

# **DIVYASHREE COMPANY PRIVATE LIMITED**

**12th ANNUAL ACCOUNTS**

**&**

**REPORTS**

***FOR THE YEAR 2019-20***

₹ ₹

# DIVYASHREE COMPANY PRIVATE LIMITED

Registered Office: Patriot House, 3, Bahadur Shah Zafar Marg, New Delhi – 110 002

Telephone: 011-33001112/33001162 Fax: 011-23716607

Corporate Identity Number: U10100DL2008PTC178373 Email ID: dswain@jkmil.com

## NOTICE

NOTICE is hereby given that the Twelfth (12<sup>th</sup>) Annual General Meeting of the Members of Divyashree Company Private Limited will be held at the Company's Registered Office at Patriot House, 3, Bahadur Shah Zafar Marg, New Delhi-110002, on Saturday, the 5<sup>th</sup> day of September, 2020 at 10.30 A.M. to transact the following businesses:

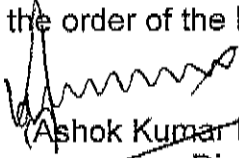
1. To receive, consider and adopt the Audited Financial Statements of the Company for the financial year ended 31<sup>st</sup> March, 2020 and the Reports of the Directors and Auditors thereon.
2. To appoint a Director in place of Shri Upendra Kumar Gupta, who retires by rotation and being eligible, offers himself for re-appointment.

### As Special Business:

3. To consider and if thought fit to pass, with or without modification(s), the following as **Ordinary Resolution**:

"RESOLVED that Shri Harish Kumar Wadhawan, whose appointment as Additional Director on the Board determines on the date of the present Annual General Meeting, be and is hereby appointed as a Director on the Board".

By the order of the Board

  
(Ashok Kumar Kinra)  
Director

Regd. Office:  
Patriot House  
3, Bahadur Shah Zafar Marg  
New Delhi- 110 002  
11<sup>th</sup> May, 2020

### NOTES:

A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND ON A POLL TO VOTE INSTEAD OF HIMSELF. SUCH PROXY NEED NOT BE A MEMBER OF THE COMPANY. PROXIES IN ORDER TO BE EFFECTIVE MUST BE RECEIVED AT THE REGISTERED OFFICE OF THE COMPANY NOT LESS THAN 48 HOURS BEFORE THE MEETING. A PERSON CAN ACT AS PROXY ON BEHALF OF MEMBERS NOT EXCEEDING FIFTY (50) AND HOLDING IN THE AGGREGATE NOT MORE THAN TEN PERCENT OF THE TOTAL SHARE CAPITAL OF THE COMPANY. A MEMBER HOLDING MORE THAN TEN PERCENT OF THE TOTAL SHARE CAPITAL OF THE COMPANY MAY APPOINT A SINGLE PERSON AS PROXY AND SUCH PERSON SHALL NOT ACT AS A PROXY FOR ANY OTHER PERSON OR SHAREHOLDER.

## **Re-appointment of Director:**

Brief Resume of the Director proposed to be re-appointed (Item no. 2 of the Notice) is given hereunder:

Shri Upendra Kumar Gupta, aged 62 years, is a Member of Institute of Chartered Accountants of India and has rich & varied experience of more than 36 years in the field of Corporate Accounts & Income Tax. He has been on the board of the Company since 5<sup>th</sup> August, 2011.

Shri Upendra Kumar Gupta has attended all the four meetings of the Board of Directors held during the financial year ended 31<sup>st</sup> March, 2020. He is Director of Jaykaypur Infrastructure & Housing Limited, Accurate Finman Services Limited, J.K. Credit & Finance Limited, Param Shubham Vanijya Limited, Bhopal Udyog Limited, Anant Design Private Limited, Akhand Investment Private Limited, RPS Securities Private Limited, Vinita Stock Holdings Private Limited, Dhanlakshmi Building Development Private Limited, Elate Builders Private Limited, Oakwood Properties and Farms Private Limited, Hidrive Developers and Industries Private Limited, PSV Energy Private Limited, LS Edutech Consultancy Pvt. Ltd. and Sago Trading Limited. He is also a Member of the Managing Committee of Lakshmi Pat Singhania Foundation for Higher Learning and Member of the Audit Committee of Sago Trading Ltd. His Director Identification No. is 00088669. Shri Upendra Kumar Gupta is not related to any Director of the Company. He does not hold any Equity Shares of the Company.

