exceptional Items and Tax (III - IV)		(79.19)	13.82
VI	Exceptional Items		-	-
VII	Profit/(Loss) before Tax (V - VI)		(79.19)	13.82
VIII	Tax Expense:			
	Current Tax	27	-	6.00
	Deferred Tax		0.03	(0.06)
IX	Profit/(Loss) for the period from continuing operations (VII - VIII)		(79.22)	7.88
X	Profit/(loss) from discontinued operations		-	-
XI	Tax Expense of discontinued operations		-	-
XII	Profit/(loss) from discontinued operations(After tax) (X-XI)		-	-
XIII	Profit/(loss) for the period (IX+XII)		(79.22)	7.88
XIV	Other Comprehensive Income			
a.i	Items that will not be reclassified to profit or loss	28	(10.14)	8.53
a.ii	Income tax relating to items that will not be reclassified to profit or loss		9.65	(2.22)
	Other Comprehensive Income for the period (Net of Tax) (XIV)		(0.49)	6.31
XV	Total Comprehensive Income for the period (XIII + XIV)		(79.71)	14.19
XVI	Earnings Per Share	29		
i	Basic (Equity Share Face Value ₹ 10/- each)		(1.08)	0.11
ii	Diluted (Equity Share Face Value ₹ 10/- each)		(1.08)	0.11

Significant Accounting Policies : Note A & B

The accompanying notes 1 to 35 are an integral part of the Financial Statements

As per our attached report of even date

For and on behalf of the Board of Directors

For Vasudeo & Associates

Chartered Accountants

Firm Registration No. 319299E

R.K.Saraogi

Whole Time Director

DIN: 00007503

K.C.Saraogi

Director

DIN: 00007512

CA. SAURABH MODI

Partner

Membership No. 303815

UDIN-

Place: Kolkata

Dated: The 8th Day of December, 2020

Nitu Goel

Company Secretary

Ruchi Jain

(CFO)

CHITRAKUT HOLDINGS LIMITED

CIN: L51909WB1988PLC044765

Statement of Change in Equity for the year ended 31st March, 2020

A. Equity Share Capital

Balance at the beginning of the reporting period i.e. 1st April 2018

Changes in Equity Share Capital during the year

Balance at the end of the reporting period i.e. 31st March 2019

Changes in Equity Share Capital during the year

Balance at the end of the reporting period i.e. 31st March 2020

Amount in Lacs

732.00

-

732.00

-

732.00

B. Other Equity

				Other Comprehensive Income	Total
	Reserve Fund	Retained Earnings	Securities Premium	Equity Instrument through Other Comprehensive Income	
Balance at the beginning of the reporting period i.e. 1st April 2018	153.37	575.12	860.00	-	1,588.49
Changes in account policy/prior period errors	-	-	-	-	-
Fair value change of Investments (net of deferred tax)	-	-	-	2.49	2.49
Restated balance as at 1st April, 2018	153.37	575.12	860.00	2.49	1,590.98
Profit/(Loss) for the Year	-	7.88	-	-	7.88
Fair value change of Investments (net of deferred tax)	-	-	-	6.31	6.31
Transfer to/ (from) Retained Earnings	1.58	(1.58)	-	-	-
Balance at the end of the reporting period i.e. 31st March 2019	154.95	581.42	860.00	8.80	1,605.17

CHITRAKUT HOLDINGS LIMITED

CIN: L51909WB1988PLC044765

Statement of Change in Equity for the year ended 31st March, 2020

				Other Comprehensive Income	Total
	Reserve Fund	Retained Earnings	Securities Premium	Equity Instrument through Other Comprehensive Income	
Balance at the beginning of the reporting period i.e. 1st April 2019	154.95	581.42	860.00	8.80	1,605.17
Profit/(Loss) for the Year	-	(79.22)		-	(79.22)
Fair value change of Investments (net of deferred tax)	-	-		(0.49)	(0.49)
Transfer to/ (from) Retained Earnings	-	26.97		(26.97)	-
Balance at the end of the reporting period i.e. 31st March 2020	154.95	529.17	860.00	(18.66)	1,525.46

The accompanying notes are an integral part of the Financial Statements

As per our Report annexed of even date

For and on behalf of the Board of Directors

For Vasudeo & Associates

Chartered Accountants

Firm Registration No. 319299E

CA. SAURABH MODI

Partner

Membership No. 303815

UDIN-

R.K.Saraogi

Whole Time Director

DIN: 00007503

K.C. Saraogi

Director

DIN: 00007512

Place: Kolkata

Dated: The 8th Day of December, 2020

Nitu Goel

Company Secretary

Ruchi Jain

CFO

CHITRAKUT HOLDINGS LIMITED**CIN: L51909WB1988PLC044765****Cash Flow Statement for the year ended 31st March, 2020**

	<u>2019-20</u> <u>Amount in Lacs</u>	<u>2018-19</u> <u>Amount in Lacs</u>
A. CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit Before Tax & Extraordinary Items	(79.19)	13.82
<u>Adjustment for :</u>		
Depreciation & Amortization Expenses	1.27	1.90
Impairment on Financial Instrument	13.92	41.97
Operating Profit before Working Capital Adjustment	(64.00)	57.69
<u>Changes in Working Capital</u>		
(Increase)/Decrease in Trade Receivables	2.39	(1.69)
(Increase)/Decrease in Loans	(26.91)	24.96
(Increase)/Decrease in Other Financial Asset	67.69	(32.49)
(Increase)/Decrease in Current Tax Asset	(14.73)	(23.48)
(Increase)/Decrease in Other Non-Financial Assets	(0.07)	(0.08)
Increase/(Decrease) in Other Financial Liabilities	-	-
Increase/(Decrease) in Other Non-Financial Liabilities	(11.52)	(4.98)
Cash Generated from Operation	(47.15)	19.93
Less: Payment of Taxes	-	6.00
Net cash flow from operating activities (A)	(47.15)	13.93
B. CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Investments	-	(34.00)
Proceeds from sale of Investments	13.55	-
Net cash realised from Investing Activities (B)	13.55	(34.00)
C. CASH FLOW FROM FINANCING ACTIVITIES		
Increase/(Decrease) in Borrowings	40.39	0.25
Net cash realised from financing activities (C)	40.39	0.25
Net increase/(Decrease) in cash and cash equivalent	6.79	(19.82)
Opening Cash & Cash Equivalent	77.96	97.78
Closing Cash & Cash Equivalent	84.75	77.96
CLOSING CASH & CASH EQUIVALENT		
Cash at Bank	81.90	57.99
Cheque in Hand	2.38	19.76
Cash in Hand	0.47	0.22
	84.75	77.97

As per our attached report of even date

For Vasudeo & Associates

Chartered Accountants

Firm Registration No. 319299E

CA. SAURABH MODI

Partner

Membership No. 303815

UDIN-

Place: Kolkata

Dated: The 8th Day of December, 2020

For and on behalf of the Board of Directors

R.K.Saraogi

Whole Time Director

DIN: 00007503

K.C.Saraogi

Director

DIN: 00007512

Nitu Goel

Company Secretary

Ruchi Jain

CFO

CHITRAKUT HOLDINGS LIMITED

Notes to Financial Statements as on and for the year ended 31st March, 2020

A. CORPORATE INFORMATION

Chitrakut Holdings Limited having its registered office at 1/1 Camac Street, 3rd Floor, Kolkata 700016 is a Non Banking Finance Company (Reg. with RBI) and is engaged in Loan Financing and Investment Shares and Securities.

