



# **MEENAKSHI ENTERPRISES LIMITED** THIRTY SEVENTH ANNUAL REPORT - 2019- 2020 **CORPORATE INFORMATION**

#### **BOARD OF DIRECTORS**

| Mr. Stanley Gilbert Felix Melkhasingh | Managing Director    |
|---------------------------------------|----------------------|
| Mr. Vasalakotram Sampath Sudhakar     | Independent Director |
| Mr. Dinanath Shyam Sundar             | Independent Director |
| Mrs. Sree Kala                        | Independent Director |
|                                       |                      |

| Mr.Ajith Kumar KumbhatDilip | Company Secretary       |
|-----------------------------|-------------------------|
| Mr. Babu Madhurai Muthu     | Chief Financial Officer |

#### Audit Committee:

| Mr. Vasalakotram Sampath Sudhakar     | Independent Director (Chairman) |
|---------------------------------------|---------------------------------|
| Mr. Dinanath Shyam Sundar             | Independent Director            |
| Mr. Stanley Gilbert Felix Melkhasingh | Managing Director               |

#### **Nomination and Remuneration Committee:**

| Mr. Dinanath Shyam Sundar               | Independent Director (Chairman) |
|---|---------------------------------|
| Mr. Vasalakotram Sampath Sudhakar       | Independent Director            |
| Mrs. Sree Kala                          | Independent Director            |
| Stakeholders Relationship Committee:    |                                 |
| Mr. Vasalakotram Sampath Sudhakar       | Independent Director (Chairman) |
| Mr. Dinanath Shyam Sundar               | Independent Director            |
| Mr. Stanley Gilbert Felix Melkhasingh   | Managing Director               |
| Statutory Auditors                      |                                 |
| M/s. Vivekanandan Associates,           |                                 |
| Chartered Accountants                   |                                 |
| Ground Floor, Murugesa Naicker Complex, |                                 |
|   |                                 |

No.81 Greams Road,



Chennai - 600006.

#### **Secretarial Auditors**

M/s. Lakshmmi Subramanian & Associates, Practicing Company Secretaries, Murugesa Naicker Complex, No.81 Greams Road, Chennai - 600006.

#### **Internal Auditors**

Rakesh Sarup& Co. No. 57/9, Sadullah Street, 2nd Floor, Emerald Park, T-Nagar, Chennai, Tamil Nadu 600017

#### Bankers

#### **VIJAYA BANK**

No.123, Dugar Towers, RL Road, Egmore Chennai - 600008 **KOTAK MAHINDRA BANK** No.5107, H2, Second Avenue, Annanagar, Chennai - 600040

#### **Registrars and Share Transfer Agents**

M/s. PurvaSharegistry (INDIA) Private Limited No-9, shiv shakthi Industrial Estate, Ground Floor, J.R. Boricha Marg, Opp.KasturbaHospital, Lower Parel, Mumbai-400 011 (T)(91)-022-2301 6761/2301 8261



(F)(91)-022-23012517 Email: purvashr@mtnl.net.in.

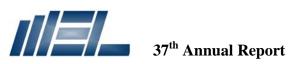
# Stock Exchanges where Company's Securities are Listed

Bombay Stock Exchange.

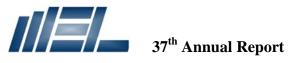
#### **Registered Office**

Portion No.F, old No.24, New No.45 Venkata Maistry Street, Mannady Chennai-600001

Email: investor@melnbfc.com. Website:www.melnbfc.com. Contact Number: 044-4864 4050 Corporate Identity Number: L51102TN1982PLC00971



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**NOTICE** is hereby given that the  $37^{th}$  Annual General Meeting of M/s. Meenakshi Enterprises Limited will be held on Tuesday,  $29^{th}$  September 2020 through Video Conference (VC) or Other Audio-Visual Means (OAVM) at 03.00 P.M. to transact the following business:

#### **ORDINARY BUSINESS**

- 1) To r eceive, c onsider and a dopt t he A udited F inancial S tatements of t he Company f or t he financial y ear ende d M arch 31, 20 20 t ogether w ith t he Reports of the Board of Directors and the Auditors thereon.
- 2) To appoint a Director in place of Mr. Stanley Gilbert Felix Melkhasingh (having DIN: 01676020) who retires from office by rotation and being eligible offers himself for reappointment.

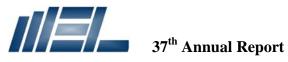
Place: Chennai Date:28.08.2020 By and on behalf of Board of Directors For Meenakshi Enterprises Limited

Sd/-Mr. Stanley Gilbert Felix Melkhasingh Managing Director



## NOTES:

- In view of the situation arising due to COVID-19 global pandemic, the Annual Ι. General Meeting of the companies shall be conducted as per the guidelines issued by the Ministry of Corporate Affairs (MCA) vide Circular No. 14/2020 dated April 8, 2020, Circular No.17/2020 dated April 13, 2020 and Circular No. 20/2020 dated May 05, 2020. The forthcoming AGM will thus be held through video c onferencing (VC) or ot her au dio v isual m eans (OAVM). H ence, Members can attend and participate in the ensuing AGM through VC/OAVM.
- II. Additional i nformation pur suant t o R egulation 36(3) o f t he S ecurities and Exchange B oard of I ndia (Listing O bligations and D isclosure R equirements) Regulations, 20 15 i n r espect o ft he D irector s eeking appointment/reappointment as mentioned under item no. 2 of this notice is appended. Further, the C ompany has r eceived r elevant di sclosure/consent from t he D irector seeking appointment/re-appointment.
- The R egister of M embers and Share Transfer B ooks of the C ompany will Ш. remain closed f romWednesday, 23 <sup>rd</sup> September, 2 020 to Tuesday, 29 <sup>th</sup> September, 2020(both days inclusive) for the purpose of AGM.
- IV. The Register of Directors and Key Managerial Personnel and their shareholding maintained u nder Section 1 70 of t he A ct a nd t he R egister of C ontracts or arrangements in which the Directors are interested, maintained under Section 189 of the Act will be available for inspection by the members at the AGM.
- V. We urge the members to support our commitments to monumental protection by choosing to receive their shareholding communication through mail. You can do this by updating your email address with your Depository Participant.
- Members may also note that the Notice of the 37<sup>th</sup> Annual General Meeting and VI. the Annual R eport 2 019-2020 will be av ailable on t he C ompany's Website, www.melnbfc.com.
- VII. Pursuant to the provisions of the Act, a Member entitled to attend and vote at the AGM is entitled to appoint a proxy to attend and vote on his/her behalf and the proxy need not be a Member of the Company. Since this AGM is being held pursuant to the MCA C irculars through VC / OAVM, phy sical at tendance of Members has been dispensed with. Accordingly, the facility for appointment of proxies by the Members will not be available for the AGM and hence the Proxy Form and Attendance Slip are not annexed to this Notice.
- VIII. The Explanatory S tatement pur suant to S ection 102 of the C ompanies A ct, 2013, which sets out details relating to Special Business at the meeting, is annexed hereto.



- IX. SEBI has al so m andated t hat for registration of t ransfer of securities, t he transferee(s) as well as transferor(s) shall furnish a copy of their PAN card to the Company for registration of transfer of securities.
- X. The Company is concerned about the environment and utilizing natural resources in a suitable way. We request you to up date your em ail address with your Depository participant to enable us to send all the communications via email.

## **XI. VOTING THROUGH ELECTRONIC MEANS:**

- 1. Pursuant to the provisions of Section 108 of the Companies Act, 2013 read with Rule 20 o f the Companies (Management and Administration) Rules, 2014 (as amended) a nd R egulation 4 4 o f SEBI (Listing O bligations & D isclosure Requirements) Regulations 2015 (as amended), and MCA Circulars dated April 08, 2020, April 13, 2020 and May 05, 2020 the Company is providing facility of remote e-voting to its Members in respect of the business to be transacted at the AGM. For this purpose, the Company has entered into an agreement with Central Depository S ervices (India) Li mited (CDSL) f or facilitating v oting t hrough electronic means, as the authorized e-Voting's agency. The facility of casting votes by a member using remote e-voting as well as the e-voting system on the date of the AGM will be provided by CDSL.
- 2. The Members can join the AGM in the VC/OAVM mode 15 minutes before and after the scheduled time of the commencement of the Meeting by following the procedure m entioned in the N otice. The f acility of par ticipation at the A GM through VC/OAVM will be made available to atleast 1000 members on first come first served basis. This will not include large Shareholders (Shareholders holding 2% or m ore s hareholding), P romoters, I nstitutional I nvestors, D irectors, K ey Managerial Personnel, the Chairpersons of the Audit Committee, Nomination and Remuneration C ommittee and S takeholders R elationship C ommittee, A uditors etc. who are allowed to attend the AGM without restriction on account of first come first served basis.
- 3. The attendance of the Members attending the AGM through VC/OAVM will be counted for the purpose of as certaining the quorum under Section 103 of the Companies Act, 2013.
- 4. Pursuant to MCA Circular No. 14/2020 dated April 08, 2020, the facility to appoint proxy to attend and cast vote for the members is not available for this AGM. However, in pursuance of Section 112 and Section 113 of the Companies Act, 2013, r epresentatives of the m embers s uch as the P resident of I ndia or the Governor of a S tate or body corporate can attend the AGM through VC/OAVM and cast their votes through e-voting.



- 5. In line with the Ministry of Corporate Affairs (MCA) Circular No. 17/2020 dated April 13, 2020, the Notice calling the AGM has been uploaded on the website of the Company at www.melnbfc.com. The Notice can also be accessed from the websites of the Stock Exchanges i.e. BSE Limited at www.bseindia.com. The AGM Notice is also disseminated on the website of CDSL (agency for providing the R emote e -Voting f acility a nd e -voting s ystem dur ing t he A GM) i .e. www.evotingindia.com.
- 6. The AGM has been convened through VC/OAVM in compliance with applicable provisions of the C ompanies A ct, 2013 r ead with M CA C ircular N o. 14/2020 dated April 8, 2020 and MCA Circular No. 17/2020 dated April 13, 2020 and MCA Circular No. 20/2020 dated May 05, 2020.

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

- 1. The voting period begins on 26<sup>th</sup> September, 2020 at 09.00 A.M and ends on 28<sup>th</sup> September, 2 020 at 05.00 P.M.During t his period s hareholders' of t he Company, holding shares either in physical form or in dematerialized form, as on the cut-off date i.e22<sup>nd</sup> September, 2020 may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.
- 2. Shareholders who have already voted prior to the meeting date would not be entitled to vote at the meeting venue.
- 3. The shareholders should log on to the e-voting website www.evotingindia.com.
- 4. Click on "Shareholders" module.
- 5. Now, s elect t he "MEENAKSHI E NTERPRISES L IMITED" f rom the dr op d own menu and click on "SUBMIT".
- 6. Now enter your User ID
  - a) For CDSL: 16 digits beneficiary ID,
  - b) For NSDL: 8 Character DP ID followed by 8 Digits Client ID,
  - c) Shareholders holding shares in Physical Form should enter Folio Number registered with the Company.

#### OR

Alternatively, if you are registered for CDSL's EASI/EASIEST e-services, you can log-in at https://www.cdslindia.com from Login - Myeasi using your login credentials. Once you successfully log-in to CDSL's EASI/EASIEST e-services, click on e-Voting option and proceed directly to cast your vote electronically.

7. Next enter the Image Verification as displayed and Click on Login.



8. If y ou ar e h olding s hares i n demat form a nd had l ogged o nt o www.evotingindia.com and voted on a n e arlier e -voting of any company, then your existing password is to be used.

| 9. If you are a first time user follow the steps given below: |
|---|
|---|

|                           | For Shareholders holding shares in Demat Form and                 |  |
|---------------------------|---|--|
|                           | Physical Form   |  |
| PAN                       | Enter your 10 di git al pha-numeric * PAN i ssued by I ncome T ax |  |
|                           | Department (Applicable for both dem at shareholders as well as    |  |
|                           | physical shareholders)  |  |
|                           |   |  |
|                           | • Shareholders w ho hav e not upda ted their P AN w ith t he      |  |
|                           | Company/Depository Participant are requested to use the           |  |
|                           | sequence nu mber sent by C ompany/RTA or c ontact                 |  |
|                           | Company/RTA.  |  |
| Dividend Bank             | Enter the Dividend Bank Details or Date of Birth (in dd/mm/yyyy   |  |
| Details                   | format) as recorded in your dem at ac count or in the company     |  |
| <b>OR</b> Date o f B irth | records in order to login.  |  |
| (DOB)                     | If both the details are not recorded with the depository or       |  |
|                           | company please enter the member id / folio number in the          |  |
|                           | Dividend Bank details field as mentioned in instruction (v).      |  |

- 10. After entering these details appropriately, click on "SUBMIT" tab.
- 11. Shareholders holding s hares i n phy sical form w ill t hen directly r each t he Company s election s creen. H owever, s hareholders h olding s hares i n demat form will now r each 'Password C reation' menu w herein t hey are r equired to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the demat holders for voting for resolutions of any other company on which they are eligible to vote, provided that c ompany opt s for e -voting t hrough C DSL pl atform. I t i s s trongly recommended not to s hare y our pas sword with any ot her person and t ake utmost care to keep your password confidential.
- 12. For shareholders holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.
- 13. Click on the EVSN for the MEENAKSHI ENTERPRISES LIMITED.
- 14. On the voting page, you will see "RESOLUTION DESCRIPTION" and against the same the option "YES/NO" for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.
- 15. Click on t he "RESOLUTIONS F ILE L INK" if y ou w ish t o v iew t he ent ire Resolution details.



- 16. After selecting the resolution you have decided to vote on, click on "SUBMIT". A confirmation box will be di splayed. If you wish to confirm your vote, click on "OK", else to change your vote, click on "CANCEL" and accordingly modify your vote.
- 17. Once you "CONFIRM" your vote on the resolution, you will not be allowed to modify your vote.
- 18. You can also take a print of the votes cast by clicking on "Click here to print" option on the Voting page.
- 19. If a demat account holder has forgotten the login password then Enter the User ID and the image verification c ode and c lick on F orgot P assword & enter the details as prompted by the system.
- 20. Shareholders can also cast their vote using CDSL's mobile app "m-Voting". The m-Voting ap p c an be dow nloaded from r espective S tore. P lease f ollow t he instructions as prompted by the mobile app while Remote Voting on your mobile.

#### XII. PROCESS FOR THOSE SHAREHOLDERS WHOSE EMAIL ADDRESSES ARE NOT REGISTERED WITH THE DEPOSITORIES FOR OBTAINING LOGIN CREDENTIALS FOR E-VOTING FOR THE RESOLUTIONS PROPOSED IN THIS NOTICE:

- 1. For Physical shareholders- please provide necessary details like Folio No., Name of shareholder, scanned copy of the share certificate (front and back), PAN (self attested s canned copy of PAN card), AADHAR (self attested s canned copy of Aadhar Card) by email to investor@melnbfc.com/purvashr@mtnl.net.in.
- For Demat shareholders, please provide Demat account details (CDSL-16 digit beneficiary ID or NSDL-16 digit DPID + CLID), Name, client master or copy of Consolidated Account statement, PAN (self attested scanned copy of PAN card), AADHAR (self at tested s canned copy of A adhar C ard) t o investor@melnbfc.com/purvashr@mtnl.net.in.
- 3. The company/RTA shall co-ordinate with CDSL and provide the login credentials to the above mentioned shareholders.

# XIII. INSTRUCTIONS FOR SHAREHOLDERS ATTENDING THE AGM THROUGH VC/OAVM ARE AS UNDER:

- Shareholder will be provided with a facility to attend the AGM through VC/OAVM through t he C DSL e-Voting s ystem. S hareholders m ay ac cess t he s ame at <u>https://purvashare.instavc.com/broadcast/a4dadf80-ef49-11ea-9c5f-479d0305877a</u> u nder s hareholders/members I ogin by us ing t he remote e -voting c redentials. T he I ink for V C/OAVM w ill be av ailable in shareholder/members login where the EVSN of Company will be displayed.
- 2. Shareholders ar e encouraged to join the Meeting through Laptops / I Pads for better experience.



- 3. Further shareholders will be r equired to allow Camera and use Internet with a good speed to avoid any disturbance during the meeting.
- 4. Please no te t hat Participants C onnecting from M obile D evices or T ablets or through Laptop connecting via Mobile Hotspot may experience Audio/Video loss due to Fluctuation in their respective network. It is therefore recommended to use Stable Wi-Fi or LAN Connection to mitigate any kind of aforesaid glitches.
- 5. Shareholders who would like to express their views/ask questions during the meeting m ay r egister t hemselves as a s peaker by s ending t heir r equest i n advance at l east s even days prior t o meeting mentioning their nam e, de mat account number/folio number, e mail i d, m obile number a t (company em ail i d). The shareholders who do not wish to speak during the AGM but have queries may send their queries in advance seven days prior to meeting mentioning their name, d emat ac count nu mber/folio n umber, e mail i d, m obile nu mber a t investor@melnbfc.com These queries will be replied to by the company suitably by email.
- 6. Those shareholders who have registered themselves as a speaker will only be allowed to express their views/ask guestions during the meeting.

#### **XIV. INSTRUCTIONS FOR SHAREHOLDERS FOR E-VOTING DURING THE AGM** ARE AS UNDER:-

- 1. The procedure for e-Voting on the day of the AGM is same as the instructions mentioned above for Remote e-voting.
- 2. Only those shareholders, who are present in the AGM through VC/OAVM facility and have not casted their vote on the Resolutions through remote e-Voting and are otherwise not barred from doing so, shall be eligible to vote through e-Voting system available during the AGM.
- 3. If any Votes are cast by the shareholders through the e-voting available during the AGM and if the same shareholders have not participated in the meeting through V C/OAVM facility, then the votes cast by such shareholders shall be considered invalid as the facility of e-voting during the meeting is available only to the shareholders attending the meeting.
- 4. Shareholders who have voted through Remote e-Voting will be eligible to attend the AGM. However, they will not be eligible to vote at the AGM.

#### XV. Note for Non – Individual Shareholders and Custodians

1. Non-Individual s hareholders (i.e. other t han I ndividuals, H UF, NRI et c.) a nd Custodians ar e r equired t o l og on to w ww.evotingindia.com and r egister themselves in the "Corporates" module.



- 2. A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to helpdesk.evoting@cdslindia.com.
- 3. After receiving the login details a Compliance User should be created using the admin login and pas sword. The C ompliance U ser w ould be a ble to I ink the account(s) for which they wish to vote on.
- 4. The list of accounts linked in the logins hould be mailed to helpdesk.evoting@cdslindia.com and on approval of the accounts they would be able to cast their vote.
- 5. A scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.
- 6. Alternatively Non Individual shareholders are required to send the relevant Board Resolution/ Authority letter etc. together with attested specimen signature of the duly authorized signatory who are authorized to vote, to the Scrutinizer and to the Company at the email address investor@melnbfc.com., if they have voted from individual t ab & n ot uploaded s ame in t he C DSL e -voting s ystem for the scrutinizer to verify the same.
- XVI. If you have any queries or issues regarding attending AGM & e-Voting from the e-Voting System, you may refer the Frequently Asked Questions ("FAQs") and e-voting manual available at www.evotingindia.com, under help section or write an email to helpdesk.evoting@cdslindia.com.
- XVII. All grievances connected with the facility for voting by electronic means may be a ddressed to Mr. R akesh D alvi, M anager, (CDSL) C entral Depository Services (India) Limited, A Wing, 25th Floor, Marathon Futurex, Mafatlal Mill Compounds, N M Joshi Marg, Lower Parel (East), Mumbai - 400013 or send an email to helpdesk.evoting@cdslindia.com. or call 1800225533.
- XVIII. The C ompany has appointed S mt. Lakshmmi Subramanian, P racticing Company Secretary, to act as the Scrutinizer, for conducting the scrutiny of the votes cast and she has communicated her willingness to be appointed.
- The Scrutinizer, after scrutinizing the votes cast during the AGM and through XIX. remote e-voting, will not later than 48 hours of conclusion of the Meeting, make a c onsolidated s crutinizer's r eport and s ubmit t he s ame t o t he Chairman. T he r esults dec lared al ong with t he c onsolidated s crutinizer's report shall be placed on the website of the Company www.melnbfc.com. and CDSL w ebsite. The r esults s hall s imultaneously be c ommunicated t o t he Bombay Stock Exchange Limited.

Place: Chennai Date: 28.08.2020 By and on behalf of Board of Directors For Meenakshi Enterprises Limited

Sd/-Mr. Stanley Gilbert Felix Melkhasingh Managing Director



## **ANNEXURE TO THE NOTICE**

# AS PER REGULATION 36(3) OF SEBI (LISTING OBLIGATIONS AND DISCLOSURE REQUIREMENTS) REGULATIONS, 2015 AND SECRETARIAL

#### STANDARD ON GENERAL MEETINGS (SS-2) ADDITIONAL INFORMATION ABOUT THE DIRECTORS PROPOSED TO BE APPOINTED/RE-APPOINTED

| Item No.   | 2   |
|--|---|
| Name of the director   | Mr. Stanley Gilbert Felix Melkhasingh   |
| DIN  | 01676020  |
| Age  | 52 years  |
| Date of First Appointment  | 23.09.2013  |
| Qualification  | Bachelor o f C ommerce & D iploma i n E lectrical<br>Engineering.   |
| No. of. Shares held as on 31.03.2020   | 6600  |
| Experience   | He hasa experience of two decades in the field of<br>Administration, s alesand m arketing of C onsumer<br>Durables. He also has an experience of over five<br>years in the business of NBFC.  |
| Terms and C onditions o f<br>Appointment/Re-appointment  | There is no C hange in the terms and conditions<br>since from his previous appointment as Managing<br>Director in the Annual G eneral M eeting held on<br>22 <sup>nd</sup> September, 2018 . H e s hall c ontinue as<br>Managing Director for the residual term of service<br>after re-appointment. |
| Relationship w ith any o ther D irectors and KMP   | NIL   |
| No.of. Board Meetings attended during FY 19-20   | 6 Meetings.   |
| Directorship in ot her companies & LLPs  | NIL   |
| Chairman/Member of the<br>committees of company  | Member in<br>1. Audit Committee.<br>2. Stakeholders Relationship Committee.   |
| Chairman/Member of the Committee<br>of other Public Limited Companies in<br>which he / she is a director | NIL   |
| Last approved Remuneration drawn   | Rs.4.64 lakhs   |



### DIRECTORS' REPORT

To the Members:

Your D irectors hav e pleasure in presenting the 37<sup>th</sup>Annual R eport and A udited Accounts of the Company for the financial year ended 31<sup>st</sup> March, 2020.

### **RESULTS OF OPERATIONS**

| Particulars   | Rs.<br>In Lakhs | Rs<br>In Lakhs |
|---|-----------------|----------------|
|   | 2019-2020       | 2018-2019      |
| Revenue from Operations                             | 217.85          | 363.39         |
| Other Income  | 10.33           | 1.17           |
| Total Income  | 228.19          | 364.56         |
| Total expenses                                      | 265.84          | 378.25         |
| Profit/(Loss) before I nterest a nd<br>Depreciation | (37.65)         | (13.69)        |
| Less: Interest                                      | 1.26            | 7.92           |
| Profit before Depreciation                          | (38.91)         | (21.61)        |
| Less: Depreciation                                  | 0.03            | 0              |
| Profit/ (Loss) before Tax                           | (38.94)         | (21.61)        |
| Exceptional Item - Electricity Duty                 | 0               | 0              |
| Tax expenses:                                       |                 |                |
| Current year  | 0               | 0              |
| Deferred year                                       | 0               | 0              |
| MAT credit entitlement                              | 0               | 0              |
| Other comprehensive income                          | 0               | 0              |
| Transfer to reserve                                 | 0               | 0              |
| Profit/(Loss) carried to Balance sheet              | (38.94)         | (21.61)        |

#### **BUSINESS PERFORMANCE**

The Company during the year achieved a turnover of Rs.217.85 Lakhs, as against Rs.363.39 Lakhs of the previous year. The Company has incurred net loss for the year as Rs. 38.94 Lakhs as compared to the loss of Rs 21.61 Lakhs of the previous year. Your Directors are continuously taking all the efforts to improve the existing Business

#### TRANSFER TO RESERVES

During the year under review the company has incurred loss of Rs. 38.94 Lakhs and hence the company does not have to transfertwenty percent of net profit to statutory reserves as per 45-IC of Reserve Bank of India, Act 1934.