## **Statement under Section 102 of the Companies Act, 2013:**

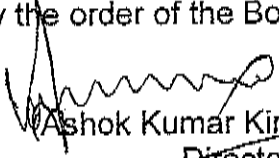
### **Item No. 3**

Shri Harish Kumar Wadhawan was appointed as Additional Director on the Board of Directors of the Company w.e.f. 11<sup>th</sup> May, 2020 and hold office upto the date of present Annual General Meeting, pursuant to Section 161 of the Companies Act, 2013 (Act). Requisite Notice under Section 160 of the Act has been received from a Member of the Company, proposing the name of Shri Wadhawan for appointment as Director of the Company.

### **Brief Profile of Shri Harish Kumar Wadhawan:-**

Shri Harish Kumar Wadhawan, aged 60 years, is a Fellow member of The Institute of Chartered Accountants of India. He has been working for more than three decades on various senior management positions. His Director Identification No. is 06939569. Shri Wadhawan is also a Director of Rouncy Trading Private Limited, Accurate Finman Services Limited, Panchmahal Properties Limited, PSV Energy Private Limited and PSV Agro Products Private Limited. Shri Wadhawan is not related to any Director of the Company. He does not hold any share in the Company. The resolution is accordingly recommended for approval of the Members at the forthcoming Annual General Meeting.

By the order of the Board

  
Ashok Kumar Kinra  
Director

Regd. Office:  
Patriot House  
3, Bahadur Shah Zafar Marg  
New Delhi- 110 002  
11<sup>th</sup> May, 2020

# Divyashree Company Private Limited

## Directors' Report

### TO THE MEMBERS

Your Directors have pleasure in presenting the 12<sup>th</sup> Annual Report and Audited Financial Statements of the Company for the financial year ended on 31<sup>st</sup> March, 2020.

### OPERATIONS

For the financial year ended 31<sup>st</sup> March, 2020, the total Revenue from Operations was ₹ 41.87 lacs and profit after tax was ₹ 46.65 lacs.

The outbreak of Corona virus (COVID-19) pandemic has caused serious disruption on the global economic and business environment. There is a huge uncertainty with regard to its impact which cannot be reasonably determined at this stage.

### EXTRACT OF THE ANNUAL RETURN

An Extract of the Annual Return as on 31<sup>st</sup> March, 2020 in the prescribed Form MGT-9 is attached as Annexure-I to this report and forms part of it.

### NUMBER OF MEETINGS OF THE BOARD

Four Board Meetings were held during the twelve months period from 1<sup>st</sup> April 2019 to 31<sup>st</sup> March 2020, i.e. on 30<sup>th</sup> April, 2019, 16<sup>th</sup> August, 2019, 6<sup>th</sup> December, 2019, and 21<sup>st</sup> March, 2020. All the Directors have attended the aforesaid Meetings of the Board.

### PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES

During the financial year ended 31<sup>st</sup> March, 2020, all the contracts or arrangements or transactions entered into by the Company with the Related Parties were in the ordinary course of business and on arms' length basis and were in compliance with the applicable provisions of the Companies Act, 2013. Further, the Company has not entered into any contract or arrangement or transaction with the related parties which could be considered material. In view of the above, disclosure in Form AOC-2 is not applicable.

### DIVIDEND

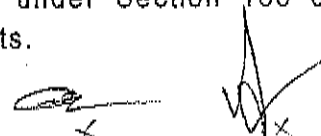
Your Directors do not recommend any dividend for the financial year ended on 31<sup>st</sup> March, 2020.

### RESERVES

During the financial year under review, the company has not transferred any amount to the Reserves.

### PARTICULARS OF LOANS, GUARANTEES AND INVESTMENTS

The particulars of loans, guarantees and investments under Section 186 of the Companies Act, 2013 are given in the financial statements.



## **CORPORATE SOCIAL RESPONSIBILITY**

The requirement of Corporate Social Responsibility (CSR) in terms of Section 135 of the Companies Act, 2013 and the rules made thereunder is not applicable to the Company.