B. SIGNIFICANT ACCOUNTING POLICIES

B.1 Basis of Preparation

The financial statements of the Company have been prepared to comply with the Indian Accounting standards ('Ind AS'), including the rules notified under the relevant provisions of the Companies Act, 2013. Upto the year ended March 31, 2019, the Company has prepared its financial statements in accordance with the requirement of Indian Generally Accepted Accounting Principles (GAAP), which includes Standards notified under the Companies (Accounting Standards) Rules, 2006 and considered as "Previous GAAP. These financial statements are the Company's first Ind AS financial statements.

The financial statements have been prepared on a historical cost convention on the accrual basis, except for the following assets and liabilities which have been measured at fair value.

- a. Certain financial assets at fair value (refer accounting policy regarding financial instruments).

These financial statements are the Company's first Ind AS financial statements.

The financial statements are presented in Indian Rupees (₹ Lakhs).

B.2 Summary of Significant Accounting Policies

a) Impairment of non-current assets

An asset is considered as impaired when at the date of Balance Sheet there are indications of impairment and the carrying amount of the asset or where applicable the cash generating unit to which the asset belongs exceeds its recoverable amount (i.e. the higher of the net asset selling price less cost to sell and value in use). The carrying amount is reduced to the recoverable amount and the reduction is recognised as an impairment loss in the statement of Profit and Loss. The impairment loss recognised in the prior accounting period is reversed if there has been a change in the estimate of recoverable amount. Post impairment, depreciation is provided on the revised carrying value of the impaired asset over its remaining useful life.

b) Cash and Cash equivalents

Cash and cash equivalent in the balance sheet comprise cash at banks, cash in hand and short-term deposits with an original maturity of three months or less, which are subject to an insignificant risk of changes in value.

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

c) Employee Benefits

Payment of Gratuity Act is not applicable to the company as numbers of employees are less than the minimum required for applicability of Gratuity Act.

d) Tax Expenses

The tax expense for the period comprises of current and deferred tax. Tax is recognised in Statement of Profit & Loss, except to the extent that it relates to items recognised in the

CHITRAKUT HOLDINGS LIMITED

Notes to Financial Statements as on and for the year ended 31st March, 2020

comprehensive income or directly in equity respectively. In which case, the tax is also recognised in other comprehensive income or equity.

Current Tax

Current tax assets and liabilities are measured at the amount expected to be recovered from or paid to the taxation authorities, based on tax rates and laws that are enacted or substantively enacted at the balance sheet date.

Deferred Tax

Deferred tax is recognised on temporary differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit.

Deferred tax liabilities and assets are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realised, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period. The carrying amount of deferred tax liabilities and assets are reviewed at the end of each reporting period.

e) Financial Instruments – Initial recognition, subsequent measurement and impairment

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equally 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. Financial assets are classified, at initial recognition, as financial assets measured at fair value or as financial assets measured at amortised cost.

Financial Assets – Subsequent Measurement

For the purpose of subsequent measurement financial assets are classified in two broad categories:-

- a) Financial Assets at fair value
- b) Financial assets at amortised cost

Where assets are measured at fair value, gains and losses are either recognised entirely in the statement of profit and loss (i.e. fair value through profit or loss) or recognised in other comprehensive income (i.e. fair value through other comprehensive income)

A financial asset that meets the following two conditions in measured at amortised cost (net of any write down for impairment) unless the asset is designated at fair value through profit or loss under the fair value option.

- a) Business Model Test: The objective of the Company's business model is to hold the financial asset to collect the contractual cash flow (rather than to sell the instrument).
- b) Cash Flow Characteristics Test: The contractual terms of the financial asset give rise on specified dates to cash flow that are solely payments of principal and interest on the principal amount outstanding.

CHITRAKUT HOLDINGS LIMITED

Notes to Financial Statements as on and for the year ended 31st March, 2020

A financial asset that meets the following two conditions is measured at fair value through other comprehensive income unless the asset is designated at fair value through profit or loss under the fair value option.

- a) Business Model Test: The financial asset is held within a business model whose objective is achieved by both collecting contractual cash flow and selling financial assets.
- b) Cash Flow characteristics Test: The contractual terms of the financial asset give rise on specified dates to cash flow that are solely payments of principal and interest on the principal amount outstanding.

Even if an instrument meets the two requirements to be measured at amortised cost or fair value through other comprehensive, a financial asset is measured at fair value through profit or loss if doing so eliminates or significantly reduces a measurement or recognition inconsistency (sometimes referred to as an accounting mismatch) that would otherwise arise from measuring assets or liabilities or recognising the gains and losses on them on different bases. All other financial assets are measured at fair value through profit or loss.

All equity instruments are measured at fair value in the balance sheet, with value changes recognised through other comprehensive income, except for those equity instruments for which the entity has elected to present value changes in the statement of profit and loss.

Financial Assets - De-recognition

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 Company's statement of financial position) when:

- a) The rights to receive cash flows from the asset have expired or
- b) The Company has transferred its rights to receive cash flow from the asset or has assumed an obligation to pay the received cash flow in full without material delay to a third party under a pass-through arrangement and either i) the company has transferred substantially all the risks and rewards of the asset, or ii) the company has neither transferred nor retained substantially all the risks and rewards of the assets, but has transferred control of the asset.

When the company has transferred its rights to receive cash flow from an asset or has entered into a pass-through arrangement, it evaluates if and to what extent it has retained the risks and rewards of ownership. When it has neither transferred nor retained substantially all of the risks and rewards of the asset, nor transferred control of the asset, the Company continues to recognise the transferred to recognise the transferred asset to the extent of the Company's continuing involvement. In that case, the company also recognises an associated liability. The transferred asset and the associated liability are measured on a basis that reflects the rights and obligations that the Company has retained.