### DIVIDEND

During the year under review the Company has incurred loss of Rs. 38.94 lakhs and hence the Company does not recommend any dividend.

#### SHARE CAPITAL

The paid-up Equity Share Capital as on March 31, 2020 was Rs.12,40,00,000/- No additions and al terations to the capital were made during the financial year 2019-2020.

#### LISTING OF SHARES

The Shares of the Company are listed in the Bombay Stock Exchange.

#### SUBSIDIARIES, ASSOCIATES AND JOINT VENTURE COMPANIES

The Company does not have any subsidiary, associate and joint venture companies.

#### DIRECTORS RESPONSIBILITY STATEMENT

Pursuant to the requirement of Section 1 34(5) of the A ct, the Directors her eby confirm:

- 1. That in the Preparation of Final Accounts, the applicable Accounting Standards had been followed along with proper explanation relating to material departures;
- 2. That they had selected such Accounting Policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of a ffairs of the Company at the end of the Financial Year and of the Profit or Loss of the Company for that period;
- 3. That they had taken proper and sufficient care for the maintenance of adequate Accounting Records in accordance with the provisions of the Act, for safeguarding the A ssets of t he C ompany and for pr eventing and d etecting f raud a nd o ther irregularities;
- 4. That they had prepared the Annual Accounts on a Going Concern basis.
- 5. That they laid down internal financial controls to be followed by the Company and that such internal financial controls are adequate and operating properly; and
- 6. That they have devised proper systems to ensure compliance with the provisions of all applicable laws and t hat s uch s ystems were adeq uate and o perating effectively.



### DIRECTORS AND KEY MANAGERIAL PERSONNEL

#### DIRECTORS

Mr. Stanely Gilbert Felix Melkha Singh, Managing Director, retire by rotation and being eligible, offers himself for re-appointment.

#### **BOARD COMPOSITION**

The B oard is well constituted with composition of one executive and one three independent directors.

| Category                       | Name of Director                                  |
|--------------------------------|---|
| Executive Directors            | Stanely G ilbert Fel ix M elkha S ingh – Managing |
| Executive Directors            | Director  |
| Vasalakotram Sampath Sudhagar, |   |
| Independent Directors          | Dinanath Shyam Sundar and                         |
|                                | Sree Kala   |

#### **KEY MANAGERIAL PERSONNEL**

The key managerial personnel of the Company are as under:

- 1. Mr. Stanely Gilbert Felix Melkha Singh
- 2. Mr. Babu Madhurai Muthu

Managing Director **Chief Financial Officer Company Secretary** 

3. Mr. Ajith Kumar Khumbat

#### NUMBER OF MEETINGS OF THE BOARD

During the year, six Meetings of the Board of Directors were held. The details of the Meetings of the Board are provided in the Corporate Governance Report attached with this Report.

#### **BOARD EVALUATION**

Pursuant to the provisions of the Companies Act, 2013 and of the Listing Agreement, the Board has carried out Annual Performance Evaluation of its own performance, the D irectors i ndividually as well t he ev aluation of t he w orking of i ts A udit, Nomination & Remuneration and Stakeholder Committees. The manner in which the evaluation has been carried out has been explained in the Corporate Governance Report.

#### EVALUATION OF EXECUTIVE DIRECTORS BY INDEPENDENT DIRECTORS MEETING

During the year under review, the Independent Directors met on 08<sup>th</sup> February, 2020 inter alia to:



- i) Review the performance of Non-Independent Directors and the Board as a whole.
- Review the performance of the Chairperson of the Company, taking ii) into ac count t he views of E xecutive D irectors and N on-Executive Directors.
- iii) Assess t he q uality, q uantity a nd timeliness o f flow o f i nformation between the Company's Management and the Board that is necessary for the Board to effectively and reasonably perform their duties.

The above policies are available in the website of the company www.melnbfc.com.

### **INDEPENDENT DIRECTORS' DECLARATION**

All I ndependent D irectors have g iven dec larations t hat t hey m eet t he c riteria o f independence as I aid down und er S ection 149 of the C ompanies A ct, 2013 and Securities a nd E xchange B oard o f I ndia (Listing O bligation & D isclosure Requirements) Regulation 2015 in respect of financial year ended 31<sup>st</sup> March 2020, which has been relied on by the Company and placed at the Board Meeting.

#### FAMILIARIZATION PROGRAM FOR INDEPENDENT DIRECTORS

The Company has practice of conducting familiarization program of the independent directors as detailed in the Corporate Governance Report which forms part of the Annual Report.

### POLICY ON DIRECTORS APPOINTMENT AND REMUNERATION AND OTHER DETAILS

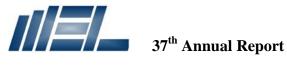
The Company's policy on Directors appointment and remuneration and other matters provided in Section 178(3) of the Act read with Section 197 read with Rule 5 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules 2014 has been disclosed at **Annexure-I.** The policy can be viewed on the company's website: www.melnbfc.com.

#### **BOARD DIVERSITY**

The Company recognizes that building a B oard of diverse and inclusive culture is integral t o i ts s uccess. T he Board c onsiders t hat i ts diversity, i ncluding g ender diversity, is a vital asset to the business. The Board has adopted a Board diversity policy which sets out the approach to diversity of the Board of Directors.

#### NOMINATION AND REMUNERATION POLICY

The C ompany has a N omination and R emuneration P olicy f or appointment and remuneration of the Directors, Key Managerial Personnel and Senior Executives of the C ompany including c riteria for determining g ualifications, p ositive at tributes, independence of a D irector and ot her related matters as required under S ection 178(3) of t he A ct and S EBI (Listing O bligations and D isclosure R equirements) Regulations, 2015 and i s al so av ailable on t he C ompany's w ebsite www.melnbfc.com.



### WHISTLE BLOWER POLICY/VIGIL MECHANISM

The Company has framed a whistle blower policy. Directors and employees have full access to the Chairman of the Audit Committee to report their genuine and serious concernsand is also available on the Company's website www.melnbfc.com.

#### INTERNAL FINANCIAL CONTROL SYSTEMS AND THEIR ADEQUACY

The Company has formulated a F ramework on Internal Financial Controls and I aid down P olicies and procedures c ommensurate w ith t he S ize a nd n ature o f its operations pertaining to financial reporting. In accordance with Rule 8 (5) (viii) of Companies (Accounts) R ules, 2014, the C ompany has ad equate internal c ontrol systems t o m onitor b usiness pr ocesses, financial r eporting and c ompliance with applicable r egulations and t hey ar e ope rating ef fectively. T he s ystems ar e periodically r eviewed by t he A udit C ommittee of t he B oard for i dentification of deficiencies and necessary time bound actions are taken to improve efficiency at all the levels. The Committee also reviews the observations forming part of internal auditors' report, key i ssues and areas of improvement, significant processes and accounting policies.

#### **INTERNAL AUDITORS**

M/s. R akesh Sarup& C o., C hartered Accountants, ar e the I ndependent I nternal Auditors of the Company. The Audit Committee determines the scope of internal Audit in line with regulatory and business requirements.

#### **REPORTING OF FRAUDS BY AUDITORS**

During the year under review, nei ther the Statutory A uditors nor the S ecretarial Auditor h as r eported t o t he A udit C ommittee un der S ection 143 ( 12) o f t he Companies Act, 2013, any instances of fraud committed against the Company by its officers or e mployees, t he d etails of w hich w ould ne ed t o be mentioned in t he Board's Report.

#### **COMMITTEES OF THE BOARD**

With a view to have more focused attention on various business aspects and better accountability, the Board has constituted the following Committees:

- o Audit Committee
- Nomination and Remuneration Committee
- o Stakeholders' Relationship Committee.

The Board Committees meet at regular intervals; take necessary steps to perform their duties entrusted by the Board. The details pertaining to the composition of the various Committees is also available on the Company's website www.melnbfc.com.



#### CODE OF CONDUCT FOR DIRECTORS AND SENIOR MANAGEMENT

The Board of Directors had adopted a Code of Conduct for the Board Members and employees of the Company. This Code helps the Company to maintain the Standard of Business E thics and ens ure c ompliance with the legal requirements of the Company.

The Code is aimed at preventing any wrong doing and promoting ethical conduct at the B oard and by em ployees. The C ompliance O fficer is r esponsible to e nsure adherence to the Code by all concernedand is available on the Company's website www.melnbfc.com.

The Code lays down the standard of conduct which is expected to be followed by the Directors and the designated employees in their business dealings and in particular on matters relating to integrity in the work place, in business practices and in dealing with stakeholders.

All t he B oard M embers and t he S enior M anagement per sonnel hav e c onfirmed compliance with the Code.

#### STATUTORY AUDITORS

At t he A nnual G eneral M eeting held on 30th September, 20 16 the m embers approved t he ap pointment o f M/s. V ivekanandan an d A ssociates, C hartered Accountants (Firm Registration No. 05268S), were appointed as Statutory Auditors of the Company to hold office for a period of Five Yearsfrom the conclusion of that Annual General Meeting till the conclusion of the 38<sup>th</sup>Annual General Meeting of the Company to be held during the calendar year 2021.

#### COMMENT ON STATUTORY AUDITOR'S REPORT

There are no qualifications, r eservations, r emarks or di sclaimers m ade by M/s. Vivekanandan and Associates, Statutory Auditor, in their audit report.

#### **COST AUDITORS**

Pursuant to not ification of Companies (Cost Records and A udit) Rules, 2014 read with C ompanies (Cost Records and A udit) Amendment r ules, 2014, t he C ompany does not fall under the purview of Cost Audit.

#### SECRETARIAL AUDITOR

Pursuant to the requirements of Section 204 (1) of the Companies9Act 2013 and Rule 9 o f C ompanies (Appointment and R emuneration of Managerial P ersonnel) Rules 2014, M/s. La kshmmi S ubramanian & A ssociates, Practicing C ompany Secretaries were appointed to conduct secretarial audit for the financial year 2019-20. The Secretarial Audit report as received from the Secretarial Auditor is annexed to this report as Annexure - II



There are no material qualifications in the Secretarial Audit Report.

### RISK MANAGEMENT

The C ompany has a r obust R isk M anagement framework t o i dentify, ev aluate business r isks an d o pportunities. T his framework s eeks to c reate transparency, minimize a dverse i mpact on the business o bjectives and en hance the C ompany's competitive advantage. The business risk framework defines the risk management approach ac ross t he ent erprise at v arious I evels i ncluding doc umentation a nd reporting. T he framework has different r isk models w hich help i n i dentifying r isks trend, exposure and potential impact analysis at a Company level as also separately for bus iness s egments. T he C ompany has i dentified v arious r isks and al so ha s mitigation pl ans for each r isk i dentified. The R isk M anagement P olicy of t he Company is available on our website www.melnbfc.com.

#### PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS

The Provisions of section 186 of the Companies Act,2013 is not applicable to NBFC Company

#### RELATED PARTY TRANSACTIONS

The c ompany has n ot ent ered i nto a ny c ontracts or ar rangements w ith r elated parties referred to in section 188(1) of the Companies Act, 2013, during the financial year under review. However, the Policy on Related Party Transaction is available on our website: <u>www.melnbfc.com</u>.

#### CORPORATE SOCIAL RESPONSIBILITY (CSR)

Your company is having losses and not having profits more than Rs. FIVE Crores in the year 2019-2020 or net worth more than Rs.500 Crores or turnover of more than Rs.1000 C rores i n t he Previous f inancial y ear and t herefore C onstituting of Corporate Social Responsibility committee and its compliance in accordance with the provisions of section 135 of the Act, does not arise

#### EXTRACT OF ANNUAL RETURN

The extract of the Annual Return in the prescribed Form MGT-9 is annexed to and forms part of this Report. Refer to **ANNEXURE - III** 

#### PARTICULARS OF EMPLOYEES

The Information required under Section 197 (12) of Companies Act, 2013 read with rule 5(1) of t he C ompanies (Appointment an d R emuneration of M anagerial Personnel) Rules, 2014, in respect of employees of the Company, forms part of this Report as **Annexure – I** 

The Information of employees as per Rule 5(2) of the said Act for the year is 5.



### **DISCLOSURE REQUIREMENTS**

As per S EBI Listing R egulations, t he C orporate G overnance R eport w ith t he Auditors' C ertificate t hereon, and t he M anagement D iscussion and Analysis ar e attached, which forms part of this report. The Company has devised proper systems to ensure compliance with the provisions of all applicable Secretarial Standards issued by the Institute of Company Secretaries of India and is of the view that such systems are adequate and operating effectively.

### POLICIES

The Company has adopted the following policies and the same are available in the website of the company www.melnbfc.com.

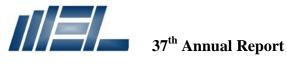
- Code of conduct for Directors and Senior Management i)
- Whistle Blower Policy/ Vigil Mechanism ii)
- iii) Policy of Directors' Appointment and remuneration
- Policy on determining materiality of events iv)
- Policy on documents preservation and archival V)
- Terms and conditions for appointment of independent directors vi)
- vii) Nomination & Remuneration policy
- viii) Policy on related party transactions
- Policy on s exual har assment of women at work place (prevention, ix) prohibition and redressal) Act 2013

#### POLICY ON INSIDER TRADING

On December 31, 2018, the Securities and Exchange Board of India amended the Prohibition o f I nsider T rading R egulations, 2 015, pr escribing v arious new requirements with e ffect from 1 stApril 201 9. In I ine with the a mendments, y our Company has adopted an amended Code of Conduct to regulate, monitor and report trading by Designated Persons and their Immediate Relatives under the Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015. This Code of Conduct also includes code of practices and procedures for fair disclosure of unpublished price sensitive information which has been made available on the Company's website www.melnbfc.com.

#### SEXUAL HARASSMENT OF WOMEN AT WORKPLACE POLICY ON (PREVENTION, PROHIBITION AND REDRESSAL) ACT 2013

The company has in place the Prevention of sexual harassment policy in line with the requirements of the Sexual Harassment of Women at the Workplace (Prevention, Prohibition a nd R edressal) A ct, 20 13. A ll em ployees (permanent, c ontractual, temporary, trainees) are covered under this policy. The said policy is placed in the website of the company viz www.melnbfc.com. The Company has not constituted Internal C omplaint C ommittee as p er t he a foresaid A ctas t here i s n o w oman employee as except contract labourer for housekeeping. However, there were no complaints received pursuant to the Sexual H arassment of the Woman at the Workplace (Prevention, Prohibition and Redressal) Act, 2013



Your D irectors s tate that during t he y ear u nder r eview, t here w as n o c ase filed pursuant to the Sexual Harassment of the Woman at the Workplace (Prevention, Prohibition and Redressal) Act, 2013

#### **DEPOSITS FROM PUBLIC**

During the year under review, your Company has not accepted any deposits from the public within the meaning of Section 76 of the Companies Act, 2013 and rules made thereunder.

#### THE CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO

- 1. Energy Conservation: Conservation of energy continues to receive increased emphasis and steps are being taken to reduce the consumption of energy at all levels. The C ompany has taken s teps to conserve energy in its of fice us e, consequent to which energy consumption had be en minimized. No additional Proposals/ Investments were made to conserve energy. Since the Company has not carried on i ndustrial activities, disclosure regarding impact of measures on cost of production of goods, total energy consumption, etc, is not applicable.
- 2. Foreign Exchange Earnings and Outgo: The Company has not earned or spent any foreign exchange during the year under review.
- 3. Research and Development & Technology Absorption: The Company has not adopted any technology for its business and hence no reporting is required to be furnished under t his heading. The C ompany will adop t nec essary technology as and when required in the furtherance of the business.

#### DETAILS OF SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE **REGULATORS OR COURTS OR TRIBUNALS IMPACTING THE GOING CONCERN STATUS AND COMPANY'S OPERATIONS IN FUTURE**

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

#### MATERIAL CHANGES AND COMMITMENTS OF THE COMPANY

There are no M aterial change and events during the financial year. There are no significant and material or ders pas sed by the regulators or courts or tribunals impacting the going concern status and Company's operations in future.

#### CORPORATE GOVERNANCE REPORT

In ac cordance with S chedule V of the S EBI (Listing O bligations and D isclosure Requirements) R egulations, 2015 C orporate G overnance R eport f orms a part of Director's Report and attached as **Annexure – IV.** 



#### **MANAGEMENT DISCUSSION & ANALYSIS**

In terms of the provisions of R egulation 34 of the SEBI (Listing O bligations and Disclosure R equirements) R egulations, 20 15, t he M anagement's D iscussion and Analysis Report forms a part of Director's Report and attached as Annexure – V.

#### ACKNOWLEDGEMENT

The Board of Directors would like to thank all employees of the Company and also Company's s hareholders, au ditors, c ustomers and bankers for t heir c ontinued support.

Place: Chennai Date: 28.08.2020

By Order of the Board For Meenakshi Enterprises Limited

Sd/-

Sd/-Stanley Gilbert Felix Melkhasingh (DIN: 01676020) (Managing Director)

Vasalakotram Sampath Sudhakar (DIN: 05139324) (Director)



### **ANNEXURES TO THE DIRECTOR'S REPORT**

| ANNEXURE        | PARTICULARS   |
|-----------------|---|
| ANNEXURE – I    | Particulars of Remuneration.  |
| ANNEXURE – II   | Secretarial Audit Report.   |
| ANNEXURE – III  | Extract of Annual Return MGT – 9.                                       |
| ANNEXURE – IV   | Report on Corporate Governance  |
| ANNEXURE – V    | Management Discussion and Analysis<br>Report.                           |
| ANNEXURE – VI   | Certificate on Corporate Governance.                                    |
| ANNEXURE – VII  | Disqualification of Director  |
| ANNEXURE – VIII | Code of Conduct.  |
| ANNEXURE – IX   | Certificate under Regulation 17(8) of SEBI<br>(LODR) Regulations, 2015. |

## **ANNEXURE – I**

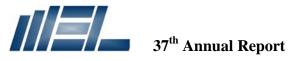
The information under section 197 of the Companies Act 2013 read with Rule 5(1) of the C ompanies(Appointment a nd R emuneration o f M anagerial P ersonnel) R ules, 2014 are given below:

a) The ratio of the remuneration of each director to the median remuneration of the employees of the company for the financial year

| Executive Directors                        | Ratio to Median Remuneration |
|--|------------------------------|
| Mr. S tanley G ilbert Felix M elkhasingh – | 2.38:1                       |
| Managing Director                          | 2.30.1                       |

Median of the employees of the Company as on 31<sup>st</sup> March 2020 is Rs.15018/-

b) The p ercentage i ncrease in r emuneration of e ach D irector, C hief F inancial Officer, Chief Executive Director, Company Secretary or Manager, if any, in the financial year



| Mr. Stanley Gilber Felix Melkhasingh - |                             |
|--|-----------------------------|
| Managing Director                      | 5% increase in remuneration |
| Mr.BabuMadhurai Muthu-CFO              |                             |

c) The per centage i ncrease in the M edian R emuneration of e mployees in the **Financial Year:** 

The Median remuneration of the employee as on 31st March, 2019 Rs.12,000/and as on 31s t M arch, 20 20 w as R s. 15,018/-, t hus t he median e mployee remuneration has increased by 25.15%.

- d) The number of permanent employees on the rolls of the Company: 5
- e) Average percentile increase already made in the salaries of the employees other than the managerial personnel in the last financial year and its comparison with the percentile increase in the managerial remuneration and justification thereof and p oint out if t here are any exceptional c ircumstances for increase in the Managerial remuneration: No major annual increase to employees for the financial year ended 31<sup>st</sup> March 2020.
- f) Affirmation t hat t he r emuneration i s as p er t he r emuneration policy of t he Company:

The company affirms the remuneration is as per the remuneration policy of the company

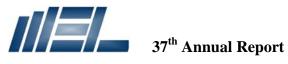
g) None of the other employee is in receipt of remuneration exceeding 850000/- P.M or 10200000/-P.A as prescribed under sub rule 2 of the Rule 5 of Companies (Appointment & Remuneration )Rules, 2014

For and on behalf of the Board

Sd/-Sd/-Stanley Gilbert Felix Melkhasingh Vasalkotram Sampath Sudhakar (DIN: 01676020) (DIN: 05139324) Managing Director

Director

Date:28.08.2020 Place: Chennai



### <u>ANNEXURE – II</u>

#### SECRETARIAL AUDIT REPORT

#### Secretarial Audit Report for the financial year ended 31.03.2020

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

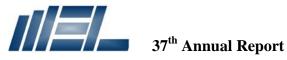
To, The Members Meenakshi Enterprises Limited

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence t o go od c orporate pr actices b y M eenakshi Enterprises L imited (hereinafter c alled t he company). S ecretarial au dit was c onducted i n a m anner t hat provided us a r easonable bas is for evaluating the corporate conducts/ statutory compliances and expressing our opinion thereon.

Based on our verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the company and also the information provided by the Company, its officers, agent s and au thorized r epresentatives during the conduct of s ecretarial aud it, we hereby report that in our opinion, the company has, during the audit period covering the financial year ended on 31 st March, 2 020 c omplied with the s tatutory p rovisions l isted her eunder and al so t hat the Company has proper B oard-processes and c ompliance m echanism in place to the extent, in the manner and subject to the reporting made hereinafter:

We have also examined the following with respect to the new amendment issued vide SEBI Circular number CIR/CFD/CMD1/27/2019 dated 8<sup>th</sup> February, 2019(Regulation 24A of SEBI(LODR)).

- (a) all the documents and records made available to us and explanation provided by Meenakshi Enterprises Limited ("the Listed Entity"),
- (b) the filings/submissions made by the Listed Entity to the Stock Exchanges,
- (c) website of the listed entity,
- (d) books, papers, minute books, forms and r eturns filed with the Ministry of Corporate Affairs and other r ecords m aintained by Meenakshi E nterprises Li mited ("the C ompany") f or t he financial year en ded on 3 1st March, 2020 according to the provisions as applicable to the Company during the period of audit and subject to the reporting made her einafter and in respect of all statutory provisions listed hereunder:
- The Companies Act, 2013 (the Act) and the Rules made there under; as amended from time i. to time
- ii. The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the Rules made there under;
- iii. The Depositories Act, 1996 and the Regulations and Bye-laws framed there under;



- iv. The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):-
  - The S ecurities a nd Exchange B oard of I ndia (Listing O bligations a nd D isclosure (a) Requirements) Regulations, 2015; as amended from time to time
  - The Securities and Exchange Board of India (Substantial Acquisition of Shares and (b) Takeovers) Regulations, 2011; as amended from time to time
  - The S ecurities an d E xchange B oard of I ndia ( Prohibition of I nsider T rading (c) Regulations, 2015; as amended from time to time

We hereby report that

- a. The Li sted E ntity has c omplied with t he pr ovisions of t he abo ve R egulations an d circulars/guidelines issued thereunder, except as specified below.
- b. The Li sted Entity h as m aintained proper r ecords und ert he provisions of t he a bove Regulations a nd c irculars/guidelines i ssued t hereunder i n s o f ar as i t appe ars from our examination of those records.
- c. There were no actions taken aga inst the listed ent ity/its promoters/directors/material subsidiaries either by SEBI or by Stock Exchanges (including under the Standard Operation Procedures issued by SEBI through various circulars) under the aforesaid Acts/Regulations and circulars/guidelines issued thereunder except as mentioned specifically in the 24A report submitted to the stock exchange and forming a part of this report

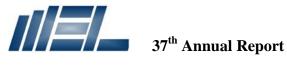
We have also examined the compliance with the applicable clauses of the following:

- The Listing Agreements entered into by the Company with the Stock Exchanges, where the (i) Securities of the Company are listed and the uniform listing agreement with the said stock exchanges pursuant t o t he pr ovisions of t he SEBI (Listing O bligations and D isclosure Requirements) Regulations, 2015
- (ii) Secretarial Standards with respect to Meetings of Board of Directors (SS-1) and General Meetings (SS-2) issued by the Institute of Company Secretaries of India.