## **CONSERVATION OF ENERGY ETC.**

The details as required under Section 134(3)(m) of the Companies Act, 2013 and the rules made thereunder, are not applicable to the Company.

## **DIRECTORS**

Pursuant to Section 161 of The Companies Act, 2013, the Board of Directors appointed Shri Harish Kumar Wadhawan as an Additional Director w.e.f. 11<sup>th</sup> May, 2020, who holds Office upto the date of the forthcoming Annual General Meeting of the Company. The Company has received requisite Notice from a Member of the Company proposing the name of Shri Harish Kumar Wadhawan for appointment as Director at the forthcoming Annual General Meeting. The Board of Directors recommends his appointment as aforesaid. Shri Upendra Kumar Gupta, Director, retires by rotation and being eligible, offers himself for re-appointment.

## **STATUTORY AUDITORS AND THEIR REPORT**

M/s. A.K. Gutgutia & Co., Chartered Accountants were appointed as the Statutory Auditors of the Company for a period of 5 years commencing from the conclusion of 11<sup>th</sup> Annual General Meeting till the conclusion of 16<sup>th</sup> Annual General Meeting.

The observations of the Auditors in their Report on Accounts and the financial statements, read with relevant notes are self-explanatory.

## **SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS OR TRIBUNALS**

During the financial year under review, there were no significant and material orders passed by the Regulators or Courts or Tribunals which would impact the going concern status of the Company and its future operations.

## **COST RECORDS**

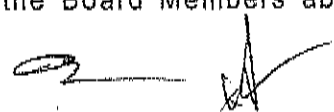
Maintenance of cost records as specified by the Central Government under sub-section (1) of Section 148 of the Companies Act, 2013 is not applicable to the Company.

## **SECRETARIAL STANDARDS**

During the financial year under review, the Company has complied with the Secretarial Standards for Board and General Meetings.

## **RISK MANAGEMENT**

The Company has a risk management system to inform the Board Members about risk assessment and minimization procedures.



## INTERNAL FINANCIAL CONTROLS

The Company has in place adequate internal financial controls with reference to financial statements and no material reportable weakness was observed in the system.

## DIRECTORS' RESPONSIBILITY STATEMENT

As required under Section 134(3)(c) of the Companies Act 2013, your Directors state that:-

- a. in the preparation of the annual accounts, the applicable accounting standards have been followed along with proper explanation relating to material departures, if any;
- b. the accounting policies have been selected and applied consistently and judgments and estimates made are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit and loss of the Company for that period;
- c. proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- d. the annual accounts have been prepared on a going concern basis; and
- e. the proper systems to ensure compliance with the provisions of all applicable laws have been devised and that such systems were adequate and operating effectively.

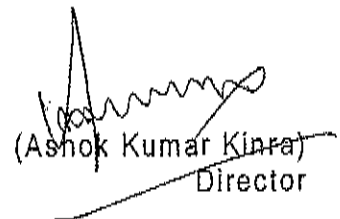
## ACKNOWLEDGEMENT

The Directors take the opportunity to convey their thanks to all the stakeholders for their continued support. Your Directors also wish to record their appreciation of the contribution made by the stakeholders at all levels during the financial year.

For and on behalf of the Board of Directors



(Upendra Kumar Gupta)  
Director



(Ashok Kumar Kinra)  
Director

Place: New Delhi  
Date: 11<sup>th</sup> May, 2020

## 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 : U10100DL2008PTC178373
- (ii) Registration Date : 21<sup>st</sup> May, 2008
- (iii) Name of the Company : Divyashree Company Private Limited
- (iv) Category/Sub-Category of the Company : Private Company/Limited by Shares
- (v) Address of the Registered Office and Contact Details-  
Patriot House, 3,  
Bahadur Shah Zafar Marg  
New Delhi- 110 002
- Ph. No. : 011- 33001112  
Fax No. : 011- 23716607  
Email id : dswain@jksmail.com  
Website : No
- (vi) Whether Listed Company : No  
Yes/ No
- (vii) Name, Address and Contact Details of Registrar and Transfer Agent, if any- : Not Applicable

## II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

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

Sl. No.	Name and Description of main products/ services	NIC Code of the Product/ Service *	% to total turnover of the Company
1.	Rent	681	70.13
2.	Investments	642	29.87

\* As per National Industrial Classification (2008)- Ministry of Statistics and Programme Implementation.