Continuing involvement that takes the form of a guarantee over the transferred asset is measured at the lower of the original carrying of the asset and the maximum amount of consideration that the company could be required to repay.

Financial Liabilities - Initial Recognition and Measurement

The financial liabilities are recognised initially at fair value and in the case of loans and borrowings and payables, net of directly attributable transaction costs. The Company's financial liabilities include trade and other payable, loans and borrowings including bank overdrafts.

CHITRAKUT HOLDINGS LIMITED

Notes to Financial Statements as on and for the year ended 31st March, 2020

Financial Liabilities – 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.

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

Financial liabilities designated upon initial recognised at fair value through profit or loss are designated at the initial date of recognition and only if the criteria in Ind AS 109 as satisfied.

Financial Liabilities – Loans and Borrowings

After initial recognition, interest bearing loans and borrowings are subsequently measured at amortised cost using Effective Interest Rate (EIR) Method. Gains and losses are recognised in profit and loss when the liabilities are de-recognition as well as through the EIR amortisation process. 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 includes as finance costs in the statement of profit and loss.

Financial Liabilities – De-recognition

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

f) Revenue Recognition and Other Income

Sale of Shares & Securities

Income from Sale of Shares is recognised on the date of transaction.

Interest income

For all financial instruments measured at amortised cost, interest income is recorded using the effective interest rate (EIR). EIR is the rate that exactly discounts the estimated future cash payments or receipts over the expected life of the financial instrument or a shorter period, where appropriate to the net carrying amount of the financial asset. Interest income is included in the other income in the statement of profit and loss.

g) Provisions, contingent liabilities, contingent assets and commitments

Provisions are recognised when the company has a present obligations (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligations and a reliable estimate can be made of the amount of the obligations. If the effect of the time value of money is material, provisions are discounted using equivalent period government securities interest rate. Unwinding of the discount is recognised in the statement of Profit and loss as a finance cost. Provisions are reviewed at each balance sheet date and are adjusted to reflect the current best estimate.

CHITRAKUT HOLDINGS LIMITED

Notes to Financial Statements as on and for the year ended 31st March, 2020

Contingent liabilities are disclosed when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the company or a present obligation that arises from past events where it is either not probable that an outflow of resources will be required to settle or a reliable estimate of the amount cannot be made. Information on contingent liability is disclosed in the Notes to be Financial Statements.

Contingent assets are not recognised. However when the realisation of income is virtually certain, then the related asset is no longer a contingent asset, but it is recognised as an asset.

h) Current and Non-current Classification

A liability is classified as current when it is :

- a) Expected to be settled in normal operating cycle
- b) Held primarily for the purpose of trading
- c) Due to be settled within twelve months after the reporting period or
- d) There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period

All other liabilities are classified as non-current

The operating cycle is the time between the acquisition of assets for processing and their realisation in cash or cash equivalents. Deferred tax assets and liabilities are classified as non-current assets and liabilities. The company has identified twelve months as its normal operating cycle.

i) Fair Value Measurement :

The company measures financial instruments at fair value at each balance sheet date.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either.

- a) In the principal market for the asset or liability or
- b) 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 non-financial asset takes into account a market participants ability to generate economic benefits by using the asset in its highest and best use or by selling it to another market participant that would use the asset in its highest and best use.

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

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorised within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole.

- a) Level 1 - Quoted (unadjusted) market prices in active markets for identical assets or liabilities.

CHITRAKUT HOLDINGS LIMITED

Notes to Financial Statements as on and for the year ended 31st March, 2020

- b) Level 2 - Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable.
- c) Level 3 - Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable

For assets and liabilities that are recognised in the financial statements on a recurring basis, the company determines whether transfers have occurred between levels in the hierarchy by re-assessing categorisation (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period.

j) Offsetting Financial Instruments

Financial assets and liabilities are offset and the net amount is reported in the balance sheet where there is a legally enforceable rights to offset the recognised amounts and there is an intention to settle on a net basis or realise the asset and settle the liability simultaneously. The legally enforceable rights must not be contingent on future events and must be enforceable in the normal course of business and in the event of default, insolvency or bankruptcy of the company or counterparty.

B.3 Significant Accounting Judgement, Estimates and Assumptions

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the reported amounts of revenues, expenses, assets, and liabilities and the accompanying disclosures, and the disclosure of contingent liabilities. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of assets or liabilities affected in future period. The key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year, are described below. The company based its assumptions and estimates on parameters available when the financial statements were prepared. Existing circumstances and assumptions about future developments, however, may change due to market changes or circumstances arising that are beyond the control of the company. Such changes are reflected in the assumptions when they occur.

Contingencies

Management has estimated the possible outflow of resources at the end of each annual reporting period, if any, in respect of contingencies / claim / litigations against the company as it is not possible to predict the outcome of pending matters with accuracy.

Impairment of Financial Assets

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

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. It is

CHITRAKUT HOLDINGS LIMITED

Notes to Financial Statements as on and for the year ended 31st March, 2020

determined for an individual asset, unless the asset does not generate cash inflows that are largely independent to those from other assets or groups of assets. Where the carrying amount of an asset or CGU exceeds its recoverable amount, the asset is considered impaired and is written down to its recoverable amount. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. In determining fair value less cost of disposal recent market transactions are taken into account. If no such transactions can be identified, an appropriate valuation model is used. These calculations are corroborated by valuation multiples or other available fair value indicators.

Fair Value Measurement of Financial Instruments

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

CHITRAKUT HOLDINGS LIMITED

CIN: L51909WB1988PLC044765

Notes on Financial Statements for the year ended 31st March, 2020

	<u>As at</u> <u>31.03.2020</u> <u>Amount in Lacs</u>	<u>As at</u> <u>31.03.2019</u> <u>Amount in Lacs</u>	<u>As at</u> <u>01.04.2018</u> <u>Amount in Lacs</u>
1	<u>Cash and Cash Equivalents</u>		
i	0.47	0.22	2.37
ii	81.90	57.99	35.41
iii	2.38	19.76	60.00
	<u>84.75</u>	<u>77.97</u>	<u>97.78</u>
2	<u>Receivables</u>		
i	<u>Trade Receivables</u>		
a	-	-	-
b	<u>Receivables considered good - Unsecured</u>		
	-	2.39	0.70
	-	-	-
c	-	-	-
d	-	-	-
	Total - Gross	2.39	0.70
	-	-	-
	Total - Net	2.39	0.70
3	<u>Loans</u>		
i	<u>At amortised cost</u>		
a	<u>Loans repayable on Demand</u>		
	-	-	-
	-	-	-
	1,731.19	1,856.69	1,861.64
	253.67	101.26	121.26
	Total - Gross	1,957.95	1,982.90
	98.32	84.40	42.43
	Total - Net (i)	1,873.55	1,940.47
(A)	<u>Secured/Unsecured:</u>		
(a)	-	-	-
(b)	1,984.86	1,957.95	1,982.90
	Total (A) - Gross	1,957.95	1,982.90
	98.32	84.40	42.43
	Total (A) - Net	1,873.55	1,940.47
(B)	<u>(i) Loans in India</u>		
(a)	1,984.86	1,957.95	1,982.90
	Total (B) (i) - Gross	1,957.95	1,982.90
	98.32	84.40	42.43
	Total (B) (i) - Net	1,873.55	1,940.47