In our opinion and as identified and informed by the Management, the following laws are specifically applicable to the Company

- 1. Non-Banking Financial Companies Prudential Norms (Reserve Bank) Directions, 1998.
- 2. Reserve Bank of India Act, 1934
- 3. Guidelines, d irections and i nstructions i ssued by RBI t hrough n otifications a nd c irculars relating to a loan company

It is reported that during the period under review, the Company has been regular in complying with the provisions of the Act, Rules, Regulations and Guidelines, as mentioned above except: -



The Company has appointed Company Secretary cum Compliance Officer as per Section 203 of the Companies Act, 2013 read with Regulation 6 of SEBI (Listing Obligations and

Disclosure Requirements) Regulations, 2015 with effect from 19th January, 2020 in place of • the Company Secretary who has resigned on 19<sup>th</sup> August, 2019.

We further report that there were no actions/events in the pursuance of

- 1. The Securities and Exchange Board of India (Share Based employee Benefits) Regulations, 2014 and the Employees Stock Option Scheme, 2007 approved under the provisions of the Securities and Exchange B oard of India (Employee S tock O ption S cheme and E mployee Stock Purchase Scheme) Guidelines, 1999;
- 2. The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009
- 3. The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998
- 4. The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009;
- 5. The S ecurities a nd Exchange B oard of I ndia (Issue an d L isting of D ebt S ecurities) Regulations, 2008;
- 6. Foreign Exchange Management Act, 1999 and the rules and regulations made there under to the extent of F oreign Direct I nvestment, O verseas D irect I nvestment and E xternal Commercial Borrowings; requiring compliance thereof by the Company during the Financial Year under review.

We further report that, based on the information provided by the Company, its officers and authorized representatives during the c onduct of the audit, i n our opinion, a dequate s ystems and c ontrol mechanism exist in the Company to monitor and ensure compliance with other applicable general laws including Human Resources and Labour laws.

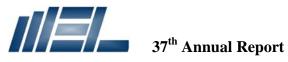
We further report that the compliance by the Company of a pplicable financial laws, like direct and indirect tax laws, has not been reviewed in this Audit since the same have been subject to review by Statutory financial auditor and other designated professionals.

#### We further report that

The c ompany is c onstituted with Executive D irector and I ndependent D irectors. T here w ere no changes in the composition of the Board of Directors during the period under review.

Notice is given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were delivered and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.

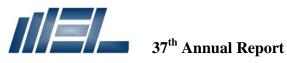
All decisions at Board Meetings and Committee Meetings are carried out unanimously as recorded in the minutes of the meetings of the Board of Directors or Committee of the Board, as the case may be.



We further report that during the audit period no events have occurred, which have a major bearing on the Company's affairs.

Place: Chennai Date: 28-08-2020 For LAKSHMMI SUBRAMANIAN & ASSOCIATES

Sd/-P.S.Srinivasan Partner ACS No. 1090 C.P.No. 3122 UDIN:A001090B000624570



#### **ANNEXURE – A**

To, The Members Meenakshi Enterprises Limited

- 1. Maintenance of secretarial record is the responsibility of the management of the Company. Our responsibility is to express an opinion on these secretarial records based on our audit.
- 2. We have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the secretarial records. The verification was done on the random test basis to ensure that correct facts are reflected in secretarial records. We believe that the processes and practices, we followed provide a reasonable basis for our opinion.
- 3. We have not verified the correctness and appr opriateness of financial r ecords and B ooks of Accounts of the Company.
- 4. Where ever required, we have obtained the Management representation about the compliance of laws, rules and regulations and happening of events etc.
- 5. The compliance of the provisions of C orporate and other applicable laws, rules, regulations, standards is the responsibility of the management. Our examination was limited to the verification of procedures on a random test basis.
- 6. The Secretarial Audit report is neither an assurance as to the future viability of the company nor of the efficacy or effectiveness with which the management has conducted the affairs of the Company.

Place: Chennai Date: 28-08-2020 For LAKSHMMI SUBRAMANIAN & ASSOCIATES

Sd/-P.S.Srinivasan Partner ACS No. 1090 C.P.No. 3122 UDIN: A001090B000624570



## <u>ANNEXURE – III</u>

#### FORM NO. MGT-9 **EXTRACT OF ANNUAL RETURN** As on the financial year ended on 31<sup>st</sup> March, 2020

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

### I. REGISTRATION AND OTHER DETAILS:

| i    | CIN:  | L51102TN1982PLC009711  |
|------|---|--|
| ii   | Registration Date   | 27/11/1982   |
| iii. | Name of the Company   | Meenakshi Enterprises Limited  |
| iv.  | Category/Sub-category of the Company  | Company having Share Capital / Non Govt.<br>Company  |
| V.   | Address of the Registered office and contact details                              | Portion No. F, Old No. 24, New No.45<br>VenkataMaistry Street, Mannady, Chennai –<br>600 001<br>(T) : 044-4864 4050<br>Email: <u>investor@melnbfc.com</u><br>Website: <u>www.melnbfc.com</u>   |
| vi.  | Whether Listed Company  | Yes  |
| vii. | Name, Address and<br>Contact details of Registrar<br>Share transfer Agent, if any | M/s. PurvaSharegistry (India) Pvt. Ltd.<br>Unit No-9, Shiv Shakti Industrial Estate, Ground<br>floor, J.R. Boricha Marg,<br>Opp. Kasturba Hospital, Lower Parel,<br>Mumbai – 400 011<br>(T) (91) – 022-2301 6761/2301 8261<br>(F) (91) – 022-2301 2517<br>Email: <u>purvashr@mtnl.net.in</u> .<br>busicomp@gmail.com |

#### II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

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

| SL.NO. | Name and<br>Description of<br>main Products /<br>Services | NIC Code of the<br>Product/Service  | % to total<br>turnover of the<br>Company |
|--------|---|---|--|
| 1.     | NBFC  | As per National<br>Industrial Classification<br>– 2008: Section K –<br>Financial and Insurance<br>Activities Division 64 –<br>Other Financial<br>Activities | 100.00                                   |



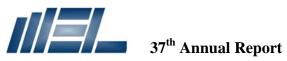
## **III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES:**

| SL.NO. | Name and<br>Address of<br>the<br>Company | CIN/GLN | Holding/Subsidiary/<br>Associate | % of<br>shares<br>held | Applicable<br>Section |  |
|--------|--|---------|----------------------------------|------------------------|-----------------------|--|
| NIL    |  |         |                                  |                        |                       |  |

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

#### **Category-wise Share Holding:** i.

|   | No.of Sha | ares held<br>the year | l at the Begi<br>31.03.2019 |                             | No. of Shares held at the end of the<br>financial year 31.03.2020 |              |              |                             |                              |
|---|-----------|-----------------------|-----------------------------|-----------------------------|---|--------------|--------------|-----------------------------|------------------------------|
| Category of<br>Shareholders                                   | Demat     | Physi<br>cal          | Total                       | % of<br>Total<br>Shar<br>es | Demat   | Physic<br>al | Total        | % of<br>Total<br>Shar<br>es | change<br>during<br>the year |
| A.PROMOTE<br>RS   |           |                       |                             |                             |   |              |              |                             |                              |
| (1)Indian   |           |                       |                             |                             |   |              |              |                             |                              |
| a)Individual/H<br>UF  |           |                       |                             |                             |   |              |              |                             |                              |
| b)Central<br>Govt   |           |                       |                             |                             |   |              |              |                             |                              |
| c)State Govt<br>(s)   |           |                       |                             |                             |   |              |              |                             |                              |
| (d)Body<br>Corporate  | 3,00,300  |                       | 3,00,300                    | 2.42                        | 3,00,300  |              | 3,00,30<br>0 | 2.42                        |                              |
| (e)Banks/FI   |           |                       |                             |                             |   |              |              |                             |                              |
| (f)Any Other<br>(Director)                                    | 6600      |                       | 6600                        | 0.05                        | 6600  |              | 6600         | 0.05                        |                              |
| Sub-Total<br>(A)(1)   | 3,06,900  |                       | 3,06,900                    | 2.47                        | 3,06,900  |              | 3,06,90<br>0 | 2.47                        |                              |
| 2.Foreign   |           |                       |                             |                             |   |              |              |                             |                              |
| a)NRIs-<br>Individuals  |           |                       |                             |                             |   |              |              |                             |                              |
| b)Other-<br>Individuals                                       |           |                       |                             |                             |   |              |              |                             |                              |
| c)Bodies<br>Corp.   |           |                       |                             |                             |   |              |              |                             |                              |
| d)Banks/FI  |           |                       |                             |                             |   |              |              |                             |                              |
| e)Any Other   |           |                       |                             |                             |   |              |              |                             |                              |
| Sub-  |           |                       |                             |                             |   |              |              |                             |                              |
| Total(A)(2)   | 0.00.000  |                       | 0.00.000                    | 0.47                        | 0.00.000  |              |              | 0.47                        |                              |
| Total<br>Shareholding<br>of Promoter<br>(A)=(A((1)+(A<br>)(2) | 3,06,900  |                       | 3,06,900                    | 2.47                        | 3,06,900  |              | 3,06,90<br>0 | 2.47                        | -                            |
| B.Public<br>Shareholding                                      |           |                       |                             |                             |   |              |              |                             |                              |



| (1)Institutions |             |          |             |       |             |            |           |       |      |
|-----------------|-------------|----------|-------------|-------|-------------|------------|-----------|-------|------|
| (a)Mutual       |             |          |             |       |             |            |           |       |      |
| Funds           |             |          |             |       |             |            |           |       |      |
| (b)Banks/FI     |             |          |             |       |             |            |           |       |      |
| (c)Central      |             |          |             |       |             |            |           |       |      |
| Govt.           |             |          |             |       |             |            |           |       |      |
| (d)State        |             |          |             |       |             |            |           |       |      |
| Govt.(s)        |             |          |             |       |             |            |           |       |      |
| (e)Venture      |             |          |             |       |             |            |           |       |      |
| Capital Funds   |             |          |             |       |             |            |           |       |      |
| (f)Insurance    |             |          |             |       |             |            |           |       |      |
| Companies       |             |          |             |       |             |            |           |       |      |
| (g)FIIs         |             |          |             |       |             |            |           |       |      |
| (h)Foreign      |             |          |             |       |             |            |           |       |      |
| Venture         |             |          |             |       |             |            |           |       |      |
| Capital         |             |          |             |       |             |            |           |       |      |
| (i)Others       |             |          |             |       |             |            |           |       |      |
| 1. Market       |             |          |             |       |             |            |           |       |      |
| Maker           |             |          |             |       |             |            |           |       |      |
| Sub-Total       |             |          |             |       |             |            |           |       |      |
| (B)(1)          |             |          |             |       |             |            |           |       |      |
| 2.Non-          |             |          |             |       |             |            |           |       |      |
| Institutions    |             |          |             |       |             |            |           |       |      |
|                 | 7 25 206    |          | 7.25.206    | E 02  | 5 90 022    |            | E 90.022  | 4.68  | 1.25 |
| a)Bodies Corp.  | 7,35,396    |          | 7,35,396    | 5.93  | 5,80,932    |            | 5,80,932  | 4.00  | 1.25 |
| i.Indian        |             |          |             |       |             |            |           |       |      |
| ii. Overseas    |             |          |             |       |             |            |           |       |      |
| b)Individuals   | 44.00.000   | 07.000   | 10.10.000   | 0 70  | 44 74 959   | 07.000     | 44.00.550 |       | 0.00 |
| i.Individuals   | 11,83,038   | 27,600   | 12,10,638   | 9.76  | 11,71,952   | 27,600     | 11,99,552 | 9.67  | 0.09 |
| shareholders    |             |          |             |       |             |            |           |       |      |
| holding         |             |          |             |       |             |            |           |       |      |
| nominal share   |             |          |             |       |             |            |           |       |      |
| capital upto    |             |          |             |       |             |            |           |       |      |
| Rs. 1 Lakh      |             |          |             | 74.04 |             | 0.40.000   | 04.40.700 |       | 1.00 |
| ii.Individuals  | 86,48,023   | 2,60,000 | 89,08,023   | 71.84 | 89,02,720   | 2,40,000   | 91,42,720 | 73.73 | 1.89 |
| shareholders    |             |          |             |       |             |            |           |       |      |
| holding         |             |          |             |       |             |            |           |       |      |
| nominal share   |             |          |             |       |             |            |           |       |      |
| capital in      |             |          |             |       |             |            |           |       |      |
| excess of Rs.1  |             |          |             |       |             |            |           |       |      |
| Lakh            |             |          |             |       |             |            |           |       |      |
| c)Others        |             |          |             | 0.0-  |             |            |           |       |      |
| 1.HUF           | 11,45,081   | 47,500   | 11,92,581   | 9.62  | 11,13,880   | 47,500     | 11,61,380 | 9.37  | 0.25 |
| 2.Clearing      | 32,683      |          | 32,683      | 0.26  | 3,361       |            | 3,361     | 0.03  | 0.23 |
| Members         |             |          |             |       | -,          |            | -,        |       |      |
| 3.NRI           | 13,779      |          | 13,779      | 0.11  | 5,155       |            | 5,155     | 0.04  | 0.07 |
| Sub-            | 1,17,58,000 | 3,35,100 | 1,20,93,100 |       | 1,17,78,000 | 3,15,100   |           | 97.52 | 3.78 |
| Total(B)(2)     | 1,11,50,000 | -,,      | .,,,,       |       | .,,,,       | 2, 23, 200 | _,,,      |       |      |



#### ii. Shareholding of Promoters:

|           |   | Shareholding at the<br>beginning of the year |  |  | Shareholding at the end of the<br>year |  |  |   |
|-----------|---|--|--|--|--|--|--|---|
| SI.<br>No | Shareholder's<br>Name                     | No. of<br>Shares                             | % of<br>total<br>shares<br>of the<br>Compa<br>ny | % of<br>Share<br>s<br>pledge<br>d/encu<br>mbere<br>d to<br>total<br>shares | No. of<br>Shares                       | % of<br>total<br>shares<br>of the<br>Compa<br>ny | % of<br>Shares<br>pledged/<br>encumb<br>ered to<br>total<br>shares | %Chan<br>ge in<br>Shareh<br>olding<br>during<br>the<br>year |
| 1.        | Anurodh<br>Merchandise<br>Private Limited | 3,06,900                                     | 2.42   | 0.00   | 3,06,900                               | 2.42   | 0.00   | 0.00  |
| 2.        | Stanley Gllibert<br>Felix<br>Melkhasign   | 6,600  | 0.05   | 0.00   | 6,600                                  | 0.05   | 0.00   | 0.00  |
|           | Total                                     | 3,06,600                                     | 2.47   | 0.00   | 3,06,600                               | 2.47   | 0.00   | 0.00  |

# Change in Promoters' Shareholding (Please specify, if there is no change)

|            |   |   | beginni         | ding at the<br>ing of the<br>ear          | Shareholding at the<br>end of the year |  |
|------------|---|---|-----------------|---|--|--|
| SI.<br>No. | Particulars   | Shareholder's<br>Name                     | No.of<br>Shares | % of total<br>shares of<br>the<br>Company | No.of<br>Shares                        | % of<br>Total<br>Shares of<br>the<br>Company |
| 1.         | 01.04.2019<br>Date wise<br>increase/decrease<br>in Promoters'<br>Shareholding<br>during the year.<br>31.03.2020 | Anurodh<br>Merchandise<br>Private Limited | 3,00,300        | 2.42                                      | 3,00,300                               | 2.42   |
| 2.         | 01.04.2019<br>Date wise<br>increase/decrease<br>in Promoters'<br>Shareholding<br>during the year.<br>31.03.2020 | Stanley Gilbert<br>Felix Melkha<br>Singh  | 6,600           | 0.05                                      | 6,600                                  | 0.05   |



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

| e          | For Fools of the ten 40  |                  | ding at the<br>of the year                | Sharehold        | ulative<br>ding during<br>year            |
|------------|--|------------------|---|------------------|---|
| SI.<br>No. | For Each of the top 10<br>Shareholders                               | No. of<br>Shares | % of total<br>shares of<br>the<br>Company | No. of<br>shares | % of total<br>shares of<br>the<br>Company |
| 1.         | ANIKET SINGAL  | -                | -   | -                | -   |
|            | 01.04.2019   | 6,00,000         | 4.84                                      | -                | -   |
|            | Date wise<br>increase/decrease in<br>Shareholding during the<br>year | -                | -   | -                | -   |
|            | 31.03.2020   | -                | -   | 6,00,000         | 4.84                                      |
| 2.         | SANJAY SINGAL  | -                | -   | -                | -   |
|            | 01.04.2019   | 6,00,000         | 4.84                                      | -                | -   |
|            | Date wise<br>increase/decrease in<br>Shareholding during the<br>year | -                | -   | -                | -   |
|            | 31.03.2020   | -                | -   | 6,00,000         | 4.84                                      |
| 3.         | SANJAY SINGAL HUF  | -                | -   | -                | -   |
|            | 01.04.2019   | 5,50,000         | 4.44                                      | -                | -   |
|            | Date wise<br>increase/decrease in<br>Shareholding during the<br>year | -                | -   | -                | -   |
|            | 31.03.2020   | -                | -   | 5,50,000         | 4.44                                      |
| 4.         | SUNDARJI MULJI SHAH  | -                | -   | -                | -   |
|            | 01.04.2019   | 4,00,000         | 3.23                                      | -                | -   |
|            | Date wise<br>increase/decrease in<br>Shareholding during the<br>year | -                | -   | -                | -   |
|            | 31.03.2020   | -                | -   | 4,00,000         | 3.23                                      |
| 5.         | DEVCHANDMULJI SHAH   | -                | -   | -                | -   |
|            | 01.04.2019   | 4,00,000         | 3.23                                      | -                | -   |
|            | Date wise<br>increase/decrease in<br>Shareholding during the<br>year | -                | -   | -                | -   |
|            | 31.03.2020   | -                | -   | 4,00,000         | 3.23                                      |
| 6.         | DINESH SUNDERJI SHAH   | -                | -   | -                | -   |
|            | 01.04.2019   | 4,00,000         | 3.23                                      | -                | -   |
|            | Date wise<br>increase/decrease in<br>Shareholding during the<br>year | -                | -   | -                | -   |
|            | 31.03.2020   | -                | -   | 4,00,000         | 3.23                                      |



| 7.  | NARESHBHAI                                      |          |      |          |      |
|-----|---|----------|------|----------|------|
| 1.  | NEMCHAND SHAH                                   | -        | -    | -        | -    |
|     | 01.04.2019                                      | 4,00,000 | 3.23 | -        |      |
|     | Date wise                                       | , ,      |      |          |      |
|     | increase/decrease in<br>Shareholding during the | -        | -    | -        | -    |
|     | year  |          |      |          |      |
|     | 31.03.2020                                      | -        | -    | 4,00,000 | 3.23 |
| 8.  | ATUL NATHABHAI PATEL                            | -        | -    | -        | -    |
|     | 01.04.2019                                      | 3,00,000 | 2.42 | -        | -    |
|     | Date wise                                       |          |      |          |      |
|     | increase/decrease in                            | _        | _    | _        | _    |
|     | Shareholding during the                         |          | _    | _        | _    |
|     | year  |          |      |          |      |
|     | 31.03.2020                                      | -        | -    | 3,00,000 | 2.42 |
| 9.  | LAXMICHAND MANSHI<br>SHAH                       | -        | -    | -        | -    |
|     | 01.04.2019                                      | 3,00,000 | 2.42 |          |      |
|     | Date wise                                       |          |      |          |      |
|     | increase/decrease in                            |          |      |          |      |
|     | Shareholding during the                         | -        | -    | -        | -    |
|     | year  |          |      |          |      |
|     | 31.03.2020                                      | -        | -    | 3,00,000 | 2.42 |
| 10. | MOHANLAL MANISH                                 | -        | -    | _        | -    |
|     | SHAH  |          |      |          |      |
|     | 01.04.2019                                      | 3,00,000 | 2.42 |          |      |
|     | Date wise                                       |          |      |          |      |
|     | increase/decrease in                            | _        | _    | -        | -    |
|     | Shareholding during the                         |          |      |          |      |
|     | year  |          |      | 2 00 000 | 0.40 |
| L   | 31.03.2020                                      | -        | -    | 3,00,000 | 2.42 |

# Shareholding of Directors and Key Managerial Personnel:

|           |  | Shareholding at the<br>beginning of the year |   | Cumulative Shareholding<br>during the year |   |
|-----------|--|--|---|--|---|
| SI.<br>No | For Each of the<br>Directors and KMP                                   | No. of<br>Shares                             | % of total<br>Shares of<br>the<br>Company | No. of<br>Shares                           | % of total<br>Shares of<br>the<br>Company |
| 1.        | Stanley<br>GilibertFelix<br>Melkhasingh                                | -  | -   | -  | -   |
|           | 01.04.2019   | 6,600  | 0.05                                      | -  | -   |
|           | Date wise Increase /<br>Decrease in<br>Shareholding during<br>the year | -  | -   | -  | -   |
|           | 31.03.2020   | -  | -   | 6,600                                      | 0.05                                      |



#### **INDEBTEDNESS:**

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

| Particulars                                 | Secured Loans<br>excluding<br>deposits | Unsecured<br>Loans | Deposits | Total<br>indebtedness |
|---|--|--------------------|----------|-----------------------|
| Indebtedness at                             |  |                    |          |                       |
| the beginning of                            |  |                    |          |                       |
| the financial year                          |  |                    |          |                       |
| (i)Principal Amount                         | 114.95                                 | -                  | -        | 114.95                |
| (ii)Interest due but<br>not paid            |  |                    |          |                       |
| (iii)Interest accrued                       |  |                    |          |                       |
| but not due                                 |  |                    |          |                       |
| Total (i+ii+iii)                            | 114.95                                 | -                  | -        | 114.95                |
| Change in                                   |  |                    |          |                       |
| indebtedness                                |  |                    |          |                       |
| during the year                             |  |                    |          |                       |
| (i)Addition                                 | 101 10                                 |                    |          | 101 10                |
| (ii)Reduction                               | 101.10                                 |                    |          | 101.10                |
| Net Change                                  | 101.10                                 | -                  | -        | 101.10                |
| Indebtedness at                             |  |                    |          |                       |
| the End of the                              |  |                    |          |                       |
| financial year                              |  |                    |          |                       |
| (i)Principal Amount<br>(ii)Interest due but | 216.05                                 |                    |          | 216.05                |
| not paid                                    |  |                    |          |                       |
| (iii)Interest accrued                       |  |                    |          |                       |
| but not due                                 |  |                    |          |                       |
| Total (i+ii+iii)                            | 216.05                                 | -                  | -        | 216.05                |