## III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES-

Sl. No.	Name and Address of the Company	CIN/GLN	Holding/ Subsidiary/ Associate	% of Shares held ⚡	Applicable Section
1	J.K. Fenner (India) Ltd. 3, Madurai Melakkal Road, Madurai- 625 016	U24231TN2092PLC062306	Holding	61.00	2(46)
2	Bengal & Assam Company Ltd. 7, Council House Street, Kolkata- 700001	L67120WB2047PLC221402	Ultimate Holding	38.97	2(46)

⚡ Represents aggregate % of shares held by the Holding/Ultimate Company.

IV. SHARE HOLDING PATTERN (Equity Share Capital Break-up as percentage of Total Equity)

(i) Category-wise Share Holding

	Category of Shareholders	No. of Shares held at the beginning of the year (as on 1 <sup>st</sup> April 2019)				No. of Shares held at the end of the year (as on 31 <sup>st</sup> March 2020)				% change during the year
		Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
A.	Promoters									
(1)	Indian									
a)	Individual/HUF									N.A.
b)	Central Govt.									N.A.
c)	State Govt(s)									N.A.
d)	Bodies Corp.	N.A.	11,674	11,674	99.97	N.A.	11,674	11,674	99.97	N.A.
e)	Banks/FI									N.A.
f)	Any other									N.A.
	Sub-Total (A) (1):-	N.A.	11,674	11,674	99.97	N.A.	11,674	11,674	99.97	N.A.
(2)	Foreign									
a)	NRIs - Individuals									N.A.
b)	Other- Individuals									N.A.
c)	Bodies Corp.									N.A.
d)	Banks/ FI									N.A.
e)	Any other									N.A.
	Sub-Total (A) (2):-									N.A.
	Total Share holding of Promoter (A)= (A)(1)+(A)(2)**	N.A.	11,674	11,674	99.97	N.A.	11,674	11,674	99.97	N.A.
B.	Public Share holding									
1.	Institutions									
a)	Mutual Funds									N.A.
b)	Banks/FIs									N.A.
c)	Central Govt.									N.A.
d)	State Govt. (s)									N.A.
e)	Venture Capital Funds									N.A.
f)	Insurance Companies									N.A.
g)	FIs									N.A.
h)	Foreign Venture Capital Funds									N.A.
i)	Others									N.A.
	Sub-Total (B)(1):-									N.A.
2.	Non-Institutions									
a)	Bodies Corp.									
i)	Indian	N.A.	03	03	0.03	N.A.	03	03	0.03	N.A.
ii)	Overseas									N.A.
b)	Individuals									
i)	Individual Shareholders holding nominal share capital upto ₹ 1 lakh									N.A.
ii)	Individual Shareholders holding nominal share capital in excess of ₹ 1 lakh									N.A.
c)	Others									N.A.
	Sub-Total (B)(2):-	N.A.	03	03	0.03	N.A.	03	03	0.03	N.A.

Category of Shareholders	No. of Shares held at the beginning of the year (as on 1 <sup>st</sup> April 2019)				No. of Shares held at the end of the year (as on 31 <sup>st</sup> March 2020)				% change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
Total Public Shareholding (B) = (B)(1)+(B)(2)	N.A.	03	03	0.03	N.A.	03	03	0.03	N.A.
C. Shares held by Custodian for GDRs & ADRs	N.A.								
Grand Total (A+B+C)	N.A.	11,677	11,677	100.00	N.A.	11,677	11,677	100.00	N.A.