CHITRAKUT HOLDINGS LIMITED**CIN: L51909WB1988PLC044765****Notes on Financial Statements for the year ended 31st March, 2020**

	<u>As at</u> <u>31.03.2020</u> <u>Amount in Lacs</u>	<u>As at</u> <u>31.03.2019</u> <u>Amount in Lacs</u>	<u>As at</u> <u>01.04.2018</u> <u>Amount in Lacs</u>
(ii) Loans outside India	-	-	-
Less: Impairment loss allowance	-	-	-
Total (B) (ii) - Net	<u>-</u>	<u>-</u>	<u>-</u>
Total (B) (i+ii)	<u>1,886.54</u>	<u>1,873.55</u>	<u>1,940.47</u>
(C) Stage wise break up of loans			
a Low Credit Risk (Stage 1)	1,731.19	1,856.69	1,861.64
b Significant increase in Credit Risk (Stage 2)	177.42	30.00	92.26
c Credit impaired (Stage 3)	76.25	71.26	29.00
	<u>1,984.86</u>	<u>1,957.95</u>	<u>1,982.90</u>
ii At fair value through other comprehensive income	-	-	-
iii At fair value through profit or loss	-	-	-
iv At fair value designated at fair value through profit or loss	-	-	-
Total (i+ii+iii+iv)	<u>1,886.54</u>	<u>1,873.55</u>	<u>1,940.47</u>
5 Other Financial Assets (Unsecured, considered good)			
a Inventories (Refer Note No. 30)	130.01	197.70	165.21
	<u>130.01</u>	<u>197.70</u>	<u>165.21</u>
Less: Impairment loss allowance	-	-	-
	<u>130.01</u>	<u>197.70</u>	<u>165.21</u>
6 Current Tax Assets (Net)			
Balance with Income Tax Authorities	46.58	31.85	8.37
	<u>46.58</u>	<u>31.85</u>	<u>8.37</u>
7 Investment Property At Amortized Cost			
Property at 64B, Ballygunge Circular Road, Kolkata	45.61	45.61	45.61
	<u>45.61</u>	<u>45.61</u>	<u>45.61</u>

CHITRAKUT HOLDINGS LIMITED**CIN: L51909WB1988PLC044765****Notes on Financial Statements for the year ended 31st March, 2020**

		<u>As at</u> <u>31.03.2020</u> <u>Amount in Lacs</u>		<u>As at</u> <u>31.03.2019</u> <u>Amount in Lacs</u>		<u>As at</u> <u>01.04.2018</u> <u>Amount in Lacs</u>
4	<u>Investments</u>		<u>No. of</u> <u>Shares</u>		<u>No. of</u> <u>Shares</u>	
I	<u>At fair value through other comprehensive income</u>					
	(A) <u>Equity Instruments:</u>					
	i <u>(Quoted, Non trade Investments)</u>					
	Reliance InfraLtd. (Formerly Reliance Energy)	250	0.03	250	0.34	250
	DSQ Software Ltd.	5,000	0.05	5,000	0.33	5,000
	Mishka Finance & Trading Ltd.	52,500	0.53	52,500	3.46	52,500
	Pine Animation Ltd.	30,000	0.30	30,000	7.68	30,000
	Unitech Limited	10,000	0.13	10,000	0.14	10,000
	Tata Consultancy Services Limited	368	6.72	368	7.36	368
	Tata Consultancy Services Limited (Bonus)	368	6.72	368	7.36	-
	Total (i)	98,486	14.47	98,486	26.67	98,118
	ii <u>(UnQuoted, Non trade Investments)</u>					
	<u>In Other Companies*</u>					
	Arch Enclave Pvt. Ltd.	2,500	12.50	2,500	12.50	2,500
	Aryadeep Conclave Pvt. Ltd.	50,000	5.50	50,000	5.50	50,000
	Limton Electro Optics Pvt. Ltd.	32,000	4.80	32,000	4.80	32,000
	Oriental Apartments Pvt. Ltd.	-	-	20,750	10.58	20,750
	Sistema Shyam Teleservices Ltd.	20,644	0.48	20,644	0.48	20,644
	Total (ii)	1,05,144	23.28	1,25,894	33.86	1,25,894
	Total A (i + ii)	2,03,630	37.75	2,24,380	60.53	2,24,012

CHITRAKUT HOLDINGS LIMITED**CIN: L51909WB1988PLC044765****Notes on Financial Statements for the year ended 31st March, 2020**

	<u>As at</u> <u>31.03.2020</u> <u>Amount in Lacs</u>		<u>As at</u> <u>31.03.2019</u> <u>Amount in Lacs</u>		<u>As at</u> <u>01.04.2018</u> <u>Amount in Lacs</u>	
B) Investment in Mutual Fund						
Reliance Top 200 Fund- Growth Plan	2,32,916.587	56.29	1,61,330.483	57.19	57,246.049	17.76
	2,32,916.587	56.29	1,61,330.483	57.19	57,246.049	17.76
Total Gross I=(A+B)	4,36,546.587	94.03	3,85,710.483	117.72	2,81,258.049	75.19
II i Investment outside India	-	-	-	-	-	-
ii Investment in India	4,36,547	94.03	3,85,710	117.72	2,81,258	75.19
Total Gross II	4,36,547	94.03	3,85,710	117.72	2,81,258	75.19
III Less: Allowance for Impairment Loss	-	-	-	-	-	-
IV Total Net IV = I - III	4,36,547	94.03	3,85,710	117.72	2,81,258	75.19

* Investments are valued at book value calculated on the basis of latest audited financial statements as available with the management.