# **REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL:**

A. Remuneration to Managing Director, Whole – Time Director and/ or Manager

| SI.<br>No | Particulars of Remuneration  | STANLEY GILIBERT<br>FELIX<br>MELKHASINGH | Total Amount (in<br>Lakhs) |
|-----------|--|--|----------------------------|
| 1.        | Gross Salary<br>(a) Salary as per provisions<br>contained in section 17 (1)<br>of the Income tax act, 1961 | 464100                                   | 464100                     |
|           | b) Value of perquisites Under<br>section 17(2) of Income Tax Act,<br>1961                                  | -  | -                          |
|           | c) Profits in lieu of salary under<br>section 17 (3) of Income Tax Act,<br>1961                            | -  | -                          |



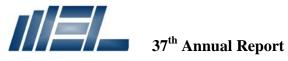
|    | Total (A)<br>Ceiling as per the A | 464100 | 464100 |
|----|-----------------------------------|--------|--------|
|    |                                   | 464400 | 464400 |
|    | Others, specify                   |        |        |
|    | As % of profit                    | -      | -      |
| 4. | Commission                        |        |        |
| 3  | Sweat Equity                      | -      | -      |
| 2. | Stock Options                     | -      | -      |

## B. Remuneration to Other Directors:

| SI.<br>No. | Particulars of<br>Remuneration   | Name of Directors | Total Amount (in Lakhs) |
|------------|--|-------------------|-------------------------|
| 1.         | Independent Directors:<br>• Fee for attending<br>Board/Committees<br>• Commission<br>• Others, Please<br>specify           | -                 | -                       |
|            | Total (1)  |                   |                         |
| 2.         | Other Non-Executive<br>Directors<br>• Fee for attending<br>Board/Committees<br>• Commission<br>• Others, Please<br>specify | -                 | -                       |
|            | Total (2)  | -                 | -                       |
|            | Total (B) =(1+2)   | -                 | -                       |
|            | Total Managerial<br>Remuneration   | -                 | -                       |
|            | Overall ceiling as per the<br>Act  |                   |                         |

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

| SI.<br>No. | Particulars of<br>Remuneration  | CEO | Ajith Kumar<br>KumbhatDilip | Babu<br>Madurai<br>Muthu | Total (In<br>Lakhs) |
|------------|---|-----|-----------------------------|--------------------------|---------------------|
| 1.         | Gross Salary<br>a) Salary as per<br>provisions<br>contained in<br>Section 17(1)<br>of the Income<br>Tax Act, 1961 | -   | 300000                      | 290400                   | 590400              |
|            | b) Value of<br>perquisites<br>Under Section<br>17 (2) of<br>Income Tax<br>Act, 1961                               | -   | -                           | -                        | -                   |



|    | c) Profits in lieu of<br>salary under<br>section 17 (3)<br>of Income Tax<br>Act, 1961 | - | - | - | - |
|----|---|---|---|---|---|
| 2. | Stock Options   | - | - | - | - |
| 3. | Sweat Equity  | - | - | - | - |
| 4. | Commission  |   |   |   |   |
|    | As % of Profit  | - | - | - | - |
|    | Others, specify   |   |   |   |   |
| 5. | Others, Please specify  | - | - | - | - |

#### D.PENALTIES / PUNISHMENT/COMPOUNDING OF OFFENCES:

| Туре                         |  | Sectio<br>n of<br>the<br>Compa<br>nies<br>Act | Brief<br>Descri<br>ption | Details of<br>Penalty/Punishme<br>nt/ Compounding<br>fees imposed | Authority<br>(RD/NCLT/<br>COURT) | Total<br>(in<br>Lakhs) |
|------------------------------|--|---|--------------------------|---|----------------------------------|------------------------|
| A. COMPANY                   |  |   |                          |   |                                  |                        |
| Penalty                      |  | -   | -                        | -   | -                                | -                      |
| Punishment                   |  | -   | -                        | -   | -                                | -                      |
| Compounding                  |  | -   | -                        | -   | -                                | -                      |
| <b>B. DIRECTORS</b>          |  |   |                          |   |                                  |                        |
| Penalty                      |  | -   | -                        | -   | -                                | -                      |
| Punishment                   |  | -   | H                        | -   | -                                | -                      |
| Compounding                  |  | -   | H                        | -   | -                                | -                      |
| C. OTHER OFFICERS IN DEFAULT |  |   |                          |   |                                  |                        |
| Penalty                      |  | -   | -                        | -   | -                                | -                      |
| Punishment                   |  | -   | -                        | -   | -                                | -                      |
| Compounding                  |  | -   | -                        | -   | -                                | -                      |

#### For and on behalf of the Board

Date: 28.08.2020 Place: Chennai

Sd/-Stanley Gilbert Felix Melkhasingh (DIN: 01676020) Managing Director

Sd/-Vasalkotram Sampath Sudhakar (DIN: 05139324)

Director



# <u>ANNEXURE – IV</u>

# **REPORT ON CORPORATE GOVERNANCE**

In accordance with Schedule V of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 the report containing details of corporate governance systems and process at Meenakshi Enterprises Limited as Under:

#### COMPANY'S PHILOSOPHY ON CORPORATE GOVERNANCE 1.

The C ompany defines C orporate G overnance as a systematic process by which Companies are directed and controlled to enhance their wealth generating capacity. Since large corporates employ vast quantum of social resources, we believe that the governance process should ensure that these Companies are managed in a manner that meets stakeholders' aspirations and social expectations.

The Basic objective of corporate governance policies adopted by the Company is to attain the highest levels of transparency, accountability and integrity. This objective extends not merely to meet with statutory requirements but also goes beyond them by putting into place procedures and systems, which are in accordance with best practice of governance. Your Company believes that good corporate governance enhance the trust and confidence of all the stakeholders. Good practice in corporate behaviour helps to e nhance a nd maintain public trust i n C ompanies and S tock Market.

#### 2. **BOARD OF DIRECTORS:**

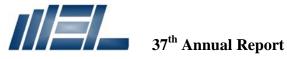
The C ompany as on date of this report has in all 4 D irectors with c onsiderable professional experience in divergent areas connected with corporate functioning.

The Board of Directors of the Company comprises of Executive, Non-Executive and Independent Directors. In all there are Four Directors, One Promoter cum Executive Directors and Three Independent Directors (Non-Executive Directors).

None of the Directors on the Board is a member of more than 10 Committees or Chairman of more than 5 Committees across all the Companies in which he/she is a Director.

Composition of the Board of Directors as on the date of this Report is mentioned below:

| Name of the Director                      | Designation       | Category                           |
|---|-------------------|------------------------------------|
| Mr.Stanley G ilbert Fel ix<br>Melkhasingh | Managing Director | Promoter Cum Executive<br>Director |
| Mr.Vasalakotram S ampath<br>Sudhakar      | Director          | Independent Director               |
| Mr.DinanathShyam Sundar                   | Director          | Independent Director               |
| Mrs.Sree Kala                             | Director          | Independent Director               |



#### Woman Director:

As required under Section 149 of the Companies Act, 2013, as on date, Mrs. Sree Kala, Independent Director, is the Woman Director on the Board of the Company.

#### Number of Meetings of the Board:

The Board met 6 (Six times) on the following dates during the financial year 2019 – 2020.

| S.No | Date of the Board Meeting       |  |  |
|------|---------------------------------|--|--|
| 1    | 29 <sup>th</sup> May, 2019      |  |  |
| 2    | 09 <sup>th</sup> August, 2019   |  |  |
| 3    | 19 <sup>th</sup> August, 2019   |  |  |
| 4    | 09 <sup>th</sup> November, 2019 |  |  |
| 5    | 20 <sup>th</sup> January, 2020  |  |  |
| 6    | 08 <sup>th</sup> February, 2020 |  |  |

The M eetings of the B oard were held per iodically and 120 d ays has not lapsed between two meetings as prescribed under Section 173(1) of the Companies Act, 2013.

The d etails of a ttendance of e ach D irector at the B oard M eetings al ong with the number of meetings held during the year:

| Name                                      | Category                              | No. Of Board<br>Meetings Held | No. of Board<br>Meeting attended |
|---|---------------------------------------|-------------------------------|----------------------------------|
| Mr.Stanley G ilbert<br>Felix Melkha Singh | Executive Managing<br>Director        | 6                             | 6                                |
| Mr.Vasalakotram<br>Sampath Sudhakar       | Independent-Non<br>Executive Director | 6                             | 6                                |
| Mr.DinnathShyam<br>Sundar                 | Independent-Non<br>Executive Director | 6                             | 6                                |
| Mrs.Sree Kala                             | Independent-Non<br>Executive Director | 6                             | 6                                |

#### **Board Procedure**

The Board has complete access to all the relevant information within the Company. The date and place of the meeting are advised to all the Directors well in advance and the agenda papers are sent to the Board of Directors in compliance with the provisions of the C ompanies A ct 20 13, Secretarial S tandards and t he Listing Regulations. The ag enda p apers w hich pr ovide al I r elevant adequate material information, ex planatory not es, etc., ar e c irculated t o t he D irectors t o facilitate meaningful, informed and free discussion to recommend inclusion of any other matter in the agenda for discussion.



All Board and Committee meetings are governed by structured agenda notes which are backed by comprehensive background along with the relevant at tachments. Senior management of the Company will be invited to attend the Board meetings and pr ovide c larifications as a nd w hen r equired. M inutes of the B oard a nd Committees, resolutions passed by circulations will be circulated to all the Board and Committee members within the time lines prescribed under the Companies Act 2013 and other regulatory guidelines.

#### Director's attendance at the last Annual General Meeting

All the Directors of the Company attended the last Annual General Meeting of the Company held on 23<sup>rd</sup> September, 2019.

The d etails of the D irectors r egarding their other D irectorship and M embership in Committees in other Companies are as under:

| Name of the Director       | Number of<br>Shares held | No. of other Directorship /<br>Partnership / Membership. |
|----------------------------|--------------------------|--|
| Mr.Stanley G ilbert Fel ix | 6,600                    | NIL  |
| Melkha Singh               |                          |  |
| Mr.Vasalakotram            | NIL                      | 1. Cavincally Retails Limited                            |
| Sampath Sudhakar           |                          |  |
| Mr.DinnathShyam            | NIL                      | 1. SubhLabh Share Brokers Private Limited.               |
| Sundar                     |                          | 2. Nochi Industries Private Limited.                     |
| Mrs.Sree Kala              | NIL                      | NIL  |

#### Directors' Shareholding & Other Directorship and Membership as on 31.3.2020

# **Familiarization Programme**

Independent Directors are familiarized with their roles, rights and responsibilities in the C ompany as well as with the nature of industry and bus iness model of the Company by providing all material at the time of their appointment as Directors and through presentation of economy & industry overview, key regulatory development strategy and performance which are made to the Directors from time to time. In compliance with the requirements of listing R egulations your Company has a n appropriate pr ogramme f or new ly inducted D irectors and ong oing f amiliarization programs with respect to the strategy, industry overview, performance, operations of the Company, the organization structure and their roles, rights and responsibly as a Director.

The Directors are also encouraged to attend the training programs being organized by various Regulator/ bodies/ institutions.



### 3. BOARD COMMITTEES:

#### **Composition of Committees**

The Audit Committee, Nomination & Remuneration Committee and the Stakeholders Relationship C ommittees ar e c onstituted with t he I ndependent D irectors as t he Chairman.

#### Α. Audit Committee

As required under section 177(8), the Audit Committee comprises of 3 Directors of which 2 are Independent Directors. The Committee was chaired by a Non-Executive Independent D irector, with r equisite q ualification. In the opinion of the Board of Directors, all the members of Audit Committee are financially literate and also have accounting or related financial management experience.

The Audit Committee monitors and provides effective observation of the financial control and reporting process, review the financial reporting process, internal audit process, a dequacy of internal control systems, review of performance of Statutory Auditors, recommending appointment of Statutory, Internal Auditors, recommending the Audit fees also payment of fees for other services.

#### Composition

The Company derived immense benefit from the deliberation of audit Committee comprising of the following directors of the Company:

| Name                                   | Category of Membership |
|--|------------------------|
| Mr.VasalakotramSampth Sudhakar         | Chairman               |
| Mr.DinanathShyam Sundar                | Member                 |
| Mr. Stanley Gilbert Felix Melkha Singh | Member                 |

All t he M embers ha ve ac counting or r elated financial m anagement ex pertise. Chairman is a Non-Executive Independent Director.

The major terms of reference of this committee are as under:

- Reviewing with management, the financial statements before submission of the same on the board.
- Overseeing of company's financial reporting process and disclosures of its financial information.
- Reviewing the adequacy of the internal audit function.
- Recommendation f or appointment and f ixing remuneration o f s tatutory auditors.
- Reviewing t he r eports f urnished by t he s tatutory audi tors and ensuring suitable follow up thereon.



#### Meeting and Attendance of the Committee:

During the financial year four A udit C ommittee meetings were held on following dates:

| S.No | Date of the Meeting             |  |
|------|---------------------------------|--|
| 1    | 29 <sup>th</sup> May, 2019      |  |
| 2    | 09 <sup>th</sup> August, 2019   |  |
| 3    | 09 <sup>th</sup> November, 2019 |  |
| 4    | 08 <sup>th</sup> February, 2020 |  |

The at tendance of directors at the A udit Committee m eetings held d uring the financial year 2019-2020 is given below:

| Name                                      | Meetings held | Meeting attended |
|---|---------------|------------------|
| Mr.VisalaKotram S ampath                  | 4             | 1                |
| Sudhakar                                  | 4             | 4                |
| Mr. Dinanath Shyam Sundar                 | 4             | 4                |
| Mr. Stanley Gilbert Felix Melkha<br>Singh | 4             | 4                |

#### **B.** Nomination and Remuneration Committee:

The board has constituted the Nomination and Remuneration Committee with three Independent D irectors to I ook a fter t he ap pointment, promotions and p ayment of remuneration to the working Directors and Senior Executives of the Company.

#### **Composition:**

The Company derived immense benefit from the deliberation of Nomination and Remuneration Committee comprising of the following directors of the Company.

| Name                             | Category of Membership |
|----------------------------------|------------------------|
| Mr.Dinanath Sampath Sundar       | Chairman               |
| Mr.Vasalakotram Sampath Sudhakar | Member                 |
| Mrs.Sree Kala                    | Member                 |

#### Meeting and Attendance of the Committee:

During the financial year, the committee had its meeting on 20<sup>th</sup> January, 2020. The attendance of Directors of Nomination and Remuneration Committee meeting held during the financial year 2019-20 is given below:

| Name                                | No. of Meetings<br>held | No. of Meetings<br>attended |
|-------------------------------------|-------------------------|-----------------------------|
| Mr.Dinanath Sampath Sundar          | 1                       | 1                           |
| Mr.Vasalakotram Sampath<br>Sudhakar | 1                       | 1                           |
| Mrs.Sree Kala                       | 1                       | 1                           |



#### Terms of Reference

### Formulation of Policy for Selection and Appointment of Directors and Their **Remuneration:**

The N omination a nd Remuneration C ommittee discussed a nd t hereafter dec ided upon the policy for selection of appointment of directors and their remuneration. The highlights of this policy are as follows:

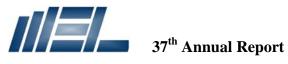
#### 1. **Criteria of Selection of Non-Executive Directors**

- a. The N on- Executive D irectors s hall be of high i ntegrity with r elevant expertise and experience so as to have a diverse B oard with D irectors having expertise in the field of investments in C apital and D ebt M arket, finance, taxation, law, governance and general management.
- b. In case of appointment of Independent Directors, the Committee shall satisfy itself with regard to the independent nature of the Directors vis-à-vis the Company so as to enable the Board to discharge its functions and duties effectively.
- c. The Committee shall ensure that the candidate identified for appointment as a di rector i s no t di squalified for a ppointment u nder s ection 1 64 o f t he Companies Act, 2013.
- d. The C ommittee s hall c onsider t he following at tributes/ c riteria, w hilst recommending to the Board the Candidature for appointment as Director.
  - i. Qualification, ex pertise an d ex perience of t he D irectors i n t heir respective fields;
  - ii. Personal, Professional or business standing;
  - iii. Diversity of the Board.
- e. In case of re-appointment of Non-Executive Directors, the Board shall take into c onsideration t he per formance ev aluation o f t he D irector and hi s engagement level.

#### 2. Remuneration

The Non-Executive Director shall be entitled to receive remuneration by way of sitting fees for participation in the Board/Committee meetings and Commission as detailed hereunder;

Ι. A Non-Executive Director shall be entitled to receive sitting fees for each meeting of the Board or Committee meeting attended by him/her at his/her discretion of such sum as may be approved by the Board of Directors within the ov erall I imits pr escribed un der t he C ompanies Act, 2013 and t he Companies (Appointment an d R emuneration o f M anagerial P ersonnel) Rules, 2014;



- Ш. The C ommittee m ay r ecommend t o t he B oard, t he pay ment o f Commission on uniform bas is, to reinforce the principles of collective responsibility of the Board.
- III. The payment of such commission would be at the discretion of board only and shall not exceed 1% of the net profit of the Company;
- IV. The I ndependent D irectors of the C ompany shall not be entitled to participate i n t he S tock O ption S cheme o f t he C ompany, i f any, introduced by the Company.

## **Evaluation of Directors and the Board:**

The Company has in place a Board evaluation framework setting out the process and the criteria for the performance evaluation by the Nomination & Remuneration Committee of the B oard. The s aid process is in line with the provisions of the Companies Act, 2013 Listing Regulations and as per the Guidance Note on Board evaluation issued by SEBI, which formulated the methodology and criteria evaluation of the individual D irectors including I ndependent D irectors and N on-Independent Directors, Managing Director, Chairperson, Committees of the Board and the Board as a whole.

The performance evaluation is carried out by the Board of Directors on the basis of criteria provided in the evaluation process to the Board as a whole, to Committees of the Board, to Managing Director, to Independent Directors and to Chairman (being a Managing Director, evaluation was carried out by the Independent Directors).

During t he financial y ear under r eview, t he I ndependent D irector m et on 08<sup>th</sup> February, 2020 inter alia to:

- i. Review the performance of Non-Independent Directors and the Board as a whole:
- ii. Review t he per formance of t he C hairperson of t he C ompany, t aking i nto account the views of executive directors and Non-executive directors;
- iii. Assess the quality, quantity and timeliness of flow of information between the Company m anagement and the B oard that is necessary for the B oard to effectively and reasonably perform their duties.

## C. STAKEHOLDERS' RELATIONSHIP / INVESTORS GRIEVANCE AND SHARE TRANSFER COMMITTEE

The C ompanies A ct 2013 and the Listing Regulations requires that S takeholders Relationship Committee is to be constituted to consider and resolve the grievances of s ecurity hol ders. T he B oard of t he C ompany has c onstituted a S takeholders Relationship Committee with an Independent Director as its Chairman in tune with the Corporate Governance requirements under listing requirements.



# Composition

| Name of the Director                   | Category of<br>Membership |
|--|---------------------------|
| Mr.Vasalakotram Sampath Sudhakar       | Chairman                  |
| Mr.DinanathShyam Sundar                | Member                    |
| Mr. Stanley Gilbert Felix Melkha Singh | Member                    |

#### Meeting and Attendance of the Committee

During the financial year, the committee had its meeting on 10<sup>th</sup> September, 2019 The attendance of Directors of Stakeholders Relationship Committee meeting held during the financial year 2019-20 is given below:

| Name                         | Meetings held | Meetings attended |
|------------------------------|---------------|-------------------|
| Mr.Vasalakotram S ampath     | 1             | 1                 |
| Sudhakar                     | Ι             | Ι                 |
| Mr.DinanathShyam Sundar      | 1             | 1                 |
| Mr. S tanley G ilbert Fel ix | 1             | 1                 |
| Melkasingh                   | I             | I                 |

#### **Terms of Reference**

- The S hareholders/ I nvestor gr ievances C ommittee s pecifically I ooks i nto redressing of S hareholder's and Investor's C omplaints s uch as transfer of Shares, Non- receipt of shares, Non-receipt of declares dividend, conversion of shares and to ensure expeditious share transfers.
- The Company has no transfers pending at the close of the financial year.

Number of complaints received from the Investors during the year 2019-2020 and their status are as follows.

| No.of. Complaints received                | NIL |
|---|-----|
| No.of. Complaints disposed off            | NIL |
| No.of. Complaints pending at the year end | NIL |

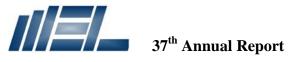
#### SEBI Complaints Rederessal System (SCORES)

The I nvestor C omplaints ar e pr ocessed i n a c entralised w eb-based c omplaints redress system. The salient features of this system are:

- Centralised database of all complaints
- Online Upload of Action Taken Reports (ATRs) by the concerned Companies
- Online viewing by the investors of action taken on the C omplaints and its current status.

#### 4. General Meeting

The particulars of Annual General Meeting held during the last three years are as under:



| AGM                  | Date       | Time     | Venue  | No. of. Special<br>Resolutions Passed |
|----------------------|------------|----------|--|---------------------------------------|
| 36 <sup>th</sup> AGM | 23.09.2019 | 10.00 AM | At I CSA Pr ogramme<br>Centre 107, Pantheon<br>Road, E gmore,<br>Chennai – 600 008.  | NIL                                   |
| 35 <sup>th</sup> AGM | 22.09.2018 | 11.00 AM | At G reen M eadows<br>Resort 4/364 A , A nna<br>Salai, P alavakkam,<br>Chennai – 600 041.                                      | 02                                    |
| 34 <sup>th</sup> AGM | 16.09.2017 | 09.00 AM | At K adambur S ri<br>MariammanMahal,<br>No.41/9 M edavakkam<br>Main R oad, G anesh<br>Nagar, M adipakkam,<br>Chennai – 600 091 | 01                                    |

#### Special Resolution passed in previous three AGMs:

The C ompany has passed the following S pecial R esolutions during the last three Annual General Meetings.

# 1. 36<sup>th</sup> AGM 2019:

• The Company has not passed any Special Resolution in the 36<sup>th</sup> AGM.

### 2. 35<sup>th</sup> AGM 2018:

- Appointment of M r. S tanley G ilbert F elix M elkhasingh as t he M anaging Director.
- Re-appointment of Mr. Stanley Gilbert Felix Melkhasingh as the Managing Director.

# 3. 34<sup>th</sup> AGM 2017:

• Appointment of Mr. Vishal Kumar Garg as the Managing Director.

Details of Directors seeking appointment/ reappointment in the forthcoming Annual General Meeting.

| Name of the director | Mr. Stanley Gilbert Felix Melkhasingh   |  |
|----------------------|---|--|
| DIN                  | 01676020  |  |
| Age                  | 52  |  |
| Qualification        | Bachelor of C ommerce & D iploma i n E lectrical Engineering.   |  |
| Experience           | He has a experience of two decades in the field of<br>Administration, s ales and m arketing o f C onsumer<br>Durables. He also has an experience of over five years<br>in the business of NBFC. |  |



| Terms and Conditions of<br>Appointment/Re-appointment   | There is no C hange in the terms and c onditions which were approved at the Annual G eneral Meeting held on $22^{nd}$ September, 2018 .He shall c ontinue as Managing Director for the residual term of s ervice a fter r e-appointment. |
|---|--|
| Date of First Appointment   | 23.09.2013   |
| No. of. Shares held as on 31.03.2020  | 6600   |
| Relationship with any other<br>Directors and KMP  | NIL  |
| No.of. Board Meetings attended during FY 19-20  | 6 Meetings.  |
| Directorship in other companies<br>& LLPs   | NIL  |
| Chairman/Member of the committees of company  | Member in<br>Audit Committee.<br>Stakeholders Relationship Committee.  |
| Chairman/Member of the<br>Committee of other Public<br>Limited Companies in which he /<br>she is a director | NIL  |
| Last approved Remuneration drawn  | Rs.4.64 lakhs  |

## Postal Ballots during the year 2019 – 2020

During the Financial Year 2019-2020 n o Special R esolution was passed through Postal B allot. A s on t he date of t his report the company has not proposed any special resolution to be conducted through postal ballot.