(ii) **Shareholding of Promoter's**

Sl. No.	Shareholder's Name	Shareholding at the beginning of the year (as on 1 <sup>st</sup> April 2019)			Shareholding at the end of the year (as on 31 <sup>st</sup> March 2020)			% change in shareholding during the year
		No. of Shares	% of Total Shares of the Company	% of Shares Pledged/encumbered to total shares	No. of Shares	% of Total Shares of the Company	% of Shares Pledged/encumbered to total shares	
1	J.K. Fenner (India) Ltd.	7,123	61.00	-	7,123	61.00	-	No Change
2	Bengal & Assam Company Ltd.	4,551	38.97	-	4,551	38.97	-	
	<b>Total</b>	<b>11,674</b>	<b>99.97</b>	<b>-</b>	<b>11,674</b>	<b>99.97</b>	<b>-</b>	

(iii) Change in Promoter's Shareholding (please specify, if there is no change): No change in Promoter's shareholding.

(iv) Shareholding Pattern of top ten shareholders (Other than Directors, Promoters and Holders of GDRs and ADRs): Not applicable.

(v) Shareholding of Directors and Key Managerial Personnel: The Directors of the Company do not hold any shares in the Company. Further, the Company is not required to appoint any Key Managerial Personnel.

V. **INDEBTEDNESS**

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

(in ₹ Lacs)				
	Secured Loans Excluding Deposits	Unsecured Loans	Deposit	Total Indebtedness
<b>Indebtedness at the beginning of the financial year (as on 1<sup>st</sup> April 2019)</b>				
(i) Principal Amount	-	-	24.65	24.65
(ii) Interest due but not paid	-	-	-	-
(iii) Interest accrued but not due	-	-	-	-
<b>Total (i+ii+iii)</b>	-	-	<b>24.65</b>	<b>24.65</b>
<b>Change in indebtedness during the financial year</b>				
• Addition	-	-	1.98	1.98
• Reduction	-	-	-	-
<b>Net Change</b>	-	-	<b>1.98</b>	<b>1.98</b>
<b>Indebtedness at the end of the financial year (As on 31<sup>st</sup> March 2020)</b>				
(i) Principal Amount	-	-	26.63	26.63
(ii) Interest due but not paid	-	-	-	-
(iii) Interest accrued but not due	-	-	-	-
<b>Total (i+ii+iii)</b>	-	-	<b>26.63</b>	<b>26.63</b>

**REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL**

A. Remuneration to Managing Director, Whole-time Directors and/or Manager- *The Company is not required to appoint any Managing Director, Whole-time Director or Manager under the provisions of Section 206 of Companies Act, 2013, hence not applicable.*


B. Remuneration to other Directors:-

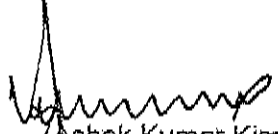
Sl. No.	Particulars of Remuneration	Name of the Directors			Total Amount
		Shri A.K. Kinra	Shri U.K. Gupta	Shri D.N. Bhatnagar	
1	Independent Directors	N.A.			
	Fee for attending Board Meetings				
	Total (1)				
2.	Other Non-executive Directors				
	Fee for attending Board Meetings	1,000	1,000	1,000	3,000
	Total (2)	1,000	1,000	1,000	3,000
	Total(B)= (1+2)	1,000	1,000	1,000	3,000
	Total Managerial Remuneration				3,000
	Overall Ceiling as per the Act	N.A.			

C. Remuneration to Key Managerial Personnel Other than MD/Manager/WTD: *Pursuant to the provisions of Section 203 of Companies Act, 2013, the Company is not required to appoint any Key Managerial Personnel, hence not applicable.*

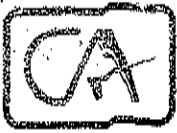
**VII. PENALTIES/PUNISHMENT/COMPOUNDING OF OFFENCES:**

*There were no penalties, punishment or compounding of offences during the year ended 31<sup>st</sup> March, 2020.*

  
 (Upendra Kumar Gupta)  
 Director

  
 (Ashok Kumar Kinra)  
 Director

Place: New Delhi  
 Date: 11<sup>th</sup> May, 2020

**INDEPENDENT AUDITOR'S REPORT  
TO THE MEMBERS OF DIVYASHREE COMPANY PRIVATE LIMITED****Report on the Audit of Ind AS Financial Statements****Opinion**

We have audited the accompanying Ind AS financial statements of **DIVYASHREE COMPANY PRIVATE LIMITED** ("the Company"), which comprise the Balance sheet as at March 31, 2020, the Statement of Profit and Loss, including the statement of Other Comprehensive Income, the Cash Flow Statement and the statement of Changes in Equity for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information (hereinafter referred 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 Ind AS financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the accounting standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2020, its profit including other comprehensive income its cash flows and the changes in equity for the year ended on that date.