Cost of quoted investments	95.98	71.98	37.98
Aggregate cost of unquoted investments	23.28	33.86	33.86
Aggregate cost of investments	119.26	105.84	71.84

CHITRAKUT HOLDINGS LIMITED**CIN: L51909WB1988PLC044765****Notes on Financial Statements for the year ended 31st March, 2020**

	<u>As at</u> <u>31.03.2020</u> <u>Amount in Lacs</u>	<u>As at</u> <u>31.03.2019</u> <u>Amount in Lacs</u>	<u>As at</u> <u>01.04.2018</u> <u>Amount in Lacs</u>
8			
<u>Deferred Tax Assets (Net)</u>			
On account of unabsorbed Depreciation	1.25	-	1.23
Financial assets - Investments at FVTOCI	6.56	-	(0.87)
	<u>7.81</u>	<u>-</u>	<u>0.36</u>
10			
<u>Other Non-Financial Assets</u>			
<u>(Unsecured Considered Good)</u>			
Prepaid Expenses	-	-	0.03
Advances to Creditors	-	0.02	-
GST Input Receivable	0.18	0.09	-
Security Deposit	0.78	0.78	0.78
	<u>0.96</u>	<u>0.89</u>	<u>0.81</u>

CHITRAKUT HOLDINGS LIMITED

CIN: L51909WB1988PLC044765

Notes on Financial Statements for the year ended 31st March, 2020

9 Property, Plant & Equipment

Amount in Lacs

PARTICULARS	GROSS BLOCK				DEPRECIATION				NET BLOCK	
	As at 01.04.2019	Addition	Disposal/ Deduction	As at 31.03.2020	As at 01.04.2019	For the Year	Adjustment for Disposal	As at 31.03.2020	As at 31.03.2020	As at 31.03.2019
Furniture & Fixtures	3.33	-	-	3.33	2.62	0.16	-	2.78	0.55	0.71
Computers & Printers	2.66	-	-	2.66	2.58	0.06	-	2.64	0.02	0.08
Plant & Machinery	5.45	-	-	5.45	2.81	0.48	-	3.29	2.16	2.64
Office Equipment	10.06	-	-	10.06	8.80	0.57	-	9.37	0.69	1.26
Total	21.50	-	-	21.50	16.81	1.27	-	18.08	3.42	4.69
Previous Year	21.50	-	-	21.50	14.91	1.90	-	16.81	4.69	-

PARTICULARS	GROSS BLOCK				DEPRECIATION				NET BLOCK	
	As at 01.04.2018	Addition	Disposal/ Deduction	As at 31.03.2019	As at 01.04.2018	For the Year	Adjustment for Disposal	As at 31.03.2019	As at 31.03.2019	As at 31.03.2018
Furniture & Fixtures	3.33	-	-	3.33	2.40	0.22	-	2.62	0.71	0.93
Computers & Printers	2.66	-	-	2.66	2.50	0.08	-	2.58	0.08	0.17
Plant & Machinery	5.45	-	-	5.45	2.23	0.58	-	2.81	2.64	3.22
Office Equipment	10.06	-	-	10.06	7.78	1.02	-	8.80	1.26	2.28
Total	21.50	-	-	21.50	14.91	1.90	-	16.81	4.69	6.60
Previous Year	21.50	-	-	21.50	11.76	3.14	-	14.90	6.60	-

For Property, Plant and Equipment and Intangible Assets existing as on 1st April 2018, i.e. the date of transition to Ind AS for the company, the company has elected to continue with the carrying values under previous GAAP for all the items of property, plant and equipment. The same election has been made in respect of intangible assets also as per the option available under para D7AA of Ind AS 101 "First Time Adoption".

CHITRAKUT HOLDINGS LIMITED**CIN: L51909WB1988PLC044765****Notes on Financial Statements for the year ended 31st March, 2020**

	<u>As at</u> <u>31.03.2020</u> <u>Amount in Lacs</u>	<u>As at</u> <u>31.03.2019</u> <u>Amount in Lacs</u>	<u>As at</u> <u>01.04.2018</u> <u>Amount in Lacs</u>	
11	<u>Borrowings (Other than Debt Securities)</u>			
I	<u>At amortised cost</u>			
	<u>Loan repayable on demand</u>			
a	Loans from related parties	40.64	0.25	-
		40.64	0.25	-
	Less: Interest accrued and due on Borrowings	0.00	-	-
	Total I=(a+b)	40.64	0.25	-
II	<u>Borrowings in India</u>			
i	Borrowings in India	40.64	0.25	-
ii	Borrowings outside India	-	-	-
	Total II=(i+ii)	40.64	0.25	-
12	<u>Deferred Tax Liabilities (Net)</u>			
	On account of unabsorbed Depreciation	-	(1.28)	-
	Financial assets - Investments at FVTOCI	-	3.09	-
		-	1.81	-
13	<u>Other Non-Financial Liabilities</u>			
	Security Deposit	-	12.02	12.02
	Salary Payable	0.90	-	-
	Statutory Dues Payable	0.31	0.65	0.36
	Liabilities for Expenses	0.41	0.47	5.74
		1.62	13.14	18.12
15	<u>Other Equity</u>			
a	<u>Reserve Fund</u>			
	Balance at the beginning of the year	154.95	153.37	153.37
	Addition during the year	-	1.58	-
	Balance at the at the end of the year	154.95	154.95	153.37

CHITRAKUT HOLDINGS LIMITED**CIN: L51909WB1988PLC044765****Notes on Financial Statements for the year ended 31st March, 2020**

	<u>As at</u> <u>31.03.2020</u> <u>Amount in Lacs</u>	<u>As at</u> <u>31.03.2019</u> <u>Amount in Lacs</u>	<u>As at</u> <u>01.04.2018</u> <u>Amount in Lacs</u>
b <u>Securities Premium</u>			
Balance at the beginning of the year	860.00	860.00	860.00
Addition during the year	-	-	-
Balance at the at the end of the year	<u>860.00</u>	<u>860.00</u>	<u>860.00</u>
c <u>Retained Earnings</u>			
Balance at the beginning of the year	581.42	575.12	575.12
Fair value change of Investments (net of deferred tax)	-	-	-
Restated balance at the beginning of the year	<u>581.42</u>	<u>575.12</u>	<u>575.12</u>
Profit / (Loss) for the year	(79.22)	7.88	-
Transfer to Reserve Fund	-	(1.58)	-
Transfer from Other Comprehensive Income	26.97	-	-
Balance at the at the end of the year	<u>529.17</u>	<u>581.42</u>	<u>575.12</u>
d <u>Other Comprehensive Income</u>			
Balance at the beginning of the year	8.80	2.49	-
Addition during the year	(0.49)	6.31	2.49
Transfer to Retained Earnings	(26.97)	-	-
Balance at the at the end of the year	<u>(18.66)</u>	<u>8.80</u>	<u>2.49</u>
Total Other Equity (a+b+c+d)	<u>1,525.46</u>	<u>1,605.17</u>	<u>1,590.98</u>