# Certification

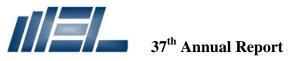
As required under Clause 49 of the Listing Agreement, a Certificate duly signed by Mr. S tanley G ilbert F elix M elkhasingh, M anaging D irector of t he C ompany was placed at the Meeting of the Board of Directors held on 28.08.2020.

#### **Disclosures**

Subsidiary Company: There is neither Subsidiary Company nor Holding Company

#### Means of Communication

- The Annual, Half yearly and quarterly results are forthwith being submitted to the S tock E xchanges w here s hares ar e l isted a nd are av ailable on their website.
- Management discussion and analysis forms part of the Annual Report.
- The annual, half-yearly and quarterly results are regularly submitted to the stock exchanges in accordance with the listing agreement and are published in Financial Express (English) and MakkalKural (Tamil) newspapers.



# **General Shareholder Information**

| Particulars                | Information  |  |
|----------------------------|--|--|
| AGM: Day, Date, Time and   | Tuesday, 29 <sup>th</sup> September 2020 a t 03.00 P .M. through V ideo  |  |
| venue                      | Conference (VC) or Other Audio-Visual Means (OAVM).  |  |
| Financial Year             | 2019 – 2020  |  |
| Dividend Pay Out Date      | No Dividend Declared.  |  |
| Date of Book Closure       | Wednesday 23 <sup>rd</sup> September 2020 to Tuesday 29 <sup>th</sup> September  |  |
|                            | 2020 (both days inclusive)   |  |
| Company's Shares is listed | Bombay Stock Exchange, Mumbai.   |  |
| in                         | The Company has paid A nnual Li sting Fees to the S tock   |  |
|                            | Exchange for the year Financial Year 2019-2020.  |  |
| Stock Code — BSE Limited   | 538834   |  |
| Market Price Data          | See the Annexure Below named as Stock Market Data.   |  |
| Performance in             |  |  |
| comparison to the          | See the Annexure Below named as Stock Market Data.   |  |
| broad based indices        |  |  |
| Whether the securities are | No   |  |
| suspended from trading     |  |  |
| Registrar and Share        | M/s. PurvaSharegistry (INDIA) Private Limited  |  |
| Transfer Agents            | No-9, shiv shakthi Industrial Estate, Ground Floor, J.R. Boricha   |  |
|                            | Marg,Opp.KasturbaHospital,Lower Parel,Mumbai-400 011   |  |
|                            | (T)(91)-022-2301 6761/2301 8261  |  |
|                            | (F)(91)-022-23012517   |  |
|                            | Email: <u>purvashr@mtnl.net.in</u>   |  |
| Share Transfer System      | For s hares hel d i n el ectronic mode, transfers ar e e ffected   |  |
|                            | under the depository system of NSDL and C DSL. For shares  |  |
|                            | held in physical mode, certificates are to be submitted to the   |  |
|                            | RTA along with the required security transfer forms. The RTA   |  |
|                            | shall effect the transfers within fifteen days, if the documents   |  |
|                            | are found in or der and the certificates are sent to the   |  |
|                            | transferees. In the case of defective documents, the same are returned with the reasons to the transferees within fifteen days |  |
| Dematerialisation of       | See t he A nnexure B elow nam ed as D ematerialisation o f   |  |
| Shares and Liquidity       | Shares and Liquidity.  |  |
| Outstanding GDRs / ADRs    |  |  |
| / Warrants or any          |  |  |
| Convertible instruments    | NIL  |  |
| conversion date and        |  |  |
| likely impact on equity    |  |  |
| Commodity Price Risk or    | No C ommodity P rice r isk a rised. N o Fo reign E xchange   |  |
| Foreign                    | activities done during the year.   |  |
| Exchange Risk and          |  |  |
| Hedging Activities         |  |  |
| Plant Locations            | No Plant   |  |
| Address for                | Mr. Stanley Gilbert Felix Melkhasingh, Manging Director.   |  |
| Correspondence             | Portion No E. old No. 24 Now No. 45 Venkete Meietry Street   |  |
|                            | Portion No.F, old No.24, New No.45 Venkata Maistry Street,   |  |
|                            | Mannady, Chennai-600001  |  |
|                            | Email: <u>investor@melnbfc.com</u> ., Website: <u>www.melnbfc.com</u> .,   |  |
|                            | Contact Number: 044-4864 4050  |  |
|                            |  |  |



# **Dematerialisation of Shares and Liquidity**

As on 31<sup>st</sup> March, 2020, out of t otal 1,24,00,000 equity s hares of the C ompany 1,20,84,900 shares representing 97.45 % of total shares have been dematerialized. The detailed breakup of shares as on 31<sup>st</sup> March, 2020 is as follows:

| Particulars | No. of. Shares | Percentage |
|-------------|----------------|------------|
| CDSL        | 43,11,995      | 34.77%     |
| NSDL        | 77,72,905      | 62.69%     |
| Physical    | 3,15,100       | 2.54%      |
| Total       | 1,24,00,000    | 100%       |

#### **Stock Market Data**

Market price data of the Company's Shares in the Bombay Stock Exchange:

| Month          | The Bombay Stock Exchange |           |  |
|----------------|---------------------------|-----------|--|
| wonth          | High (Rs.)                | Low (Rs.) |  |
| April 2019     | 8.16                      | 5.26      |  |
| May 2019       | 10.68                     | 8.00      |  |
| June 2019      | 12.79                     | 9.50      |  |
| July 2019      | 11.45                     | 6.37      |  |
| August 2019    | 11.24                     | 6.96      |  |
| September 2019 | 10.60                     | 7.90      |  |
| October 2019   | 9.49                      | 8.40      |  |
| November 2019  | 9.30                      | 6.18      |  |
| December 2019  | 8.17                      | 5.10      |  |
| January 2020   | 10.30                     | 8.15      |  |
| February 2020  | 9.50                      | 7.60      |  |
| March 2020     | 8.97                      | 6.78      |  |

# Distribution of Shareholding as on 31<sup>st</sup> March, 2020

#### **Total Nominal Value**

Nominal Value of each equity share - Rs. 10 Each. Total Number of Equity Shares – 1,24,00,000.

| Type of<br>Shareholder                  | No. of.<br>Shareholder | Total No. of<br>Shares held | No. of Shares<br>held in Demat | Percentage of<br>Holding. |
|---|------------------------|-----------------------------|--------------------------------|---------------------------|
| Individual –<br>Promoter                | 1                      | 6,600                       | 6,600                          | 0.05%                     |
| Others –<br>Promoter                    | 1                      | 3,00,300                    | 3,00,300                       | 2.42%                     |
| Individuals –<br>Public<br>Shareholders | 3952                   | 1,03,42,272                 | 1,00,74,672                    | 83.41%                    |
| Others – Public<br>Shareholders         | 155                    | 17,50,828                   | 17,03,328                      | 14.12%                    |
| Total                                   | 4109                   | 1,24,00,000                 | 1,20,84,900                    | 100%                      |



### 5. Other Disclosures

- There are no materially significant related party transactions made by the Company that may have potential conflict with the interests of the Company at large.
- The C ompany has a Whistle B lower P olicy, a vailable at the Company's website - www.melnbfc.com. and it is affirmed that no personnel has been denied access to the Audit Committee.
- The P olicy det ermining M aterial S ubsidiary is di sclosed in the C ompany's Website - www.melnbfc.com.
- The Related Party Transaction Policy is disclosed in the Company's website www.melbfc.com.
- The Company has complied with the requirements of Corporate Governance Report of sub-paras (2) to (10) of Schedule V of SEBI (LODR) Regulations, 2015.
- The Company submits quarterly compliance report on Corporate Governance to the Stock Exchange, in the prescribed format within 15 days from the close of the quarter duly signed by the Executive Director.
- As required under Regulation 46(2) of SEBI (LODR) Regulations, 2015 the following information have been duly disseminated in the Company's website: www.melnbfc.com.
  - Policy on Determination of Materiality of Events.
  - Policy on Materiality of Related Party Transactions.
  - Risk Management Policy.
  - Familiarization Programme for Independent Directors.
  - Policy on Determining Material Subsidiaries.
  - Nomination and Remuneration Policy.
  - Whistle Blower Policy.
  - Code of C onduct of B oard of D irectors an d S enior M anagement Personnel.
  - Composition of Various Committees of the Board.

For and on behalf of the Board

Sd/-Stanley Gilbert Felix Melkhasingh (DIN: 01676020) Managing Director

Sd/-Vasalkotram Sampath Sudhakar (DIN: 05139324)

Director

Date: 28.08.2020 Place: Chennai



# ANNEXURE – V

#### MANAGEMENT DISCUSSION AND ANALYSIS REPORT

### THE COVID-19 PANDEMIC AND LOCKDOWN

We are a midst unprecedented times. The COVID-19 pandemic has spread across the world which leads to full stop on virtually all commercial and economic activities. The Government of India has announced lockdown Containment zones in cities and metropolises continue to remain locked down and local authorities are to intensify focus on containment zones and the so-called 'buffer zones', with some relaxations in non-containment zones. Efforts are being made to carefully open up ec onomic activities including construction, factories, shops and stores across most parts of the country with adeq uate social distancing, use of masks and other stringent health protocols.

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.

The situation is still evolving, and it is not possible to hazard a guess on how this pandemic will evolve. On its part, Meenakshi Enterprise Limited focusing on capital preservation, B alance S heet protection, c onservative I iquidity m anagement, operating expenses management.

### **INDUSTRY OVERVIEW:**

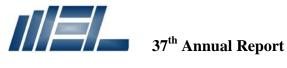
The operating environment for non-banking financial companies (NBFCs) seems to be improving. With the economy on the mend, loan disbursements have picked up in most s egments, funding c osts ar e c oming dow n, and s everal banks ar e facing capital constraints, giving these lenders a foot in the door.

The NBFC segment has witnessed considerable growth in the last few years and is now bei ng r ecognized as c omplementary t o t he ba nking s ector d ue t o implementation o f i nnovative m arketing s trategies, i ntroduction of t ailor-made products, customer-oriented services and attractive rates of return on deposits and simplified procedures, etc.

NBFCs have been at the forefront of catering to the financial needs and creating livelihood sources of the so-called non-bankable masses in the rural and semi-urban areas. Through strong linkage at the grassroots level, they have created a medium of r each and c ommunication and are very effectively serving this segment. Thus, NBFCs have all the key characteristics to enable the government and r egulator to achieve the mission of financial inclusion in the given time.

#### **IMPROVING MACRO-ECONOMIC FUNDAMENTALS:**

The cr oss-sectional distribution pattern of the industry is det ermined by the performance of the economy. The macro-economic vulnerabilities at the domestic front have declined because of improvement in growth outlook, fall in inflation and recovery in industrial production data. With rising investor sentiment and business confidence, industry growth is likely to be fuelled by lending in the future.



# **STRONG REGULATORY INITIATIVES:**

The RBI has been tightening regulations to manage the risk in the sector and has been proposing higher c apital and provisioning r equirements. It has also been stressing on higher disclosures to safeguard public money and prevent systemic shocks. In addition, the RBI has taken rapid preventive actions in addressing specific issues to manage systemic risk. It has issued an ombudsman scheme for NBFCs, offering a grievance redressal mechanism for their customers.

## OUTLOOK:

NBFCs continue to be an integral part of the country's financial service ecosystem. The expected r eforms and dr ive t owards v arious c ore s ectors will pr ovide m ore opportunities to the NBFCs to create significant financial inclusion and employment opportunities across the country. In line with the government's vision to achieve inclusive growth, the next key step is to include the unbanked population in the formal financial system. This will empower them and result in a significant increase in the average per capita income. Government policies, combined with the financial services industry's efforts to look for growth, will augment financial inclusion.

#### **BUSINESS OVERVIEW:**

Meenakshi Enterprises Limited (MEL) is one of the RBI registered NBFC Company. Primarily, t he B usiness o ft he C ompany c an be di vided i nto following sections/Segments-

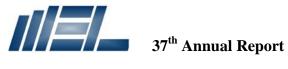
- NBFC Activity (Non-Deposit Taking Company)
- Investment/Trading in Shares & Securities

# **NBFC ACTIVITIES:**

The Company is also in to business of lending money or providing loans to both Corporate Clients and HNIs. The Company is doing this only against security and guarantee (by way of pledging of shares, immovable properties, bank guarantees etc.) and is providing only after entering into an agreement for the same. It also finances SME sector for growth and it acts as consultant to the Organizations for raising funds including capital either through IPO or PE / Venture Funds. It also acts as m anagement c onsultant r elating t o areas s uch as M erger, A malgamation, Acquisition, and Valuation etc.

#### **INVESTMENT / TRADING IN SHARES & SECURITIES:**

The Company also into the business of Investment / Trading in Shares & Securities and is having its separate research division to identify good listed companies which provides opportunity of good returns in term of both dividend and capital gain. The Company invests its idle fund in both Cash & Derivatives Market through BSE / NSE and has made handsome profit by investing in Shares & Securities.



### SWOT ANALYSIS

#### Strengths

- Distinguished financial s ervices provider, with local t alent c atering to local customers.
- Robust collection systems.
- Simplified and prompt loan request appraisal and disbursements.
- Product innovation and superior delivery.
- Ability to meet the expectations of a diverse group of investors and excellent credit ratings.
- Innovative resource mobilization techniques and pr udent f und m anagement • practices.

#### Weakness

- Regulatory restrictions continuously evolving Government regulations may impact operations.
- Uncertain economic and political environment.

#### **Opportunities**

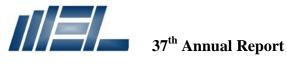
- Demographic changes and under penetration.
- Large untapped rural and urban markets.
- Use of digital solutions for business/ collections.

#### **Threats**

- High cost of funds.
- Rising NPAs.
- Restrictions on deposit taking NBFCs.
- Competition from other NBFCs and banks.

#### OTHER RISKS AND CONCERNS

As an NBFC, the C ompany is subjected to both external risk and i nternal risk. External r isk due t o i nterest r ate fluctuation, s lowdown i n ec onomic g rowth r ate, political i nstability, m arket v olatility, dec line i n foreign ex change r eserves, et c. Internal risk is associated with your Company's business which includes deployment of funds in specific projects, diversification into other business operations, retention of talented personnel, managing effective growth rate, volatility in interest rate, NPAs in portfolio, changes in compliance norms and regulations, contingent liabilities and other l egal proceedings. Y our C ompany r ecognizes t he i mportance o f r isk management and has invested in people, process and t echnologies to effectively mitigate the above risks.



Company's per formance is c losely I inked t o t he I ndian C apital M arket as t he company has investments in bot h q uoted as well as unq uoted s hares. These investments r epresent a s ubstantial por tion of t he c ompany's bus iness a nd are vulnerable to fluctuations in the stock market. Any decline in the price of quoted investments may affect its financial position and results of operations. The value of the company's investments may be affected by factors affecting capital markets such as pr ice and v olume volatility, i nterest r ates, c urrency ex change r ates, foreign investment, government policy changes, political and economic developments, crude oil prices and economic performance abroad, etc.

As a non-deposit taking NBFC, the Company is subjected to regulations by Indian governmental A uthorities, i ncluding t he R eserve B ank of I ndia. T heir Law s and regulations impose numerous requirements on the Company including prescribed levels of capital adequacy, solvency requirements and liquid assets. There may be future c hanges in t he r egulatory s ystem or in t he en forcement of t he Laws and regulations that may adversely affect the Company's performance. Moreover, any slowdown in the economic growth in India could cause the business of the Company to s uffer. R ecently, t he g rowth of i ndustrial pr oduction has b een v ariable. A ny slowdown in Indian economy could adversely affect the Company's business.

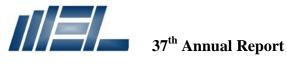
#### **RISK MANAGEMENT:**

The C ompany has a r obust R isk M anagement framework t o i dentify, ev aluate business r isks and o portunities. T his framework s eeks to c reate transparency. minimize a dverse i mpact on the business objectives and enhance the Company's competitive advantage. The business risk framework defines the risk management approach ac ross t he ent erprise at v arious I evels i ncluding doc umentation a nd reporting. The framework has different risk models which help in identifying risks trend, exposure and potential impact analysis at a Company level as also separately for bus iness s egments. T he C ompany has i dentified v arious r isks and al so has mitigation pl ans for each r isk i dentified. The R isk M anagement P olicy of t he Company is available on our website: www.melnbfc.com.

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

#### INTERNAL CONTROL SYSTEM AND ADEQUACY:

The Company has implemented a comprehensive system of internal controls and risk management systems for achieving operational efficiency, optimal utilization of resources, c redible financial r eporting an d c ompliance w ith I ocal I aws. T hese controls ar e r egularly r eviewed by bot h i nternal and external agencies for i ts efficiency and effectiveness. Management information and reporting system for key operational activities form part of overall control mechanism.



The Company has retained the services of Independent firms of Professionals to function as internal auditors and provide reports and effectiveness of internal control measures are reviewed by top management and audit committee of the Board.

The Company believes that it has internal controls and risk management systems to assesses and monitor risks. The company has its management team which monitors and manages risks by monitoring trends that may have an effect on the economic environment a nd actively as sesses on a r outine bas is the m arket v alue of t he Company's loan book. The Company seeks to monitor and control its risk exposure through a v ariety of s eparate be but c omplementary f inancial and op erational reporting systems. The Company believes it has effective procedures for evaluating and managing the market, operationally and other risks to which it is exposed.

#### **DISCUSSION ON FINANCIAL PERFORMANCE:**

During the year under review, the Company has incurred a loss as compared to the loss of Rs. Rs. 38.94 Lak hs as compared to the loss of Rs 21.61 Lak hs of the previous year. Your Directors are continuously looking for avenues for future growth of the Company in the Finance Industry.

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

#### HUMAN RESOURCE:

The Company firmly believes that human resources is an important instrument to provide proper communication of the Company's growth story to its stake holders and plays vital role in the overall prospects of the Company. So the Company takes possible s teps for t he w elfare of i ts manpower. T he e mployee r elationship w as cordial t hroughout t he y ear. We as o n 3 1<sup>st</sup> March, 2 020 hav e five per manent employees on our rolls.

For and on behalf of the Board

Sd/-Stanley Gilbert Felix Melkhasingh (DIN: 01676020) Managing Director

Sd/-Vasalkotram Sampath Sudhakar (DIN: 05139324) Director

Date:28.08.2020 Place: Chennai



# <u>ANNEXURE – VI</u>

# CERTIFICATE ON CORPORATE GOVERNANCE UNDER THE LISTING REGULATIONS

### To.

The Members of Meenakshi Enterprises Limited

- a. The C ertificate i ssued in ac cordance with the terms of our engagement l etter dated 25-06-2020.
- b. We have examined the compliance of conditions of Corporate Governance by Meenakshi Enterprises Limited ('the Company'), for the year ended 31<sup>st</sup> March 2020, as stipulated in the R egulations 17 -27, c lauses (b) to (i) of R egulation 46(2) and par agraphs C and D of Schedule V of the SEBI (Listing Obligations and D isclosure R equirements) R egulations, 201 5 ('Listing R egulations'), as amended, pursuant to the Listing Agreement of the Company with the Stock Exchanges.

## **Management Responsibility**

The compliance of conditions of Corporate Governance is the responsibility of the Management. This responsibility i ncludes t he des ign, i mplementation a nd maintenance of internal c ontrol procedures t o ensure t he c ompliance w ith t he conditions of Corporate Governance stipulated in the SEBI Listing Regulations.

#### Auditor's Responsibility

Our examination is limited to review of procedures and i mplementation thereof, adopted by the Company for ensuring the compliance of the conditions of Corporate Governance. It is neither an a udit n or an expression of opinion on the financial statements of the Company.

# Opinion

In our opinion and to the best of our information and according to the explanations given t o us, w e c ertify t hat t he C ompany has c omplied w ith t he c onditions of Corporate Governance regulations of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended



We further s tate t hat s uch compliance is nei ther an as surance as to t he f uture viability of t he C ompany nor t he efficiency or ef fectiveness w ith w hich t he management has conducted the affairs of the Company.

Place: Chennai Date:28-08-2020 For Lakshmmi Subramanian & Associates

Sd/-P.S.Srinivasan Partner ACS No. 1090 CP No. 3122 UDIN:A001090B000625989



# ANNEXURE – VII

# **Certificate on Non-Disgualification of Directors** (Pursuant to Regulation 34(3) and Schedule V Para C clause (10)(i) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015)

To, Meenakshi Enterprises Limited Portion No.F, old No.24, New No.45 VenkataMaistry Street, Mannady, Chennai-600001

We have examined the relevant registers, records, forms, returns and disclosures received from t he D irectors o f M eenakshi E nterprises Li mited C IN : L51102TN1982PLC009711 having its registered office at Portion No.F, old No.24, New No.45 VenkataMaistryStreet,Mannady Chennai-600001 (hereinafter referred to as 'the Company'), produced before us by the Company for the purpose of issuing this Certificate, in accordance with Regulation 34(3) read with Schedule V Para-C Sub clause 10(i) of the Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

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

| S.No | Name of Director                    | DIN      | Date of Original<br>Appointment in<br>Company |
|------|-------------------------------------|----------|---|
| 1    | Mr.Stanley Gilbert Felix Melkasingh | 01676020 |   |
|      |                                     |          | 30/07/2012                                    |
| 2    | Mr.VasalakotramSampathSudhakar      | 05139324 |   |
|      |                                     |          | 23/09/2013                                    |
| 3    | Mr.DinanathShyamSundar              | 06428256 | 16/07/2018                                    |
| 4.   | Mr.Sree Kala                        |          | 04/10/2018                                    |
|      |                                     | 08242895 |   |

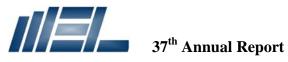


Ensuring the eligibility of for the appointment / continuity of every Director on the Board is the responsibility of the management of the Company. Our responsibility is to express an opinion on these based on our verification. This certificate is neither an assurance as to the future v iability of the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

Place: Chennai Date: 28-08-2020

For Lakshmmi Subramanian and Associates

Sd/-P.S.Srinivasan CP No: 3122 ACS No: 1090 UDIN: A001090B000625945



# ANNEXURE – VIII

#### **DECLARATION UNDER REGULATION 26(3) READ WITH SECHEDULE V PART D OF SEBI (LISTING OBLIGATIONS & DISCLOSURE REQUIREMENTS) REGULATIONS, 2015**

I, S tanley G ilbert F elix Melkhasingh (DIN: 01676020), M anaging D irector of the Company declare that the all Board members and Senior Management personnel have affirmed compliance with the Code of Conduct for the Financial Year ended 31<sup>st</sup> March, 2020.