**Basis for Opinion**

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

**Other Matters**

The comparative financial information of the Company for the year ended March 31, 2019 and the transition date opening balance sheet as at April 01, 2018 included in these Ind AS financial statements, are based on the previously issued statutory financial statements prepared in accordance with the Companies (Accounting Standards) Rules, 2006 which were audited by us, on which we expressed an unmodified opinion dated 23<sup>RD</sup> April, 2018 and 1st May, 2019 respectively. The adjustments to those financial statements for the differences in accounting principles adopted by the Company on transition to the Ind AS have been audited by us.



## Other Information

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Annual report, but does not include the Ind AS financial statements and our auditor's report thereon. We have obtained all other information prior to the date of this auditors' report. Our opinion on the Ind AS 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 Ind AS financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information; we are required to report that fact. We have nothing to report in this regard'

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

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

## Auditor's Responsibility for the Audit of the Ind AS financial statements

Our objectives are to obtain reasonable assurance about whether the Ind AS financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit 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 Ind AS financial statements.

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



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

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

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

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

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

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

1. As required by 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 statements on the matters specified in the paragraphs 3 and 4 of the Order, to the extent applicable



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

- (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
- (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
- (c) The Balance Sheet, the Statement of Profit and Loss, the statement of change in Equity and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
- (d) In our opinion, the aforesaid Ind-AS financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014 and the Companies (Indian Accounting Standards) Rules, 2015, as amended.
- (e) On the basis of written representations received from the directors as on 31st March, 2020 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2020 from being appointed as a director in terms of Section 164(2) of the Act.
- (f) With respect to the adequacy of the internal financial controls over financial reporting of the Company with reference to these Ind AS financial statements and the operating effectiveness of such controls, refer to our separate Report in "Annexure B" to this report.
- (g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended: In our opinion and to the best of our information and according to the explanations given to us, the Company did not pay any remuneration to its directors during the year, therefore the provisions of section 197 of the Act is not applicable on the company.
- (h) With respect to the other matters to be included in the Auditors' Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
  - (i) The Company does not have any pending litigations which would impact its financial position in its financial statement –
  - (ii) The Company did not have any long term contracts including derivative contracts for which there were any material foreseeable losses.



(iii) The Company did not have any amounts required to be transferred to the Investor Education and Protection Fund.

For A.K. GUTGUTIA & CO.  
Chartered Accountants  
FRN 000012N

*Sumit Jain*



SUMIT JAIN  
Partner  
Membership No 099119  
UDIN : 20099119AAAABJ9697

Place : New Delhi  
Date : 11th May,2020



Annexure "A" referred to in paragraph 1 under the heading "Report on other legal and regulatory requirements" of our report of even date on Ind AS financial statements of DIVYASHREE COMPANY PRIVATE LIMITED for the year ended 31<sup>st</sup> March 2020

1. (a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.  
(b) As explained to us, physical verification of fixed assets has been carried out by the Company and no discrepancies were noticed on such verification. In our opinion the frequency of verification is reasonable, having regard to- the size of the Company and nature of its business.  
(c) Title deed of immovable property of the Company is held in the name of the Company.
2. The Company does not have any inventory. Accordingly, the provisions of clause 3(ii) of the order are not applicable.
3. The company has not granted any loan secured or unsecured to any companies, firms or other parties covered in the register maintained under section 189 of the companies Act, 2013. Accordingly, the provisions of clause 3(iii) (a), (b) & (c) of the order are not applicable.
4. According to the information, explanations and representations provided by the management and based upon audit procedures performed, during the year, the company has not given any loans, guarantees & security u/s 185 of the Companies Act, 2013. The Company has complied with the provisions of section 186 of the Companies Act .
5. In our opinion and according to the information and explanations given to us, the Company has not accepted deposits from public within the provision of section 73 to 76 of the Act or any other relevant provisions of the Act and the rules framed there under (to the extent applicable). Therefore, the provisions of the clause 3(v) of the order are not applicable to the company. We have been informed that no order has been passed by the Company Law Board or National Company Law Tribunal or Reserve Bank of India or any Court or other Tribunal in this regard.
6. In our opinion and according to information and explanation given to us, the company is not required to maintain cost records pursuant to section 148(1) of the companies Act, 2013.
7. (a) According to the records of the Company and information and explanations given to us, the Company is generally regular in depositing undisputed statutory dues including income tax, goods and service tax and other material statutory dues with the appropriate authorities to the