CHITRAKUT HOLDINGS LIMITED

CIN: L51909WB1988PLC044765

Notes on Financial Statements for the year ended 31st March, 2020

14 Equity Share Capital

	<u>2019-20</u>		<u>2018-19</u>		<u>2017-18</u>	
	<u>No. of Shares</u>	<u>Amount in Lacs</u>	<u>No. of Shares</u>	<u>Amount in Lacs</u>	<u>No. of Shares</u>	<u>Amount in Lacs</u>
a <u>Authorised Share Capital</u>						
Ordinary Equity Shares of ₹ 10/- each with voting rights	73,50,000	735.00	73,50,000	735.00	73,50,000	735.00
	<hr/> 73,50,000	<hr/> 735.00	<hr/> 73,50,000	<hr/> 735.00	<hr/> 73,50,000	<hr/> 735.00
b <u>Issued Share Capital</u>						
Ordinary Equity Shares of ₹ 10/- each with voting rights	73,19,998	732.00	73,19,998	732.00	73,19,998	732.00
	<hr/> 73,19,998	<hr/> 732.00	<hr/> 73,19,998	<hr/> 732.00	<hr/> 73,19,998	<hr/> 732.00
c <u>Subscribed and Paid-up Share Capital</u>						
Ordinary Equity Shares of ₹ 10/- each with voting rights	73,19,998	732.00	73,19,998	732.00	73,19,998	732.00
	<hr/> 73,19,998	<hr/> 732.00	<hr/> 73,19,998	<hr/> 732.00	<hr/> 73,19,998	<hr/> 732.00
d <u>Reconciliation of the number of shares at the beginning and at the end of the year</u>						
	<u>2019-2020</u>		<u>2018-2019</u>		<u>2017-2018</u>	
<u>Equity Shares</u>	<u>No. of Shares</u>	<u>Amount in Lacs</u>	<u>No. of Shares</u>	<u>Amount in Lacs</u>	<u>No. of Shares</u>	<u>Amount in Lacs</u>
At the beginning of the year	73,19,998	732.00	73,19,998	732.00	73,19,998	732.00
Issued during the year	-	-	-	-	-	-
Outstanding at the end of the year	<hr/> 73,19,998	<hr/> 732.00	<hr/> 73,19,998	<hr/> 732.00	<hr/> 73,19,998	<hr/> 732.00

CHITRAKUT HOLDINGS LIMITED

CIN: L51909WB1988PLC044765

Notes on Financial Statements for the year ended 31st March, 2020

e Rights Attached to the Shares

The company has only one class of shares having par value of ₹ 10/- per share. Each holder of equity shares is entitled to one vote per share.

f Details of the Shareholder holding shares more than 5 %

Name of the Shareholder	As at 31st March 2020		As at 31st March 2019		As at 31st March 2018	
	No. of Shares	% of holding	No. of Shares	% of holding	No. of Shares	% of holding
Larry Dealers Private Limited	4,16,666	5.69%	4,16,666	5.69%	4,16,666	5.69%
Netikta Vyaapar Private Limited	6,50,000	8.88%	6,50,000	8.88%	6,50,000	8.88%
Bipasha Vyaapar Private Limited	5,50,000	7.51%	5,50,000	7.51%	5,50,000	7.51%

CHITRAKUT HOLDINGS LIMITED**CIN: L51909WB1988PLC044765****Notes on Financial Statements for the year ended 31st March, 2020**

	<u>2019-20</u>	<u>2018-19</u>
	<u>Amount in Lacs</u>	<u>Amount in Lacs</u>
I <u>Revenue From Operations</u>		
16 <u>Interest Income</u>		
On Financial Assets measured at Amortised Cost		
Interest on Loans	135.23	174.74
	<u>135.23</u>	<u>174.74</u>
17 <u>Dividend Income</u>		
Dividend from Shares lying as Non Current Investments	0.63	0.18
Dividend from shares lying as Inventories	14.37	29.36
	<u>15.00</u>	<u>29.54</u>
18 <u>Sales of Products</u>		
Sales of Shares & Sec.	164.21	268.56
	<u>164.21</u>	<u>268.56</u>
19 <u>Other Income</u>		
Rental Income	12.71	25.76
Miscellaneous Income	1.27	-
	<u>13.98</u>	<u>25.76</u>
20 <u>Finance Costs</u>		
A <u>On Financial liabilities measured at Amortised Cost</u>		
i Interest on borrowings		
From Others	0.70	0.28
	<u>0.70</u>	<u>0.28</u>
21 <u>Impairment on Financial Instruments</u>		
A <u>On Financial Instruments measured at Amortised Cost</u>		
Loans	13.92	41.97
B <u>On Financial Instruments measured at fair value through OCI</u>		
Investments	-	-
	<u>13.92</u>	<u>41.97</u>
22 <u>Purchase of Stock in Trade</u>		
Purchases of Shares & Sec.	168.59	328.93
	<u>168.59</u>	<u>328.93</u>

CHITRAKUT HOLDINGS LIMITED**CIN: L51909WB1988PLC044765****Notes on Financial Statements for the year ended 31st March, 2020**

	<u>2019-20</u> <u>Amount in Lacs</u>	<u>2018-19</u> <u>Amount in Lacs</u>
23 <u>Changes in Inventories of Stock-In-Trade</u>		
Opening Stock in trade	197.69	165.21
Less: Closing Stock in trade	130.01	197.69
	<u>67.68</u>	<u>(32.48)</u>
24 <u>Employee Benefits Expense</u>		
Salary & bonus	18.70	19.50
	<u>18.70</u>	<u>19.50</u>
# Salary & Bonus include ₹ 1.20 Lacs (P.Y. ₹ 2.40 Lacs) paid to Whole Time Director towards managerial remuneration.		
25 <u>Depreciation and Amortisation Expense</u>		
Depreciation of Tangible Assets	1.27	1.90
	<u>1.27</u>	<u>1.90</u>
26 <u>Other Expenses</u>		
Rates & Taxes	0.05	10.17
Rent	0.12	0.12
<u>Payment to Auditors</u>		
For Statutory Audit	0.24	0.24
For Tax Audit	-	0.06
Bad Debts	25.00	
Donation	100.00	100.00
Professional Fees	1.73	1.62
Repair & Maintenance	-	0.15
Listing Fee	0.55	0.49
Miscellaneous Expenses	9.06	11.83
	<u>136.75</u>	<u>124.68</u>
27 <u>TAX EXPENSE</u>		
Income Tax for earlier year	-	-
<u>Current Tax</u>		
Provision for Income Tax	-	6.00
Less: MAT Credit Entitlement	-	-
	<u>-</u>	<u>6.00</u>