Date:28.08.2020

For MEENAKSHI ENTERPRISES LIMITED

Place: Chennai

Sd/-STANLEY GILBERT FELIX MELKHASINGH



# ANNEXURE – IX

#### То The Members of **Meenakshi Enterprises Limited**

#### CERTIFICATION UNDER REGULATION 17(8) OF SEBI (LODR) REGULATIONS, 2015

- a) We have reviewed Financial Statements and Cash Flow Statement for the year ended 31.03.2020 and that to the best of our knowledge and belief
  - (i) These statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading.
  - (ii) These statements together present a true and f air view of the Company's affairs and are in compliance with existing accounting standards, applicable laws and regulations.
- b) There are, to the best of our knowledge and belief, no transactions entered into by the Company during the year which are fraudulent, illegal or violative of the Company's Code of Conduct.
- c) We accept that it is our responsibility to establish and maintain internal controls for f inancial r eporting and t hat w e hav e e valuated t he ef fectiveness of t he internal control systems of the Company pertaining to the financial reporting and have disclosed to the Auditors and the Audit Committee, wherever applicable:
  - (i) Deficiencies in the design or operation of internal controls, if any, when come to o ur notice; we take s teps or propose to take s teps to r ectify t hose deficiencies.
  - (ii) Significant changes in internal control.
  - (iii) Significant c hanges i n ac counting policies and t hat t he s ame have bee n disclosed in the notes to the financial statements.
  - (iv) Instances of s ignificant fraud of w hich w e hav e be en aw are and t he involvement therein, if any of the management or a nemployee having a significant role in the company's internal control system.

For and on behalf of the Board

Sd/-Stanley Gilbert Felix Melkhasingh (DIN: 01676020) Managing Director

Sd/-Vasalkotram Sampath Sudhakar (DIN: 05139324) Director

Date: 28.08.2020 Place: Chennai



### **INDEPENDENT AUDITOR'S REPORT**

#### To the members of M/s. Meenakshi Enterprises Limited **Report on the audit of Financial Statements**

#### Opinion

We have audited the accompanying financial statements of M/s. Meenakshi Enterprises Limited ("the Company"), which comprise the Balance Sheet as at 31st March, 2020, t he S tatement of Profit and Loss (including ot her c omprehensive income), statement of changes in equity and the Statement of Cash Flows for the year ended on that date, including a summary of the significant accounting policies and other explanatory i nformation (hereinafter r eferred to as the "Financial Statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the C ompany as at M arch 31, 2020 and its Loss and other comprehensive income, and its cash flows for the year ended on that date.

#### **Basis of Opinion**

We conducted ou r aud it in ac cordance with the S tandards on A uditing s pecified under Section 143 (10) of the Act. Our responsibilities under those Standards are further de scribed in the Auditor's Responsibilities for the Audit of the Financial Statements s ection of our report. We a re independent o f the C ompany i n accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India (ICAI) together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules t hereunder, and w e ha ve fulfilled our other et hical r esponsibilities i n accordance with the requirements and the ICAI's Code of Ethics.. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.

#### **Emphasis of Matter**

The Financial Statements, to the extent to which the COVID-19 pandemic will have impact on t he C ompany's f inancial pe rformance is depend ent on f uture developments, which are highly uncertain. Our opinion is not modified in respect of this matter.

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

The Company's Board of Directors is responsible for the other information. The other information comprises the Board's report, including Annexure to Board Report, and Shareholders I nformation but does not include the financial statements and our auditor's report thereon.



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

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

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

#### **Responsibility of Management for the Financial Statements**

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and c ash flows of the C ompany in a coordance with the accounting p rinciples ge nerally accepted in I ndia, i ncluding t he Accounting Standards specified under Section 133 of the Act, read with relevant rules made thereunder.

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

In preparing the financial statements, the management is responsible for assessing the C ompany's ab ility to continue as a going concern, d isclosing, a s app licable, matters related to going concern and using the going concern basis of accounting unless t he m anagement ei ther intends t o liquidate t he C ompany or t o cease operations, or has no realistic alternative but to do so.

Those Board of D irectors a re a lso r esponsible for overseeing t he C ompany's financial reporting process.

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

Our objectives are to obt ain reasonable assurance a bout whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and t o i ssue an a uditor's report t hat i ncludes o ur opi nion. R easonable assurance is a high level of as surance, 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.

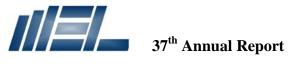


As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and as sess t he r isks of material m isstatement of t he f inancial • statements, w hether due t o fraud or e rror, des ign and perform a udit procedures r esponsive t o t hose r isks, a nd obt ain a udit ev idence t hat i s 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 f rom error, as f raud m ay involve collusion, f orgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal controls relevant to the audit in order to • design au dit procedures t hat ar e appropriate i n t he c ircumstances. U nder section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate t he ap propriateness o f ac counting pol icies us ed and t he • reasonableness of ac counting es timates a nd r elated d isclosures m ade 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 unc ertainty e xists r elated t o events or c onditions t hat may c ast significant doubt on the Company's ability to continue as a going concern. If we c onclude t hat a material unc ertainty ex ists, we are r equired t o dr aw 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 r eport. H owever, f uture ev ents or c onditions may c ause t he Company to cease to continue as a going concern.
- Evaluate t he ov erall presentation, s tructure and c ontent o f t he f inancial • statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

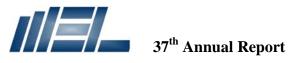
We c ommunicate w ith t hose c harged w ith g overnance r egarding, am ong ot her matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied w ith r elevant et hical r equirements r egarding i ndependence, a nd t o communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.



### **Report on Other Legal and Regulatory Requirements**

- 1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the "Annexure A" as tatement on the matters specified in paragraphs 3 and 4 of the Order.
- 2. As required by Section 143(3) of the Act, we report that:
- We have sought and obtained all the information and explanations which to the (a) 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
- The B alance S heet, t he S tatement of P rofit and Loss, a nd t he Cash F low (c) Statement dealt with by this Report are in agreement with the books of account.
- In our opinion, the aforesaid financial statements comply with the Accounting (d) Standards s pecified under S ection 133 of the A ct, r ead with R ule 7 of the Companies (Accounts) Rules, 2014.
- (e) On the basis of the written representations received from the directors as on 31st M arch, 2020, t aken on r ecord by the Board of D irectors, none of the directors is disgualified as on 3 1st M arch, 2020 from being appointed as a director in terms of Section 164 (2) of the Act.
- (f) With r espect to the adequacy of the internal financial controls over financial reporting of the company and ot her operating effectiveness of such controls, refer to our separate report in "Annexure B".
- (g) With r espect t o t he o ther m atters t o be included in t he A uditors R eport in accordance with the requirements of section 197(16) of the Act, as amended: In o ur opi nion and t o t he b est of our i nformation and ac cording t o t he explanations given to us, the remuneration paid by the Company to its directors during the year is in accordance with the provisions of section 197 of the Act.
- With r espect t o t he o ther m atters t o be included in t he A uditor's R eport in (h) 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:
  - The Company does not have any pending litigations which would impact i. its financial position.
  - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.



There were no a mounts which were required to be transferred to the iii. Investor Education and Protection Fund by the Company.

For VIVEKANANDAN ASSOCIATES

**Chartered Accountants** (Firm Regn. No.: 05268 S)

Sd/-**R. LAKSHMINARAYANAN** Partner Membership No. 204045 UDIN:20204045AAAAAZ5361

Place: Chennai Date: 30/06/2020



#### "Annexure A" to the Independent Auditors' Report

Referred to in paragraph1 under the heading 'Reporton 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) The Company has maintained proper records showing full particulars. (a) including quantitative details and situation of fixed assets;
  - There Fixed Assets have been physically verified by the management in (b) a phased manner, at r egular i ntervals, which in our opinion, is reasonable having regard to the size of the company and nature of its business and no material discrepancies between the books records and the physical fixed assets have been noticed.
  - (c) The company does not hold any immovable properties and hence clause is not applicable.
- 2) The Company is holding stock of shares and securities in dematerialized form and hence no physical verification is required for such stock items.
- The Company has not granted any loans, secured or unsecured to 3) companies, firms, Limited Liability partnerships or other parties covered in the Register maintained under section189 of the Act. Accordingly, the provisions of clause 3 (iii) (a) to (c) of the Order are not applicable to the Company and hence not commented upon.
- In our opinion and according to the information and explanations given to us, 4) the company has complied with the provisions of section 185 and 186 of the Companies Act, 2013 in respect of loans, investments, gua rantees, and security. T he C ompany bei ng a N BFC, not hing c ontained i n s ection 186, except sub-section (1) of that section.
- The Company has not accepted any deposits from the public and hence the 5) 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.
- As informed to us, the maintenance of Cost Records has not been specified 6) 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. According to the information and explanations given to us, noun disputed amounts payable in respect of the above were in arrears as at March 31, 2020 for a period of more than six months from the date on when they become payable.



- b) According to the information and 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.
- In our opinion and according to the information and explanations given to us, 8) the Company has not defaulted in there payment of dues to banks. The Company has not taken any loan either from financial institutions or from the government and has not issued any debentures.
- Based upon the audit procedures performed and the information and 9) 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 during the year. 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 in ac cordance with the generally ac cepted auditing practices in India 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 course of our audit.
- Based upon the audit procedures performed and the information and 11) 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 C ompany is not a Nidhi Company. Therefore, the provisions of clause 4 (xii) of the Order are not applicable to the Company.
- 13) In our opinion, all transactions with the related parties are in compliance with section 177 and 188 of Companies Act, 2013 and the details have been disclosed in the Financial Statements as required by the ap plicable accounting standards.
- Based upon the audit procedures performed and the information and 14) 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.



In our opinion, the company is required to be registered under section 45IA of 16) the Reserve Bank of India Act, 1934 and accordingly has obtained certificate of registration from the Reserve Bank of India which is valid for the year under review.

#### For VIVEKANANDAN ASSOCIATES

**Chartered Accountants** (Firm Regn. No.: 05268 S)

Sd/-**R. LAKSHMINARAYANAN** Partner Membership No. 204045

Place: Chennai Date: 30/06/2020

UDIN:20204045AAAAAZ5361



#### "Annexure B" to the Independent Auditor's Report of even date on the Financial Statements of M/s. Meenakshi Enterprises 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 M/s. Meenakshi E nterprises Li mited ("the Company") as of March 31,2020 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

In our opinion, the Company has, inall 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.

#### Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on [for example, "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.



#### 37<sup>th</sup> Annual Report

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

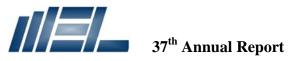
Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management over ride of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal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

#### For VIVEKANANDAN ASSOCIATES

Chartered Accountants (Firm Regn. No.: 05268 S)

Sd/- **R. LAKSHMINARAYANAN** Partner Membership No. 204045 UDIN:20204045AAAAAZ5361

Place: Chennai Date: 30/06/2020



# BALANCE SHEET AS AT 31<sup>ST</sup> MARCH, 2020

| Particulars                                    | Note<br>No. | As at<br>31-03-2020 | As at<br>31-03-2019                     |
|--|-------------|---------------------|---|
| ASSETS   |             | Rs.                 | Rs.                                     |
| (1) Financial Assets                           |             |                     |   |
| (a) Cash and Cash equivalents                  | 2           | 1,01,655            | 13,05,232                               |
| (b) Bank balance other than (a) above          |             | -                   | -                                       |
| (c) Derivative financial instrument            |             | -                   | -                                       |
| (d) Receivables                                |             | -                   | -                                       |
| (I) Trade Receivables                          | 3           | 4,80,000            | -                                       |
| (II) Other Receivables                         |             | -                   | -                                       |
| (e) Loans                                      | 4           | 12,43,57,715        | 10,34,06,031                            |
| (f) Investments                                |             | -                   |   |
| (g) Other Financial Assets                     |             | -                   | -                                       |
|  |             | 12,49,39,370        | 10,47,11,263                            |
| (2) Non- financial Assets                      |             |                     |   |
| (a) Inventories                                | 5           | 1,35,41,951         | 2,72,71,596                             |
| (b) Current tax assets (Net)                   |             | -                   | -                                       |
| (c) Deferred Tax assets                        |             | -                   |   |
| (d) Investment Property                        |             | -                   |   |
| (e) Biological Assets other than bearer plants |             | -                   | -                                       |
| (f) Property, Plant & Equipment                | 6           | 13,084              | -                                       |
| (g) Capital work-in-progress                   |             | -                   |   |
| (h) Intangible assets under development        |             | -                   | -                                       |
| (i) Goodwill                                   |             | -                   |   |
| (j) Other intangible assets                    |             | -                   |   |
| (k) Other non- financial assets                | 7           | 18,85,030           | 22,50,357                               |
|  |             | 1,54,40,065         | 2,95,21,953                             |
| Tota   | l Assets    | 14,03,79,436        | 13,42,33,216                            |
| LIABILITIES AND EQUITY                         |             |                     |   |
| LIABILITIES                                    |             |                     |   |
| (1) Financial liabilities                      |             |                     |   |
| (a) Derivative financial Instrument            |             | -                   |   |
| (b) Payables                                   |             | -                   | -                                       |
| (I) Trade Payables                             |             | -                   |   |
| (II) Other Payables                            | 9           | 74,780              | 50,000                                  |
| (c) Debt securities                            |             | -                   | ,                                       |
| (d) Borrowings                                 | 8           | 2,16,05,016         | 1,14,95,000                             |
| (e) Deposits                                   |             | _,,00,010           | _,_ ,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,, |
| (f) Subordinated Debts                         |             | _                   | -                                       |
| (g) Other financial liabilities                |             | -                   |   |
|  |             | 2,16,79,796         | 1,15,45,000                             |



| (2) Non-financial liabilities       |    |              |              |
|-------------------------------------|----|--------------|--------------|
| (a) Current tax liabilities (Net)   |    | -            | -            |
| (b) Provisions                      | 10 | 2,71,244     | 3,65,404     |
| (c ) Deferred tax liabilities (Net) |    | -            | -            |
| (d) Other non-financial liabilities |    | -            | -            |
|                                     |    | 2,71,244     | 3,65,404     |
| (3) Equity                          |    |              |              |
| (a) Equity share capital            | 11 | 12,40,00,000 | 12,40,00,000 |
| (b) Other equity                    | 12 | -55,71,604   | -16,77,188   |
|                                     |    | 11,84,28,396 | 12,23,22,812 |
| TOTAL EQUITY AND LIABILITIES        |    | 14,03,79,436 | 13,42,33,216 |
| Significant accounting policies     | 1  |              |              |

For Vivekananda Associates **Chartered Accountants** 

For and On Behalf of the Board

Sd/-Sd/-R.Lakshminarayanan Partner M.No: 204045

Sd/-

Stanley Gilbert Melkhasingh Managing Director DIN: 01676020

Vasalakotram Sampath Sudhakar Director DIN: 05139324

> Sd/-Ajit Kumar KumbhatDilip

**Company Secretary** 

Sd/-Babu Madhurai Muthu **Chief Financial Officer** 

Date: 30-06-2020

Place: Chennai

Date: 30-06-2020

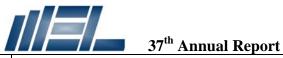
Place: Chennai



# STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED 31<sup>ST</sup> MARCH, 2020

### (Amount in Rs.)

|      |   | Notes | Year ended<br>31-03-2020 | Year ended<br>31-03-2019 |
|------|---|-------|--------------------------|--------------------------|
| T    | Revenue from Operations   |       |                          |                          |
|      | (i) Interest Income   |       | 1,23,24,320              | 2,70,12,502              |
|      | (ii) Sale of securities   |       | 94,61,069                | 93,26,833                |
| П    | Other Income  | 13    | 10,33,573                | 1,17,233                 |
| ш    | Total Income  |       | 2,28,18,962              | 3,64,56,569              |
|      | Expenses:   |       |                          |                          |
|      | (i) Finance costs   | 14    | 1,26,289                 | 7,92,452                 |
|      | (ii) Fees and commission expenses   |       | -                        | -                        |
|      | (iii) Net loss on fair value changes  |       | -                        | -                        |
|      | <ul> <li>(iv) Net loss on derecognition of financial instruments<br/>under amortised cost category</li> </ul> |       | -                        | -                        |
|      | (v) Impairment on financial instruments   |       | -                        | -                        |
|      | (vi) Cost of material consumed  |       | -                        | -                        |
|      | (vii) Purchase of stock in trade  | 15    | 55,200                   | 4,01,65,963              |
|      | (viii) Change in inventories of finished goods, stock-in-   |       |                          |                          |
|      | trade, work-in-progress   | 16    | 1,37,29,644              | -1,42,26,001             |
|      | (ix) Employee benefit expense   | 17    | 24,36,322                | 11,54,228                |
|      | (x) Depreciation and amortisation expense   | 2     | 2,616                    | -                        |
|      | (xi) Other expenses   | 18    | 1,03,63,306              | 1,07,30,883              |
| IV   | Total expenses  |       | 2,67,13,378              | 3,86,17,525              |
| v    | Profit before exceptional and extraordinary items and taxes (III-IV)  |       | (38,94,416)              | (21,60,956)              |
| VI   | Exceptional items   |       | -                        | -                        |
| VII  | Profit before tax (PBT) (VII-VIII)  |       | (38,94,416)              | (21,60,956)              |
| VIII | Tax expense   |       |                          |                          |
|      | i) Current tax  |       | -                        | -                        |
|      | ii) Deferred tax  |       | -                        | -                        |
| IX   | Profit/(Loss) for the period from continuing operations   |       | (38,94,416)              | (21,60,956)              |
| х    | Profit/(Loss) for the period from discontinued operations   |       | -                        | -                        |



|      | 57 Annual Report  |             |             |
|------|---|-------------|-------------|
| хі   | Tax expense   | -           | -           |
| XII  | Profit/(loss) from discontinued operations (After tax) (X-<br>XI) | -           | -           |
| XIII | Profit/(Loss) for the period                                      | (38,94,416) | (21,60,956) |
| XIV  | Other comprehensive income  |             |             |
|      | A. Items that will not be reclassified to profit or loss:         |             |             |
|      | Remeasurements of post employment benefit obligations             | -           | -           |
|      | Change in fair value of equity instruments                        | -           | -           |
|      | Income tax relating to these items                                |             |             |
|      | B. Items that will be reclassified to profit or loss:             |             |             |
|      | Fair value changes on cash flow hedges                            | -           | -           |
|      | Income tax relating to these items                                | -           | -           |
|      | Other comprehensive income for the year, net of tax               | -           | -           |
| XV   | Total comprehensive income for the year(XIII)+(XIV)               | (38,94,416) | (21,60,956) |
| XVI  | Earnings per equity share (for continuing operations)             |             |             |
|      | Basic Earnings per share  | 0.31        | 0.17        |
|      | Diluted Earnings per share  | 0.31        | 0.17        |
|      | Earnings per equity share (for continuing operations)             |             |             |
|      | Basic Earnings per share  | -           | -           |
|      | Diluted Earnings per share  | -           | -           |
|      | Earnings per equity share (for continuing operations)             |             |             |
|      | Basic Earnings per share  | -<br>0.31   | -<br>0.17   |
|      | Diluted Earnings per share  | 0.31        | 0.17        |

For Vivekananda Associates Chartered Accountants

Sd/-Sd/-Stanley Gilbert Melkhasingh Vasalakotram Sampath Sudhakar R.Lakshminarayanan Partner Managing Director Director M.No: 204045 DIN: 01676020

> Sd/-Babu Madhurai Muthu Chief Financial Officer

Date: 30-06-2020

Place: Chennai

Date: 30-06-2020

Place: Chennai

For and On Behalf of the Board

Sd/-

Sd/-

Ajit Kumar KumbhatDilip

**Company Secretary** 

DIN: 05139324



# CASH FLOW STATEMENT FOR THE YEAR ENDED 31<sup>ST</sup> MARCH, 2020

|    | Particulars  | Year ended March<br>31, 2020        | Year ended<br>March 31, 2019 |
|----|--|-------------------------------------|------------------------------|
| Α. | Cash Flow from Operating Activities                    |                                     |                              |
|    | Net Profit Before Tax and Extraordinary Items          | (38,94,416)                         | (21,60,956)                  |
|    | Add:   |                                     |                              |
|    | Depreciation and Amortisation for the year             | 2,616                               | -                            |
|    | Bad Debts written off                                  | 40,500                              | 12,83,240                    |
|    | Provision for NPA/(written back)                       | 83,02,500                           | 32,83,230                    |
|    | Provision for Standard Assets                          | (94,160)                            | 1,265                        |
|    | Share Issue Expenses w/off                             | 54,000                              | 1,08,000                     |
|    | Preliminary Expenses w/off                             | 80,832                              | 1,12,360                     |
|    | Finance cost   | -                                   | -                            |
|    | Operating Profit before Changes in Working Capital     | 44,91,872                           | 26,27,139                    |
|    | (Increase)/ Decrease in Working Capital                |                                     |                              |
|    | Inventories  | 1,37,29,644                         | (1,90,14,097)                |
|    | Sundry Debtors   | (4,80,000)                          | 35,810                       |
|    | Loans and Advances                                     | (1,92,94,684)                       | (71,71,254)                  |
|    | Other current assets                                   | 2,30,495                            | 2,20,360                     |
|    | Current Liabilities                                    | 24,780                              | (18,372)                     |
|    |  | (57,89,765)                         | (2,59,47,553)                |
|    | Cash generated from operations                         | (12,97,893)                         | (2,33,20,414)                |
|    | Direct taxes paid                                      | _                                   | -                            |
|    | Net Cash Flow from Operating Activities (A)            | (12,97,893)                         | (2,33,20,414)                |
| в. | Cash Flow from Investing Activities                    |                                     |                              |
|    | Purchase of Property, Plant and Equipment              | (15,700)                            | -                            |
|    | Capital Work-in-Progress                               | -                                   | -                            |
|    | Advance for Property                                   | (1,00,00,000)                       | -                            |
|    | Interest received                                      | -                                   | -                            |
|    | Sale of Fixed Assets                                   | -                                   | -                            |
|    | Dividend received                                      | -                                   | -                            |
|    | Net Cash Flow from Investing Activities (B)            | (1,00,15,700)                       | -                            |
| C. | Cash Flow from Financing Activities                    |                                     |                              |
|    | Long Term Borrowings repaid                            | -                                   | -                            |
|    | Short-Term Borrowings availed/(repaid)                 | 1,01,10,016                         | 1,14,95,000                  |
|    | Interest Paid on Borrowings                            | -                                   | -                            |
|    | Dividend and dividend tax paid                         | -                                   | -                            |
|    | Net Cash Flow from Financing Activities (C)            | 1,01,10,016                         | 1,14,95,000                  |
|    | Total (A+B+C)  | (12,03,577)                         | (1,18,25,414)                |
|    |  | (,,.,.,,,,,,,,,,,,,,,,,,,,,,,,,,,,, | (_,,,, )                     |
|    | Cash and Cash Equivalents at the Beginning of the year | 13,05,232                           | 1,31,30,646                  |
|    | Cash and Cash Equivalents at the end of the year       | 1,01,655                            | 13,05,232                    |
| D. | Increase/(Decrease) in Cash and Cash Equivalents       | (12,03,577)                         | (1,18,25,414)                |



For Vivekananda Associates **Chartered Accountants** 

Sd/-R.Lakshminarayanan Partner M.No: 204045

Sd/-Stanley Gilbert Melkhasingh Managing Director DIN: 01676020

> Sd/-Babu Madhurai Muthu Chief Financial Officer

For and On Behalf of the Board

Sd/-Vasalakotram Sampath Sudhakar Director DIN: 05139324

> Sd/-Ajit Kumar KumbhatDilip **Company Secretary**

Date: 30-06-2020

Date: 30-06-2020

Place: Chennai

Place: Chennai



### Notes to the Financial Statement for the year ended March 31, 2020

The accounting policies mentioned herein are relating to financial statements of the Company.