extent applicable and there are no undisputed statutory dues payable for a period of more than six months from the date they become payable as at 31st March, 2020. Further, as per the information and explanations provided to us Provident Fund, Employees state insurance, duty of customs are not applicable to the company.

- (b) According to the records and information & explanations given to us, there are no material dues in respect of Income tax, goods and service tax that have not been deposited with the appropriate authorities on account of any dispute. As per the information and explanations provided to us duty of customs, duty of excise are not applicable to the company.
8. The Company has not taken any loans from financial institutions or banks or government and does not have any dues of debenture holders and accordingly this clause is not applicable.
  9. The Company did not raise any money by way of initial public offer or further public offer (including debt instruments) and term loan during the year.
  10. Based on the audit procedure performed and on the basis of information and explanations provided by the management, no material fraud by the Company or on the Company by its officers or employees has been noticed or reported during the course of the audit.
  11. According to the information and explanations give to us and based on our examination of the records of the Company, the Company has not paid/provided for any managerial remuneration. Accordingly clause 3(xi) of the Order is not applicable on the Company.
  12. In our opinion and according to the information and explanations given to us, the Company is not a nidhi company. Accordingly, clause 3(xii) of the Order is not applicable.
  13. According to the information and explanations and records made available by the management of the Company and audit procedure performed for transactions with the related parties during the year, the Company has complied with the provisions of Section 177 and 188 of the Act, where applicable. As explained and as per records, details of related party transactions have been disclosed in the Ind AS financial statements as per the applicable Accounting Standards.
  14. According to the information and explanations given to us and based on the audit procedure performed, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year.
  15. On the basis of records made available to us and according to information and explanations given to us, the Company has not entered into non-cash transactions with the directors or persons connected with him. Accordingly, paragraph 3(xv) of the Order is not applicable.



16. The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act 1934.

For A.K. GUTGUTIA & CO.  
Chartered Accountants  
FRN 000012N

*Sumit Jain*



SUMIT JAIN  
Partner  
Membership No 099119  
UDIN : 20099119AAAABJ9697

Place : New Delhi  
Date : 11th May, 2020



**ANNEXURE 'B' TO THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATE  
ON THE IND AS FINANCIAL STATEMENTS OF DIVYASHREE COMPANY  
PRIVATE LIMITED**

**Report on the Internal Financial Controls over Financial Reporting 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  
DIVYASHREE COMPANY PRIVATE LIMITED ("the Company") as of March 31, 2020  
in conjunction with our audit of the Ind AS financial statements of the Company for  
the year ended on that date.

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

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

**Auditor's Responsibility**

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

Our audit involves performing procedures to obtain audit evidence about the  
adequacy of the internal financial controls system over financial reporting and their  
operating effectiveness. Our audit of internal financial controls over financial  
reporting included obtaining an understanding of internal financial controls over



financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Ind AS financial statements, whether due to fraud or error.

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

### **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 Ind AS 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 Ind AS financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the Ind AS financial statements.

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

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

### **Opinion**

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 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