CHITRAKUT HOLDINGS LIMITED**CIN: L51909WB1988PLC044765****Notes on Financial Statements for the year ended 31st March, 2020**

	<u>2019-20</u> <u>Amount in Lacs</u>	<u>2018-19</u> <u>Amount in Lacs</u>
27.1 <u>The income tax expenses for the year can be reconciled to the accounting profit as follows:</u>		
	<u>2019-20</u> <u>Amount in Lacs</u>	<u>2018-19</u> <u>Amount in Lacs</u>
Profit before tax	(79.19)	13.82
Applicable Tax Rate	0.26	0.26
Computed Tax Expense	-	6.00
28 <u>OTHER COMPREHENSIVE INCOME</u>		
<u>Items that will not be reclassified to profit or loss</u>		
Fair value change of Investments	(10.14)	8.53
Tax expense on the above	9.65	(2.22)
	<u>(0.49)</u>	<u>6.31</u>
29 <u>Earning per Shares</u>		
Nominal Value of Equity Shares (₹)	10.00	10.00
a) Profit / (Loss) for the period	(79.22)	7.88
b) Weighted Average Number of Equity Shares	73,19,998	73,19,998
Basic EPS (a/b)	(1.08)	0.11
c) Weighted Average Number of Equity Shares	73,19,998	73,19,998
Diluted EPS (a/c)	(1.08)	0.11

CHITRAKUT HOLDINGS LIMITED**CIN: L51909WB1988PLC044765****Notes on Financial Statements for the year ended 31st March, 2020****NOTE NO. 30****INVENTORIES****At Historical Cost or Market Value whichever is lower**

	<u>2019-20</u>		<u>2018-19</u>		<u>2017-18</u>	
A) <u>Shares (Quoted) Fully Paid up</u>	<u>Qty.</u>	<u>Amount in Lacs</u>	<u>Qty.</u>	<u>Amount in Lacs</u>	<u>Qty.</u>	<u>Amount in Lacs</u>
Aditya Birla Money	0	-	1500	0.70	1500	0.76
Bhel	500	0.10	500	0.37	500	0.41
Bhel(Bonus)	250	0.05	250	0.19	250	0.20
Central Bank of India	0	-	800	0.29	800	0.58
EIH Ltd.	727	0.48	727	1.50	727	1.16
GAIL	3000	2.29				
GMR Infra	3500	0.57	3500	0.69	3500	0.59
GVK Power & Infrastructure	0	-	250	0.02	250	0.03
HCC	0	-	2500	0.37	2500	0.56
HDIL	1000	0.01	1000	0.26	1000	0.39
Indian Hotel	1000	0.75	1000	1.55	1000	1.29
IOC	1450	1.18	1450	2.36	1450	2.56
IOC (Bonus)	4350	3.55	4350	7.08	4350	7.68
IVRCL	250	0.00	250	0.01	250	0.01
IVRCL (Bonus)	250	0.00	250	0.01	250	0.01
Jaiprakash Associates	2750	0.03	2750	0.15	2750	0.52
Jaiprakash Associates (Bonus)	750	0.01	750	0.04	750	0.14
Lanco Infratech Ltd.	500	0.00	500	0.01	500	0.01
ONGC	5000	3.42				

CHITRAKUT HOLDINGS LIMITED**CIN: L51909WB1988PLC044765****Notes on Financial Statements for the year ended 31st March, 2020**

Piramal Phytocare (Frmly : Piramal Life Sciences)	14	0.00	1000	0.37	1000	0.37
Reliance Capital	850	0.04	850	1.74	850	3.60
Reliance Home Finance Limited	850	0.01	850	0.24	850	0.51
Reliance Communications	1250	0.01	1250	0.05	1250	0.27
Royal Orchid Hotel	2000	0.82	2000	2.30	2000	3.17
Sail	1500	0.35	1500	0.81	1500	1.05
SBI (New FV Re 1/-)	4000	7.87	4000	12.83	4000	10.00
Shree Renuka Sugar	1000	0.05	1000	0.10	1000	0.15
SPML Infra Ltd.	3000	0.15	3000	0.90	3000	2.65
Suzlon	6250	0.12	6250	0.38	6250	0.67
UB Holdings	500	0.05	500	0.06	500	0.06
Total (A)	46491	21.92	44527	35.38	44527	39.40

B) In Mutual Fund

HDFC Core & Satelite Fund	-	-	-	-	4,40,781.064	82.69
HDFC Cash Management Fund - TP-R-G	1,19,298.961	49.51	-	-	-	-
HDFC Equity Dund - D	-	-	1,35,564.421	69.78	-	-
Nippon India Low Duration Fund-G	2,164.652	58.58	-	-	-	-
Reliance Growth Fund - DP	-	-	1,58,114.016	92.54	-	-
HDFC Top 200 Fund	-	-	-	-	90,899.507	43.12
Total (B)	1,21,463.613	108.09	2,93,678.437	162.32	5,31,680.571	125.81
Total (A+B)	1,67,954.613	130.01	3,38,205.437	197.70	5,76,207.571	165.21

CHITRAKUT HOLDINGS LIMITED

NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2020

- 31 The standalone financial statements of CHITRAKUT HOLDINGS LIMITED for the year ended March 31, 2020 have been prepared in accordance with Ind AS. For the purposes of transition to Ind-AS, the company has followed the guidance prescribed in Ind AS 101 First-Time Adoption of Indian Accounting Standards, with April 1, 2018 as the transition date and IGAAP as the previous GAAP. The transition to Ind-AS has resulted in changes in the presentation of the financial statements, disclosures in the notes thereto and accounting policies and principles. The accounting policies set out have been applied in preparing the standalone financial statements for the year end 31st March, 2020 and the comparative information.
- 32 The Company has complied with the prudential norms as per NBFC's (Reserve Bank) Directions 1998 with regard to Income Recognition, Assets Classification, Accounting Standard and Provision for Bad & Doubtful Debts as applicable to it. Schedule in terms of Paragraph 13 of Non-Banking Financial (Non-Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2007 is annexed hereto separately.
- 33 **Related Party Disclosure :**
 Related party disclosures as required by AS-18 - 'Related Party Disclosure' are given below:
 Key Management Personnel (KMP) : Mr. Rajendra Kumar Saraogi (Whole-time Director), Mr. Kailash Chand Saraogi ,Ms Ruchi Jain (CFO) and Miss Nitu Goel (Company Secretary)

b) Transaction with Related Parties

(Amount in ₹ Lacs)

Name of the Party	Relation	Nature of Transaction	Volume of Transaction		Outstanding as on	
			2019-20	2018-19	31.03.2020	31.03.2019
Ganeshmal Mohanlal	Associate	Rent Given	0.12	0.12	---	---
G.M. Holding Pvt. Ltd.	Associate	Loan (Taken) Loan(Repaid) Interest(Paid)	-- -- --	220.00 220.00 0.28	--	0.22
Rajendra Kumar Saraogi	Whole-time Director	Managerial Remuneration	1.20	1.20	--	--
Meena Devi Jain	Director & CFO	Managerial Remuneration	--	1.20	--	--
Ruchi Jain	CFO	Remuneration	12.00	--	0.90	--
Nitu Goel	Company Secretary	Remuneration	1.60	1.20	--	--

- 34 Management has determined that there were no balances outstanding as at the beginning of the year and no transactions entered with Micro, Small and Medium Enterprises as defined under Micro, Small and Medium Enterprises Development Act, 2006, during the current year, based on the information available with the Company as at March 31, 2020.