## **Corporate Information**

MEENAKSHI ENTERPRISES LIMITED (MEL) is a No n-Deposit t aking N on-Banking Financial Company as defined under section 45-IA of the Reserve Bank of India ('RBI') Act, 1934. The Company is registered as an NBFC with RBI. The Company is in the business of providing I oans to both C orporate C lients and HNIs against security and guarantee. It also finances SME sector for growth and it acts as consultant for raising funds through IPO or PE / Venture Funds. It also acts as management consultant relating to areas such as Merger, Amalgamation, Acquisition and Valuation etc.

The Company is also into the business of Investment in Shares & Securities and is having its separate research division to identify good listed companies. The Company also invests in both Cash & Derivatives Market through BSE / NSE. The Company's shares are listed in Bombay Stock Exchange.

#### 1. Significant Accounting Policies

#### **Basis of Preparation of financial statements** 1.1

### (A) Compliance with Ind AS

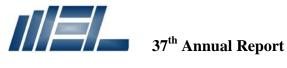
The financial s tatements c omply i n al I m aterial as pects w ith I ndian A ccounting Standards (Ind AS) notified under section 133 of the Companies Act, 2013 (the Act) read with Companies (Indian Accounting Standards) Rules, 2015 as amended from time to time and other relevant provisions of the Act. Any directions issued by the RBI or other regulators are implemented as and when they become applicable.

For the periods up to and i ncluding the financial year ended March 31, 2019 the Company pr epared its f inancial s tatements i n ac cordance with C ompanies (Accounting Standards) Rules, 2006 (as amended) notified under the Act read with Rule 7 of the Companies (Accounts) Rules, 2014 (as amended), guidelines issued by the RBI and other generally accepted accounting principles in India (collectively referred to as 'Indian GAAP' or 'Previous GAAP').

The transition to Ind As has been carried out in accordance with Ind AS 101 First time adoption of Indian Accounting Standards. Accordingly, the impact of transition has been recorded in the opening reserves as at April 01, 2018.

An explanation of how the transition to Ind AS from the previous GAAP has affected the previously reported financial position, financial performance and cash flows of the Company is provided by way of a Note in the Notes to Accounts.

Accounting policies have been c onsistently applied except where a new ly issued accounting s tandard i s i nitially adopt ed or a r evision t o t he ex isting ac counting standard requires a change in the accounting policy hitherto in use.



### (B) Presentation of financial statements

The Balance Sheet, the Statement of Changes in Equity and the Statement of Profit and Loss are presented in the format presented under Division III of Schedule III of the A ct, as a mended f rom t ime t o t ime, for N on - Banking F inancial C ompanies ('NBFCs') that are required to comply with Ind AS. The Statement of Cash Flows has been presented as per requirements of Ind AS 7 Statement of Cash Flows.

## (C) Basis of Preparation

The financial statements have been prepared on the historical cost convention under accrual basis of accounting except for certain financial instruments and plan assets of defined plans, which are measured at fair values at the end of each reporting period as explained in the accounting policies below. All amounts disclosed in the financial statements and notes have been rounded off to nearest rupees in compliance with Schedule III of the Act, unless otherwise stated.

### (D) Use of Estimates and judgements

These financial statements are the first financial statements of the Company under Ind AS. Refer Note No 1 for an explanation of how the transition from the previous GAAP to I nd A S has a ffected t he C ompany's f inancial position a nd financial performance.

#### 1.2 Use of Estimates

The pr eparation of financial s tatements in c onformity with t he I nd A S r equires management to make estimates and assumptions that affect the reported amounts of assets and liabilities (including contingent liabilities) and disclosures as of the date of the financial statements and the reported amounts of revenues and expenses for the reporting period. The estimates and assumptions used in the accompanying financial statements ar e bas ed upon management's ev aluation o f t he r elevant f acts an d circumstances as of the date of the financial statements. Actual results could differ from t hese estimates. A ny r evisions t o ac counting es timates ar e r ecognized prospectively in the current and future periods.

#### 1.3 Inflation

Assets and liabilities are recorded at historical cost to the company. These costs are not adjusted to reflect the changing value in the purchasing power of the company.

#### **1.4 Property, Plant and Equipment**

All items of Property, Plant and Equipment are stated at cost of acquisition or construction less accumulated depreciation/ amortization and impairment, if any. Cost i ncludes p urchase pr ice, t axes a nd du ties, I abour c ost an d di rectly attributable overheads incurred upto the date the asset is ready for its intended use. However, cost excludes Excise Duty, Value Added Tax to the extent credit of the duty or tax is availed of.



Subsequent costs are included in the asset's carrying amount or recognized as separate as set, as ap propriate, only when it is probable that future economic benefit as sociated with the item flows to the Company and the cost of the item can be measured reliably. The carrying amount of any component accounted for as a s eparate as set i s der ecognized w hen r eplaced. All ot her r epair a nd maintenance are charged to Profit and Loss during the reporting period in which they are incurred.

### **1.5** Depreciation and Impairment of assets

The useful life estimates prescribed in Part C of Schedule II to the Companies Act. 2013 are adhered to and d epreciation is calculated on s uch as sets on the basis of useful life estimates.

Depreciation is charged over the estimated life of the fixed as sets on written down value method at the rates and in the manner prescribed in Schedule II of the C ompanies A ct, 201 3. Items c osting I ess t han R s.5,000/- are f ully depreciated in the year of purchase. For assets purchased/ sold during the year, depreciation is provided on pro rata basis by the company.

The C ompany as sesses at each bal ance s heet dat e w hether t here i s any indication t hat a n as set m ay be i mpaired. I f a ny s uch i ndication ex ists, t he Company estimates the recoverable amount of the asset or the cash generating unit ('CGU'). If such recoverable amount of the asset of the CGU to which the asset belongs is less than its carrying amount, the carrying amount is reduced to its recoverable amount. The reduction is treated as an impairment loss and is recognized in the statement of the profit and loss. If at the balance sheet date there is an indication that a previously assessed impairment loss no longer exists, the recoverable amount is reassessed and the asset is reflected at the revised recoverable amount, subject to maximum of the depreciated historical cost.

### 1.6 Inventories

Inventories are valued at Cost or Net Realizable Value, whichever is lower.

### **1.7** Investments

Investments expected to mature after twelve months are taken as non-current as long term investment and stated at cost. Provision is recognized only in case of diminution, which is otherwise only temporary in nature. Investments which is maturing within a per iod of three months from the date of acquisition ar e classified as cash equivalents if they are readily convertible into cash. All other investments are classified as current investments/ short term and are valued at lower of cost or net realizable value.

#### 1.8 **Employee Benefits**

Contribution to Provident Fund and Earned Leave Encashment are accounted on actual liability basis. The liability in respect of Gratuity is not provided on actuarial valuation basis.



### **1.9 Revenue Recognition**

Revenue on sale of securities is recognized and accounted for on sale of such shares. I nterest I ncome is r ecognized and ac counted for on a ccrual of s uch Interest Income in accordance with the prudential norms guidelines issued by the Reserve Bank of India

#### 1.10 Cash Flow Statement

Cash f low s tatement pr epared un der t he i ndirect m ethod forms par t o f t he financial statement.

#### **1.11** Contingencies and events occurring after the Balance Sheet date: NIL

#### 1.12 Net Profit or Loss for the period, prior period items and changes in accounting policies

- > Net profit for the period: All items of income and expenses in the period are included in the determination of net profit for the period, unless specifically mentioned elsewhere in the financial statements or is required by an Accounting Standard.
- Prior period items NIL.
- > Changes i n ac counting pol icies: There are no s ignificant changes i n accounting policies of the company from that of the previous period.

#### 1.13 Borrowing Cost

Borrowing cost in respect of acquisition or construction of qualifying assets are capitalised as part of such assets. A qualifying asset is an asset that necessarily requires a substantial period of time to get ready for its intended use or sale. Interest so capitalized during the period is Nil.

#### 1.14 Segment Reporting

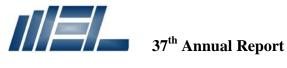
This s tandard i s not applicable t o t he c ompany as t here are no i dentifiable segments.

#### 1.15 Government Grants

The Company has not received any grants from government during the year.

#### 1.16 Cash and Cash equivalents

For the purpose of presentation in the cash flows, cash and cash equivalents include cash on hand, deposits held at call with financial institutions, other short term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value, and b ank overdrafts. Bank overdrafts are shown within current liabilities in the balance sheet.



#### 1.17 Trade receivables

Trade receivables ar e r ecognized i nitially at fair v alue and subsequently measured at amortized cost using the effective interest method, less provision for impairment. The C ompany applied the E xpected C ash L oss (ECL) m odel in accordance with Ind AS 109 for recognizing impairment loss on financial assts. The EXCL allowance is based on the credit losses expected to arise from all possible default events over the expected life of the financial as set ('Lifetime ECL') unless there has been nos ignificant i ncrease in the credit risk since origination, in which case, the allowance is based on the 12-month ECL. The 12month ECL is a portion of the lifetime ECL which results from default events that are possible within 12 m onths after the reporting date. ECL is calculated on a collective bas is, considering the retail nature of the underlying portfolio of the financial assets.

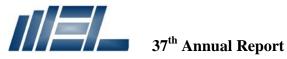
The impairment m ethodology applied d epends on w hether t here has been a significant increase in credit risk. When determining whether the risk of default on a financial asset has increased significantly since initial recognition, the Company considers reasonable and supportable information that is relevant and available without und ue c ost o r ef fort. This i ncludes bot h q ualitative an d q uantitative information and a nalysis based on a provision matrix which takes into account the C ompany's hi storical c redit I oss ex perience, c urrent ec onomic c onditions, forward looking information and scenario analysis.

The gross carrying amount of a financial asset is written off (either partially or in full) to the extent that there is no reasonable expectation of recovering the asset in its entirety or a portion thereof. This is generally the case when the Company determines that the debtor does not have assets or sources income that could generate sufficient flows to repay the amounts subject to the write-off. However, financial assets that are written-off could still be subject to enforcement activities under the C ompany's r ecovery pr ocedures, t aking i nto ac count l egal advice where appropriate. Any recoveries made are recognized in profit or loss.

#### 1.18 Taxation

Tax expenses are the aggregate of the current tax and d eferred tax charged or credited in the Statement of profit and loss for the year. The current charge for income t ax i s c alculated i n ac cordance with t he r elevant t ax regulations applicable to the company.

Deferred tax charge or credit reflects the tax effects of timing differences between accounting income and taxable income for the period. Deferred tax as sets are recognized only to the extent there is reasonable certainty that the assets can be realized in future; however, where there is una bsorbed depreciation or carry forward losses, deferred tax assets are recognized only if there is virtual certainty of realization of such assets. Deferred tax assets are reviewed at each balance sheet date. Deferred Tax Asset and Liability are netted off and disclosed in the balance sheet under the Head "Deferred Tax Asset/ Liability".



### **1.19 Provisions and Contingencies**

The Company recognizes provisions when there is present obligation as a result of past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate of the amount of the obligation can be made. In cases where the available information indicates that the loss on the contingency is reasonably possible but the a mount of loss cannot be reasonably estimated, a disclosure is made in the financial statements.

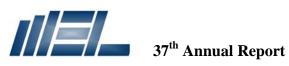
Provisions are reviewed at each balance sheet date and adjusted to reflect the current management estimates. If it is no I onger probable that the outflow of resources is not required to settle the obligation, the provision is reversed.

A disclosure of contingent liability is made when there is a possible obligation or a present obligation that may but probably will not require an outflow of resources.

When there is possible obligation or a p resent obligation in r espect of w hich likelihood of outflow of r esources is r emote, n o provision or disclosure is m ade. Contingent assets are not recognised in the financial statements.



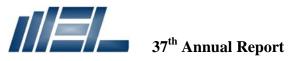
|   |   | As at<br>31-03-2020 | As at<br>31-03-2019 |
|---|---|---------------------|---------------------|
|   | Cash And Cash Equivalents                                   | Rs.                 | Rs.                 |
|   | (i) Balance with Banks in Current accounts                  | 39,753              | 11,60,503           |
|   | (ii) Cash on hand   | 61,902              | 1,44,729            |
| 2 | (iii) Cheques in hand                                       | -                   | -                   |
|   | (iv) Others   | _                   | -                   |
|   |   | 1,01,655            | 13,05,232           |
|   |   | _,0_,000            |                     |
|   | (i) Earmarked balances with banks                           | _                   | -                   |
|   | (ii) Balances with banks to the extent held as margin money |                     |                     |
|   | or security against the borrowings, guarantees, other       |                     |                     |
|   | commitments   | -                   | -                   |
|   | Trade Receivables   |                     |                     |
|   | (A) Outstanding for a period exceeding six months from      |                     |                     |
|   | date they are due for payments:                             |                     |                     |
|   |   |                     |                     |
|   | Secured, Considered good                                    | -                   | -                   |
|   | Users and Constituted as a d                                |                     |                     |
|   | Unsecured, Considered good                                  | -                   | -                   |
|   | Receivables which have significant increase in Credit Risk  | -                   | -                   |
|   | Less: Allowance for bad and doubtful debts                  | -                   | -                   |
|   | Total (A)   | -                   | -                   |
| 3 | (B) Others  |                     |                     |
| _ | Secured, Considered good                                    | -                   | -                   |
|   |   |                     |                     |
|   | Unsecured, Considered good                                  | 4,80,000            | -                   |
|   | Significant increase in Credit Risk                         |                     |                     |
|   | Significant increase in credit Kisk                         | -                   | -                   |
|   | Less: Allowance for bad and doubtful debts                  | -                   | -                   |
|   | Total (B)   | 4,80,000            | _                   |
|   |   |                     |                     |
|   | T-1-1 (A+D) C   | 4 00 000            |                     |
|   | Total (A+B)=C   | 4,80,000            | -                   |
|   | Due by directors or other officers of the NBFC or any of    |                     |                     |
|   | them either severally or jointly with any other person or   |                     |                     |
|   | debts due by firms including LLPs, Pvt companies in which   | -                   | -                   |
|   | any director is a partner or a director or a member         |                     |                     |



|   | LOANS  | As at<br>31.03.2020 | As at<br>31.03.2019 |
|---|--|---------------------|---------------------|
| 4 | (A) Loans and Advances to Related Parties            | -                   | -                   |
|   | (B) Security Deposits (Secured, Considered good)     | -                   | -                   |
|   | Advance for Property(Unsecured, Considered good)     | 1,00,00,000         |                     |
|   | Total (A+B)  | 1,00,00,000         | -                   |
|   | (C) Other Loans and Advances                         |                     |                     |
|   | (i) Secured, Considered good                         | -                   | -                   |
|   | (ii) Unsecured, Considered good                      | 10,84,97,715        | 9,23,30,397         |
|   | (iii) Which have significant increase in Credit Risk | 1,99,02,538         | 1,68,15,673         |
|   |  | 12,84,00,253        | 10,91,46,070        |
|   | Less: Provision for Non- Performing Asset            | 1,40,42,538         | 57,40,039           |
|   | Total (C)  | 11,43,57,715        | 10,34,06,031        |
|   |  |                     |                     |
|   | Total (A+B+C)  | 12,43,57,715        | 10,34,06,031        |



| 4. Financial Assets- Loans                               |                    |                                  |                              |  |                               |                    |                    |                                  |                              |  |                               |                    |
|--|--------------------|----------------------------------|------------------------------|--|-------------------------------|--------------------|--------------------|----------------------------------|------------------------------|--|-------------------------------|--------------------|
|  | ()                 |                                  | At Fa                        | ir Value   |                               | _                  | (1                 |                                  | At Fair                      | Value  |                               |                    |
| Particulars  | Amortised Cost (1) | Through Other<br>Comp Income (2) | Through Profit &<br>Loss (3) | Designated at<br>fair value<br>through profit or<br>loss (4) | Sub Total (5)=<br>(2)+(3)+(4) | Total (6)= (1)+(5) | Amortised Cost (1) | Through Other<br>Comp Income (2) | Through Profit &<br>Loss (3) | Designated at<br>fair value<br>through profit or<br>loss (4) | Sub Total (5)=<br>(2)+(3)+(4) | Total (6)= (1)+(5) |
| Loans  |                    |                                  |                              |  |                               |                    |                    |                                  |                              |  |                               |                    |
| (A)  |                    |                                  |                              |  |                               |                    |                    |                                  |                              |  |                               |                    |
| (i) Bills<br>Purchased<br>and Bills<br>Discounted        | -                  | -                                | -                            | -  | -                             | -                  | -                  | -                                | -                            | -  | -                             | -                  |
| (ii) Loans<br>repayable on<br>Demand                     | -                  | -                                | -                            | 12,84,00,253   | 12,84,00,253                  | 12,84,00,253       | -                  | -                                | -                            | 10,91,46,070   | 10,91,46,070                  | 10,91,46,070       |
| (iii) Term<br>Loans                                      | -                  | -                                | -                            | -  | -                             | -                  | -                  | -                                | -                            | -  | -                             | -                  |
| (iv) Leasing   | -                  | -                                | -                            | -  | -                             | -                  | -                  | -                                | -                            | -  | -                             | -                  |
| (v) Factoring  | -                  | -                                | -                            | -  | -                             | -                  | -                  | -                                | -                            | -  | -                             | -                  |
| (vi) Advace for<br>Property                              | -                  | -                                | -                            | 1,00,00,000  | 1,00,00,000                   | 1,00,00,000        | -                  | -                                | -                            | -  | -                             | -                  |
| Total (A) -<br>Gross                                     | -                  | -                                | -                            | 13,84,00,253   | 13,84,00,253                  | 13,84,00,253       | -                  | -                                | -                            | -  | -                             | -                  |
| Less:<br>Impairment<br>loss allowance                    | -                  | -                                | -                            | 1,40,42,538  | 1,40,42,538                   | 1,40,42,538        | -                  | -                                | -                            | 57,40,039  | 57,40,039                     | 57,40,039          |
| Total (A) - Net  | -                  | -                                | -                            | 12,43,57,715   | 124,357,715                   | 12,43,57,715       | -                  | -                                | -                            | -  | -                             | -                  |
| (B)<br>(i) Secured by<br>tangible<br>assets              | -                  | -                                | -                            | -  | -                             | -                  | -                  | -                                | -                            | -  | -                             | -                  |
| (ii)Secured by<br>intangible<br>assets                   | -                  | -                                | -                            | -  | -                             | -                  | -                  | -                                | -                            | -  | -                             | -                  |
| (iii) Covered<br>by<br>Bank/Govern<br>ment<br>Guarantees | -                  | -                                | -                            | -  | -                             | -                  | -                  | -                                | -                            | -  | -                             | -                  |
| (iv) Unsecured   | -                  |                                  |                              | 13,84,00,253   | 13,84,00,253                  | 13,84,00,253       | -                  | -                                | -                            | 10,91,46,070   | 10,91,46,070                  | 10,91,46,070       |
| Total (B)-<br>Gross                                      | -                  | -                                | -                            | 13,84,00,253   | 13,84,00,253                  | 13,84,00,253       | -                  | -                                | -                            | 10,91,46,070   | 10,91,46,070                  | 10,91,46,070       |
| Less:<br>Impairment<br>loss allowance                    | -                  | -                                | -                            | 1,40,42,538  | 1,40,42,538                   | 1,40,42,538        | -                  | -                                | -                            | 57,40,039  | 57,40,039                     | 57,40,039          |
| Total (B)-Net  | -                  | _                                | -                            | 12,43,57,715   | 12,43,57,715                  | 12,43,57,715       |                    | -                                | -                            | 10,34,06,031   | 10,34,06,031                  | 10,34,06,031       |



| (C) (I) Loans in<br>India             |   |   |   |              | -            | -            |   |   |   |              | -            | -            |
|---------------------------------------|---|---|---|--------------|--------------|--------------|---|---|---|--------------|--------------|--------------|
| (i) Public<br>Sector                  | - | - | - | -            | -            | -            | - | - | - | -            | -            | -            |
| (ii) Others                           | - | - | - | 13,84,00,253 | 13,84,00,253 | 13,84,00,253 | - | - | - | 10,91,46,070 | 10,91,46,070 | 10,91,46,070 |
| Total (C)-<br>Gross                   | - | - | - | 13,84,00,253 | 13,84,00,253 | 13,84,00,253 | - | - | - | 10,91,46,070 | 10,91,46,070 | 10,91,46,070 |
| Less:<br>Impairment<br>loss allowance | - | - | - | 1,40,42,538  | 1,40,42,538  | 1,40,42,538  | - | - | - | 57,40,039    | 57,40,039    | 57,40,039    |
| Total(C) (I)-<br>Net                  | - | - | - | 12,43,57,715 | 12,43,57,715 | 12,43,57,715 | - | - | - | 10,34,06,031 | 10,34,06,031 | 10,34,06,031 |
| (C) (II)Loans<br>outside India        | - | - | - | -            | -            | -            | - | - | - | -            | -            | -            |
| Less:<br>Impairment<br>loss allowance | - | - | - | -            | -            | -            | - | - | - | -            | -            | -            |
| Total (C) (II)-<br>Net                | - | - | - | -            | -            | -            | - | - | - | -            | -            | -            |
| Total C(I) and<br>C(II)               | - | - | - | 12,43,57,715 | 12,43,57,715 | 12,43,57,715 | - | - | - | 10,34,06,031 | 10,34,06,031 | 10,34,06,031 |

| Notes on Interest<br>Income |   | 2019-20  |   | 2018-19   |  |   |  |
|-----------------------------|---|--|---|---|--|---|--|
| Particulars                 | On<br>Financial<br>Assets<br>measured<br>at Fair<br>value<br>through<br>OCI | On<br>Financial<br>Assets<br>measured<br>at<br>Amortised<br>Cost | On<br>Financial<br>Assets<br>measured<br>at Fair<br>value<br>through<br>profit or<br>loss | On<br>Financial<br>Assets<br>measured<br>at Fair<br>value<br>through<br>OCI | On<br>Financial<br>Assets<br>measured<br>at<br>Amortised<br>Cost | On<br>Financial<br>Assets<br>measured<br>at Fair<br>value<br>through<br>profit or<br>loss |  |
| Interest on Loans           | -   | -  | 1,23,24,320   | -   | -  | 2,70,12,502   |  |
| Interest on investment      | -   | -  | -   | -   | -  | -   |  |
| Interest on deposits with   |   |  |   |   |  |   |  |
| bank                        | -   | -  | -   | -   | -  | -   |  |
| Total                       | -   | -  | 1,23,24,320   | -   | -  | 2,70,12,502   |  |

| 5 | INVENTORIES<br>a) Stock of Shares and Securities | 1,35,41,951 | 2,72,71,596 |
|---|--|-------------|-------------|
|   |  | 1,35,41,951 | 2,72,71,596 |



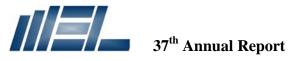
| 6. PROPERTY, PLANT & EQUIPMENT AND INTANGIBLE ASSETS |                |               |  |  |  |  |
|--|----------------|---------------|--|--|--|--|
| Description  | Property, Plan | t & Equipment |  |  |  |  |
| Description  | Inverter       | Total         |  |  |  |  |
|  | 1              | 8             |  |  |  |  |
| Cost of assets                                       |                |               |  |  |  |  |
| Gross carrying value as at 01-04-2019                | -              | -             |  |  |  |  |
| Additions  | 15,700         | 15,700        |  |  |  |  |
| Sub total  | 15,700         | 15,700        |  |  |  |  |
| Sales/deletion                                       | -              | -             |  |  |  |  |
| Total  | 15,700         | 15,700        |  |  |  |  |
| Depreciation/Amortization upto 31-03-2019            | -              | -             |  |  |  |  |
| For the year   | 2,616          | 2,616         |  |  |  |  |
| Sub total  | 2,616          | 2,616         |  |  |  |  |
| Withdrawn on assets sold/deleted                     | -              | -             |  |  |  |  |
| Total  | 2,616          | 2,616         |  |  |  |  |
| Carrying value                                       |                |               |  |  |  |  |
| As at 31-03-2020                                     | 13,084         | 13,084        |  |  |  |  |
| As at 31-03-2019                                     | -              | -             |  |  |  |  |

| 7 | Other Non- Financial Assets | As at<br>31.03.2020 | As at<br>31.03.2019 |
|---|-----------------------------|---------------------|---------------------|
| - | Share Issue expenses        | -                   | 1,34,832            |
|   | Preliminary Expenses        | -                   | -                   |
|   | Tax Deducted at Source      | 7,30,291            | 8,16,185            |
|   | Staff advances              | 40,000              | -                   |
|   | Others                      | -                   | -                   |
|   | Tax Refund Receivable       | 11,14,739           | 12,99,340           |
|   |                             | 18,85,030           | 22,50,357           |

| 8. Current Liabilities - Financial Liabilities- Borrowings |                     |                     |  |  |
|--|---------------------|---------------------|--|--|
| Particular   | As at<br>31-03-2020 | As at<br>31-03-2019 |  |  |
| Inter-Corporate Deposits                                   | 2,16,05,016         | 1,14,95,000         |  |  |
| Total  | 2,16,05,016         | 1,14,95,000         |  |  |



| Current Liabilities - Financial Liabilities- Borrowings           |                       |   |  |                           |                       |                                     |  |                       |
|---|-----------------------|---|--|---------------------------|-----------------------|-------------------------------------|--|-----------------------|
| Particulars   | Amortised<br>Cost (1) | Fair Value<br>Through Other<br>Comp Income<br>(2) | Designated at<br>fair value<br>through profit<br>or loss (3) | Total (4)=<br>(1)+(2)+(3) | Amortised Cost<br>(1) | Through Other<br>Comp Income<br>(2) | Designated at<br>fair value<br>through profit<br>or loss (4) | Total (6)=<br>(1)+(5) |
| Loans   |                       |   |  |                           |                       |                                     |  |                       |
| (a)Term loans   |                       |   |  |                           |                       |                                     |  |                       |
| (i)from banks   | -                     | -   | -  | -                         | -                     | -                                   | -  | -                     |
| (ii)from other parties  | -                     | -   | -  | -                         | -                     | -                                   | -  | -                     |
| (b)Deferred payment<br>liabilities                                |                       |   |  | -                         |                       |                                     |  | -                     |
| (c)Loans from<br>related parties                                  | -                     | -   | -  | -                         | -                     | -                                   | -  | -                     |
| (d) Finance lease<br>obligations                                  | -                     | -   | -  | -                         | -                     | -                                   | -  | -                     |
| (e)Liability<br>component of<br>compound financial<br>instruments | _                     | _   | _  | _                         | _                     | _                                   | _  | _                     |
| (f)Loans repayable<br>on demand                                   |                       |   |  |                           |                       |                                     |  |                       |
| (i) from banks  | -                     | -   | -  | -                         | -                     | -                                   | -  | -                     |
| (ii)from other parties  | -                     | -   | 2,16,05,016  | 2,16,05,016               | -                     | -                                   | 1,14,95,000  | 1,14,95,000           |
| (g) Other loans   | -                     | -   | -  | -                         | -                     | -                                   | -  | -                     |
| Total (A)   | -                     | -   | 2,16,05,016  | 2,16,05,016               | -                     | -                                   | 1,14,95,000  | 1,14,95,000           |
| Borrowings in India<br>Borrowings outside                         | -                     | -   | 2,16,05,016  | 2,16,05,016               | -                     | -                                   | -  | -                     |
| India   | -                     | -   | -  | -                         | -                     | -                                   | 1,14,95,000  | 1,14,95,000           |
| Total (B) to tally<br>with (A)                                    | -                     | -   | 2,16,05,016  | 2,16,05,016               | -                     | -                                   | 1,14,95,000  | 1,14,95,00<br>0       |



| 9. Current Liabilities - Financial Liabilities- Other Payables |        |        |  |  |
|--|--------|--------|--|--|
| Particular As at As at 31-03-2020 31-03-2                      |        |        |  |  |
| TDS payable  | 2,100  | -      |  |  |
| Other Creditors  | 72,680 | 50,000 |  |  |
| Total  | 74,780 | 50,000 |  |  |

| 10. Non-Financial liabilities- Provisions |                     |                     |  |
|---|---------------------|---------------------|--|
| Particular                                | As at<br>31-03-2020 | As at<br>31-03-2019 |  |
| Provision for Standard Assets             | 2,71,244            | 3,65,404            |  |
| For Income tax                            | -                   | -                   |  |
| Total                                     | 2,71,244            | 3,65,404            |  |

| (a) Authorised, issued, subscribed and fully | y paid up   |              |             |              |
|--|-------------|--------------|-------------|--------------|
| Deutieuleue                                  | As at 31.0  | 03.2020      | As at 31.   | 03.2019      |
| Particulars                                  | Number      | Rupees       | Number      | Rupees       |
| Authorised:                                  |             |              |             |              |
| Equity Shares of Rs.10 each                  | 1,50,00,000 | 15,00,00,000 | 1,50,00,000 | 15,00,00,000 |
| (b) Issued, Subscribed and Fully paid up     |             |              |             |              |
| Equity Shares of Rs.10 each                  | 1,24,00,000 | 12,40,00,000 | 1,24,00,000 | 124,000,000  |
| (b) Paid-Up, Share Capital :                 |             |              |             |              |
| Equity Shares of Rs.10 each                  | 1,24,00,000 | 12,40,00,000 | 1,24,00,000 | 12,40,00,000 |
|  | 1,24,00,000 | 12,40,00,000 | 1,24,00,000 | 12,40,00,000 |

| (b) Reconciliation of number of equity shares outstanding at the beginning and at the end of the year |               |                |                  |                |  |
|---|---------------|----------------|------------------|----------------|--|
| Particulars   | As at 3       | 1.03.2020      | As at 31.03.2019 |                |  |
| Particulars   | Number        | Rupees         | Number           | Rupees         |  |
| Number of shares outstanding as at the beginning of the year  | 1,24,00,000   | 12,40,00,000   | 1,24,00,000      | 12,40,00,000   |  |
| Shares issued during the year<br>Number of shares outstanding as at the<br>end of the year            | - 1,24,00,000 | - 12,40,00,000 | - 1,24,00,000    | - 12,40,00,000 |  |

(c )

#### (i) Rights and preferences attached to equity share

Every shareholder is entitled to such rights as to attend and vote at the meeting of the shareholders to receive dividends distributed and also has a right in the residential interest of the assets of the Company. Every shareholder is also entitled to right of inspection of documents as provided in the Companies Act, 2013.



### (ii) There are no restrictions attached to equity shares.

| (d) Shareholder holding more than 5% shares at<br>the end of the year     |  |        |   |        |   |  |
|---|--|--------|---|--------|---|--|
| Name of the shareholder Class of shares As at 31-03-2020 As at 31-03-2019 |  |        |   |        |   |  |
|   |  | Number | % | Number | % |  |
| NIL   |  |        |   |        |   |  |

| 12. Other equity                |                     |                     |  |  |  |
|---------------------------------|---------------------|---------------------|--|--|--|
|                                 | As at<br>31-03-2020 | As at<br>31-03-2019 |  |  |  |
|                                 |                     |                     |  |  |  |
| (i) Share Premium (a)           | 94,00,000           | 94,00,000           |  |  |  |
| (ii) Statutory Reserve (b)      | 8,35,394            | 8,35,394            |  |  |  |
| (iii) Retained Earnings         |                     |                     |  |  |  |
| Opening Balance                 | -1,19,12582         | -9,751,626          |  |  |  |
| Add: Profit/(Loss) for the year | -3,894,416          | -2,160,956          |  |  |  |
| Closing Balance (c )            | -15,806,998         | -11,912,582         |  |  |  |
| Total (a+b+c)                   | -5,571,604          | -1,677,188          |  |  |  |

|    |                      | 2019 - 20 | 2018 - 19 |
|----|----------------------|-----------|-----------|
| 13 | Other Income         | Rs.       | Rs.       |
| 15 | Consultancy Income   | 10,00,000 | -         |
|    | Dividend Income      | 5,315     | 75,400    |
|    | Miscellaneous income | 28,258    | 41,833    |
|    |                      | 10,33,573 | 1,17,233  |

| 14 | Finance Cost     | On financial liabilities<br>measured at Fair<br>Value through Profit<br>or Loss | On financial liabilities<br>measured at Fair Value through<br>Profit or Loss |
|----|------------------|---|--|
|    | Interest Expense | 1,22,240  | 7,86,044   |
|    | Bank Charges     | 4,049   | 6,408  |
|    |                  | 1,26,289  | 7,92,452   |

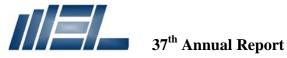
| 15 | Purchase of Trade Goods | 2019 – 20 (Rs) | 2018 - 19 (Rs) |
|----|-------------------------|----------------|----------------|
|    | Purchase of Shares      | 55,200         | 4,01,65,963    |
|    |                         | 55,200         | 4,01,65,963    |



| 16 | Change in Inventory of Finished Goods | 2019 – 20 (Rs) | 2018 - 19 (Rs) |
|----|---------------------------------------|----------------|----------------|
|    | Opening stock                         | 2,72,71,596    | 1,30,45,595    |
|    | Less: Material Rejected / Returned    | -              | -              |
|    | Closing Stock of Finished Goods       | 1,35,41,951    | 2,72,71,596    |
|    |                                       | 1,37,29,644    | -1,42,26,001   |

| 17 | Employee Benefit Expenses |           |           |
|----|---------------------------|-----------|-----------|
|    | Salaries, Wages and Bonus | 19,23,063 | 5,74,750  |
|    | Remuneration to directors | 4,64,100  | 5,51,500  |
|    | Staff Welfare Expenses    | 49,159    | 27,978    |
|    |                           | 24,36,322 | 11,54,228 |

| 18 | Other expenses                      |             |             |
|----|-------------------------------------|-------------|-------------|
|    | Rates & Taxes                       | 5,159       | -           |
|    | Postage & Courier Charges           | 58,951      | 52,529      |
|    | Telephone Expenses                  | 22,228      | 14,299      |
|    | Travelling Expenses                 | 32,408      | 2,55,849    |
|    | Printing & Stationery               | 58,565      | 67,626      |
|    | Professional & Consultancy Charges  | 2,30,680    | 14,72,545   |
|    | Office Expenses                     | 41,134      | 40,290      |
|    | Demat Charges                       | -           | 6,098       |
|    | Electricity Charges                 | 1,393       | 11,487      |
|    | Web Designing & Maintenance Charges | 4,602       | 14,748      |
|    | General Charges                     | 5           | 4,581       |
|    | Bad Debts                           | 40,500      | 12,83,240   |
|    | Filing Fees                         | 4,200       | 28,100      |
|    | Fees & Subscription                 | 2,30,312    | 25,914      |
|    | Advertisement & Publicity Expenses  | 57,425      | 62,076      |
|    | Rent                                | 36,000      | 87,000      |
|    | Commission & Brokerage              | -           | 14,40,000   |
|    | Conveyance Expenses                 | 36,552      | 22,400      |
|    | Custodial & RTA Fees                | 2,05,220    | 1,95,860    |
|    | Insurance Premium                   | -           | 588         |
|    | Legal Expenses                      | 2,35,000    | 10,38,042   |
|    | Listing Expenses                    | 3,54,000    | 2,95,000    |
|    | Retainership Charges                | 2,95,000    | -           |
|    | Transaction Charges                 | -           | 17,285      |
|    | Preliminary Expenses W/Off          | 80,832      | 1,12,360    |
|    | Payment to Statutory Auditors       |             |             |
|    | Audit Fees                          | 70,800      | 50,000      |
|    | Provision for Standard Assets       | -94,160     | 1,265       |
|    | Provision for Non-Performing Assets | 83,02,500   | 32,83,230   |
| ľ  | Share issue Expenses W/off          | 54,000      | 1,08,000    |
|    | F & O Segment Trading               | -           | 7,40,472    |
|    |                                     | 1,03,63,306 | 1,07,30,883 |



#### Other Notes forming part of the Financial Statements for the year ended March 31, 2020

#### 1. Transition to Ind AS

These are the Company's first financial statements prepared in accordance with Ind AS. The accounting policies set out in Note No.1 have been applied in preparing the financial statements for the year ended March 31, 2020, the Comparative information presented in these financial statements for the year ended March 31, 2019 and in the preparation of opening Ind AS balance sheet. The Company had adjusted the amounts reported previously in financial statements prepared in accordance with the accounting standards notified under Companies (Accounting Standards) Rules, 2006 (as amended) and other relevant provisions of the Act (previous GAAP or Indian GAAP).

An explanation of how the transition from previous GAAP to Ind AS has affected the Company's financial position and financial performance is set out in the notes.

#### A. Exemptions and exceptions availed

Set out below are the applicable Ind AS 101 optional exemptions and mandatory exceptions applied to the transition from previous GAAP to Ind AS.

#### A – 1: Ind As optional exemptions

Deemed Cost - Property, Plant and Equipment and Intangibles

Ind AS 101 permits first-time adopted to elect to continue with the carrying value for all of its property, plant and equipment as recognised in the financial statements as at the date of transition to Ind AS, measured as per the previous GAAP and use that as its deemed cost as at the date of transition after making necessary adjustments for de-commissioning liabilities. This exemption can also be used for intangible assets covered by Ind AS 38 – Intangible Assets.

Accordingly, the Company has elected to measure all of its property, plant and equipment and intangible assets at previous GAAP carrying value.

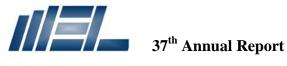
#### A – 2: Deemed Cost – Equity Investments

Ind AS 101 permits first time adopter to elect to measure the investments in subsidiaries, associates and joint venture at cost determined in accordance with Ind AS 27 or deemed cost. Deemed cost for the purpose of transition shall mean fair value of the investment at the entity's date of transition to Ind AS or previous GAAP carrying amount at that date (previous GAAP cost). A first-time adopter may choose either fair value or Previous GAAP carrying amount in each subsidiary, joint venture or associate that it elects to measure using a deemed cost.

Accordingly, the company has elected to measure equity investments in its domestic subsidiaries at its previous GAAP carrying cost.

#### A – 3: Business Combinations

Ind AS 101 provides the option to apply Ind AS 103 prospectively from the transition date or from a specific date prior to the transition date.



The Company elected to apply Ind AS 103 prospectively to business combinations occurring after its transition date. Business combinations occurring prior to the transition date have not been restated.

#### A – 4: Ind AS mandatory exceptions

Estimates: An entity's estimates with Ind AS at the date of transition to Ind AS shall be consistent with estimates made for the same date in accordance with previous GAAP (after adjustments to collect any difference in accounting policies), unless there is objective evidences that those estimates were in error. Ind AS estimates as on 01.04.2018 are consistent with the estimates as at the same date made in conformity with previous GAAP. The company made estimates for following items in accordance with Ind AS at the date of transition as these were not required under previous GAAP.

- Investment in equity instruments
- Impairment of financial assets based on expected credit loss model
- 2. Confirmation balances/reconciliation of of accounts pertaining certain to advances/creditors/debtors is pending as at period end. Hence, the balances have been adopted as per the books of accounts.
- 3. Segment Reporting: The Company is operating in a single segment and hence no segment reporting is not required to be presented.

#### 4. Disclosures under Micro, Small and Medium Enterprises Development Act, 2006

Sundry Creditors include amount due to SSI as on 31.03.2020 is Nil (Previous Year: Nil) based on the available information from Micro, Small and Medium Enterprises regarding their registration with Central/ State Government Authorities. The Company has not paid any interest during the year to any micro, small and medium enterprises as defined in the above Act.

| 5. Forei | ign Exchange Inflow and Outflow: | 2019 -20 | 2018 - 19 |
|----------|----------------------------------|----------|-----------|
| (i)      | CIF Value of Imports             | Nil      | Nil       |
| (ii)     | Earnings in Foreign Exchange     | Nil      | Nil       |

#### 6. Related Party Disclosure:

- a) Enterprises in which key Management personnel or their relatives have significant influence: NIL.
- b) Subsidiary Companies: NIL.
- c) Key Management Personnel
  - S.G.F. MELKHASINGH Managing Director I. \_
  - Chief Financial Officer II. BabuMadhuraiMuthu –
  - III. Ajith Kumar KumbhatDilip- Company Secretary



## **Related Party Transactions**

| Particulars                 | Transaction Amount                | Nature of Transaction |
|-----------------------------|-----------------------------------|-----------------------|
| Key Management Person       |                                   |                       |
| S.G.F. Melkhasingh          | Rs 4,64,100/-<br>(Rs. 3,23,000/-) | Remuneration          |
| BabuMadhuraiMuthu           | Rs. 2,90,400/-<br>(RS. 69,000/-)  | Remuneration          |
| Ajith Kumar<br>KumbhatDilip | Rs. 60,000/-                      | Remuneration          |

The figures in brackets are relating to previous years.

| 8. | Earnings per Share (Both basic and diluted):  | 2019 - 20                                 | 2018 - 19                                |
|----|---|---|--|
|    | Net Loss after Tax for the year (Rs.)<br>Weighted No. of equity shares outstanding<br>Face value per equity share (Rs.)<br>Loss per Share (Rs.) (Basic and diluted) | 38,94,416<br>1,24,00,000<br>10.00<br>0.31 | 21,60,956<br>1,24,00,000<br>10.00<br>.17 |
| 9. | Payment to Auditors<br>Audit Fees   | 50,000                                    | 50,000                                   |

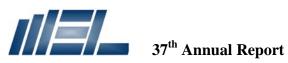
10. Loans granted under Hire-purchase schemes have become non-performing assets, the company has not recognized any income on such loans in terms of prudential norms prescribed for NBFCs by the RBI.

#### 11. Capital Adequacy Ratio :

| Particulars              | As at 31.03.2020 | As at 31.03.2019 |
|--------------------------|------------------|------------------|
| CRAR%                    | 84.42%           | 92.02%           |
| CRAR – Tier I Capital %  | 84.42%           | 92.02%           |
| CRAR – Tier II Capital % | 0.00%            | 0.00%            |

#### 12. Movement in provision for doubtful debts

| Particulars                     | As at 31.03.2020 | As at 31.03.2019 |
|---------------------------------|------------------|------------------|
| Opening Balance                 | 57,40,038        | 24,56,809        |
| Recoveries from doubtful assets | (10,00,000)      | -                |
| Loans Written Off               | (40,500)         | (12,83,240)      |
| Net Additions during the year   | 93,43,000        | 45,66,469        |
| Provisions recognized for NF    | 83,02,500        | 32,83,229        |
| ( <b>B</b> )                    |                  |                  |
| Closing Balance (A+B)           | 1,40,42,538      | 57,40,038        |



## 13. Summary of Total Borrowings, Receivables and Provisions:

| Particulars                                 | As at 31.03.2020 | As at 31.03.2019 |
|---|------------------|------------------|
| A. Total Borrowings                         |                  |                  |
| Long Term Borrowings                        |                  |                  |
| Secured Loans                               | NIL              | NIL              |
| Unsecured Loans                             | NIL              | NIL              |
| Short Term Borrowings                       |                  |                  |
| Secured Loans                               | NIL              | NIL              |
| Unsecured Loans                             | 2,16,05,016      | 1,14,95,000      |
| <b>B.</b> Total Receivables under Financing |                  |                  |
| Term wise Breakup                           |                  |                  |
| Long Term Receivables                       | NIL              | NIL              |
| Short Term Receivables                      | 12,84,00,253     | 10,91,46,070     |
| Total Receivables                           | 12,84,00,253     | 10,91,46,070     |
| Less: Non-Performing Assets                 | 1,40,42,538      | 57,40,039        |
| Net Receivables                             | 11,43,57,715     | 10,34,06,031     |
| Category-wise Break Up                      |                  |                  |
| Secured                                     | NIL              | NIL              |
| Unsecured                                   | 10,84,97,715     | 9,23,30,397      |
| Doubtful                                    | 1,99,02,538      | 1,68,15,673      |
| Total Receivables                           | 12,84,00,253     | 10,91,46,070     |
| Less : Non - Performing Assets              | 1,40,42,538      | 57,40,039        |
| Net Receivables                             | 11,43,57,715     | 10,34,06,031     |
| C.Total Provisions                          |                  |                  |
| Provision for Doubtful Debts                | 1,40,42,538      | 57,40,039        |
| Contingent Provisions for Standa<br>Assets  | 2,71,244         | 3,65,404         |
| Total Provisions                            | 1,43,13,782      | 61,05,443        |



14. Disclosures pursuant to paragraph 13 of Non - Banking Financial (Non - Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2007:

| Sl No | Particulars  | As at<br>31.03.2020 | As at<br>31.03.2019 |
|-------|--|---------------------|---------------------|
| 1     | <u>Liability Side</u><br>Loans & Advances availed by the NBFC inclusive of interest<br>accrued thereon but not paid  | 2,16,05,016         | 1,14,95,000         |
| 2     | Assets Side  |                     | -                   |
|       | Break Up of Loans and Advances including bills receivables (oth than those included in (4) below :   |                     |                     |
|       | <ul><li>(a) Secured</li><li>(b) Unsecured</li></ul>  | NIL<br>11,43,57,715 | NIL<br>10,34,06,031 |
| 3     | Break Up of Leased Assets and Stock on Hire and other asset<br>counting towards AFC activities   | NIL                 | NIL                 |
| 4     | Break Up of Investments (current and long term) in Shares<br>and Securities (both quoted and non-quoted) (Net of Provision<br>for diminution in value)<br>Borrower group-wise classification of assets financed as in (2)<br>and (3) above | NIL                 | NIL                 |
|       | Corporate Borrowers  | 7,28,18,215         | 8,02,77,778         |
|       | Other Borrowers  | 4,15,39,500         | 2,31,28,254         |
| 6     | Investor Group-Wise classification of all investments (current<br>and long term) in Shares and Securities (both quoted and non<br>quoted)  |                     | NIL                 |
| 7     | Other Information  |                     |                     |
|       | (i) Gross Non-Performing Assets  | NT'1                | NT'1                |
|       | <ul><li>(a) Related Party</li><li>(b) Other than Related Party</li></ul>   | Nil<br>1,40,42,538  | Nil<br>57,40,039    |
|       | (ii) Net Non-Performing Assets   | 1,40,42,330         | 57,40,057           |
|       | (a) Related Party  | Nil                 | Nil                 |
|       | (b) Other than Related Party   | 1,40,42,538         | 57,40,039           |
|       | (iii) Asset acquired in Satisfaction of Debt   | Nil                 | Nil                 |



15. Corresponding figures for the previous year have been regrouped/ rearranged, wherever necessary to make them comparable with those of the current year. The figures are rounded to nearest rupees.

For Vivekananda Associates **Chartered Accountants** 

For and On Behalf of the Board

Sd/-R.Lakshminarayanan Partner M.No: 204045

Sd/-Stanley Gilbert Melkhasingh Managing Director DIN: 01676020

Sd/-Babu Madhurai Muthu Chief Financial Officer

Sd/-Vasalakotram Sampath Sudhakar Director DIN: 05139324

> Sd/-Ajit Kumar KumbhatDilip **Company Secretary**

Date: 30-06-2020

Place: Chennai

Date: 30-06-2020

Place: Chennai

If undelivered return to:

## Meenakshi Enterprises Limited

Portion No.F, Old No.24, New No.45 Venkata Maistry Street, Mannady Chennai - 600001, T : 044 – 4864 4050 E : investor@melnbfc.com | W : www.melnbfc.com