CHITRAKUT HOLDINGS LIMITED

NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2020

- 35 During Financial Year Company has received Order Under Section 147/143(3) of the Income Tax Act, 1961 for the financial year 2011-12 (Asst Year 2012-2013) in which certain additions were made by the income tax department while computing the tax liability of the company and accordingly demand of ₹ 78.42 Lacs has been raised by the Authority. But an appeal has been preferred by the Company with CIT(Appeals) for defending the case and management is hoping that the case will be decided in the favour of the company, so no provision has been made in regard to demand raised by the Income Tax Department.
- 36 Previous Year figures have been regrouped and/or rearranged wherever considered necessary.

As per our report of even date.

For Vasudeo & Associates

Chartered Accountants

Firm Registration No. 319299E

R.K.Saraogi

Whole Time Director

DIN: 00007503

K.C.Saraogi

Director

DIN: 00007512

CA. SAURABH MODI

Partner

Membership No. 303815

UDIN-

Place: Kolkata

Dated: The 8th Day of December, 2020

Nitu Goel

Company Secretary

Ruchi Jain

(CFO)

CHITRAKUT HOLDINGS LIMITED**Details to Notes on Balance Sheet**

	<u>As at</u> <u>31.03.2020</u> <u>Amount in Lacs</u>	<u>As at</u> <u>31.03.2019</u> <u>Amount in Lacs</u>	<u>As at</u> <u>01.04.2018</u> <u>Amount in Lacs</u>
<u>Details of Balances with Banks</u>			
RBL Bank	60.37	56.09	33.86
HDFC Bank	0.95	0.95	0.96
Axis Bank	20.58	0.95	0.59
	<u>81.90</u>	<u>57.99</u>	<u>35.41</u>
<u>Details of Trade Receivables</u>			
<u>More than 6 months</u>			
		0.70	-
<u>Less than 6 months</u>			
		1.69	0.70
	<u>-</u>	<u>2.39</u>	<u>0.70</u>
<u>Details of Current Tax Asset</u>			
T.D.S.	-	-	-
Advance Tax	-	-	-
Provision for Income Tax	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>
<u>Details of Balance with Revenue Authorities</u>			
Cash seized by I.T.Dept.	11.00	11.00	11.00
<u>Advance Tax (Net of Provision)</u>			
Self Assessment Tax (A.Y. 2018-19)	9.43	9.43	-
Self Assessment Tax (A.Y. 2017-18)	32.42	32.42	32.42
T.D.S.(A.Y.2017-2018)	19.03	19.03	19.03
T.D.S.(A.Y.2018-2019)	20.02	20.02	20.02
T.D.S.(A.Y.2019-2020)	20.05	20.05	-
T.D.S.(A.Y.2020-2021)	14.73	-	-
Provision for Income Tax (A.Y. 2017-18)	(45.60)	(45.60)	(45.60)
Provision for Income Tax (A.Y. 2018-19)	(28.50)	(28.50)	(28.50)
Provision for Income Tax (A.Y. 2019-20)	(6.00)	(6.00)	-
	<u>35.58</u>	<u>20.85</u>	<u>(2.63)</u>

CHITRAKUT HOLDINGS LIMITED**Details to Notes on Balance Sheet**

	<u>As at</u> <u>31.03.2020</u> <u>Amount in Lacs</u>	<u>As at</u> <u>31.03.2019</u> <u>Amount in Lacs</u>	<u>As at</u> <u>01.04.2018</u> <u>Amount in Lacs</u>
<u>Details of Statutory Dues Payable</u>			
Professional Tax Payable	0.05	0.04	-
GST Payable	-	0.40	0.36
TDS Payable	0.26	0.21	-
	<u>0.31</u>	<u>0.65</u>	<u>0.36</u>
<u>Details of Liabilities for Expenses</u>			
Sunshine Fintrade (Municipal Taxes paid on our behalf)	-	-	5.40
Internal Audit Fee	0.05	0.05	0.06
Tax Audit Payable	-	0.06	0.05
Vasudeo & Associates	0.24	0.24	0.22
Telephone Charges Payable	-	-	0.01
Rent Payable to Ganeshmal Mohanlal	0.12	0.12	-
	<u>0.41</u>	<u>0.47</u>	<u>5.74</u>

CHITRAKUT HOLDINGS LIMITED
Details to Notes on Statement of Profit & Loss

	<u>2019-20</u>	<u>2018-19</u>
	<u>Amount in Lacs</u>	<u>Amount in Lacs</u>
<u>Net Gain on trading portfolio - Investments</u>		
Capital Gain on shares	26.97	-
Add: Profit on Closing Investments	(25.23)	11.88
	1.74	11.88
Less: Profit on Opening Investments	11.88	3.35
	(10.14)	8.53
<u>Rates & Taxes</u>		
Rates & Taxes	0.05	0.05
Municipal Tax	-	10.12
	0.05	10.17
<u>Repair & Maintenance Expenses</u>		
Other Repair & Maint	-	0.15
	-	0.15
<u>Details of Miscellaneous Expenses</u>		
Advertisement Expenses	0.21	0.29
Bank Charges	0.01	0.01
Computer Repair & Maint. Charges	0.05	0.04
Demat Expenses	0.01	0.01
Filing Fees	0.04	0.02
General Expenses	4.41	7.02
Interest on Late Filing of GST & P.Tax Paid	0.01	0.08
Interest on Late Filing of TDS	0.01	0.01
Electric expense	0.01	0.03
Issuer Charges	0.32	0.47
Printing & Stationery	1.80	1.74
Share Transfer Agent Fees	0.05	0.20
Stamp & Postage	0.46	0.36
Telephone & Trunckcalls	0.15	0.20
Appeal filing fee	0.01	-
Travelling & Conveyance	1.51	1.35
	9.06	11.83