For A.K. GUTGUTIA & CO.  
Chartered Accountants  
FRN 000012N

*Sumit Jain*

SUMIT JAIN  
Partner  
Membership No 099119  
UDIN : 20099119AAAABJ9697



Place : New Delhi  
Date : 11th May,2020

	Note No.	As At 31st March 2020	As At 31st March 2019	As at 1st April 2018
<b>ASSETS</b>				
<b>(1) Non-Current Assets</b>				
(a) Property, Plant and Equipment	2	1,892.17	1,892.17	1,892.17
(b) Financial Assets				
Investments	3	281.35	230.06	179.53
		<b>2,173.52</b>	<b>2,122.23</b>	<b>2,071.70</b>
<b>(2) Current Assets</b>				
(a) Financial Assets				
(i) Cash and Cash Equivalents	4a	0.30	0.76	2.96
(ii) Bank Balances other than (i) above	4b	28.00	28.00	28.00
(iii) Other Financial Assets	5	0.09	0.13	0.13
(b) Other Current Assets	6	-	-	-
		<b>28.39</b>	<b>28.89</b>	<b>31.09</b>
<b>TOTAL ASSETS</b>		<b>2,201.91</b>	<b>2,151.12</b>	<b>2,102.79</b>
<b>EQUITY AND LIABILITIES</b>				
<b>EQUITY</b>				
(a) Equity Share Capital	7a	1.17	1.17	1.17
(b) Other Equity	7b	2,152.80	2,106.15	2,061.56
		<b>2,153.97</b>	<b>2,107.32</b>	<b>2,062.73</b>
<b>LIABILITIES</b>				
<b>(1) Non-current Liabilities</b>				
(a) Financial Liabilities				
Other Financial Liabilities	8	26.63	24.65	22.82
(b) Deferred tax Liabilities (Net)	9	13.03	9.00	5.15
(c) Other Non-Current Liabilities	10	5.64	7.58	9.51
		<b>45.30</b>	<b>41.23</b>	<b>37.48</b>
<b>(2) Current Liabilities</b>				
(a) Financial Liabilities				
Other Financial Liabilities	11	0.07	0.06	0.06
(b) Other Current Liabilities	12	2.56	2.51	2.50
(c) Current Tax Liabilities	13	0.01	-	0.02
		<b>2.64</b>	<b>2.57</b>	<b>2.58</b>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>2,201.91</b>	<b>2,151.12</b>	<b>2,102.79</b>

Significant Accounting Policies 1

The accompanying notes are an integral part of the financial statements.

As per our report of even date  
For A.K.GUTGUTIA & CO.  
Chartered Accountants  
FRN Registration No. 000012N

*Sumit Jain*  
SUMIT JAIN  
Partner  
Membership No -99119  
Place: New Delhi  
Date: 11.05.2020



*[Signature]*  
Directors

*[Signature]*

(₹ in Lacs)

Particulars	Notes	For The Year Ended March 31, 2020	For The Year Ended March 31, 2019
<b>Revenue</b>			
I. Revenue From Operations	14	41.87	41.53
II. Other Income	15	17.83	17.21
<b>III. Total Revenue [ I + II ]</b>		<b>59.70</b>	<b>58.74</b>
<b>IV. Expenses</b>			
Employee benefit expenses	16	0.24	0.24
Finance costs	18	1.98	1.83
Other expenses	17	0.29	0.24
<b>Total Expenses [ IV ]</b>		<b>2.51</b>	<b>2.31</b>
<b>V. (b)</b>		<b>57.19</b>	<b>56.43</b>
VI. Exceptional Items		-	-
<b>VII. Profit / (Loss) before tax ( V-VI )</b>		<b>57.19</b>	<b>56.43</b>
<b>VIII. Tax Expenses</b>			
Current Tax		6.51	7.99
Income tax adjustments for earlier year		-	-
Deferred tax		4.03	3.85
<b>IX. Profit / (Loss) for the Year (VII-VIII)</b>		<b>46.65</b>	<b>44.59</b>
<b>X. Other Comprehensive Income</b>			
a) (i) Items that will not be reclassified to Profit or Loss		-	-
(ii) Income tax relating to items that will not be reclassified to Profit or Loss		-	-
b) (i) Items that will be reclassified to Profit or Loss		-	-
(ii) Income tax relating to items that will be reclassified to Profit or Loss		-	-
<b>Other Comprehensive Income for the year</b>		<b>-</b>	<b>-</b>
<b>XI. Total Comprehensive Income for the year (IX+X)</b>		<b>46.65</b>	<b>44.59</b>
<b>XII. Earnings per Equity Share of ₹ 10 each</b>			
i) Basic ( in ₹ )	19	399.50	381.86
ii) Diluted ( in ₹ )		399.50	381.86

Significant Accounting Policies 1  
The accompanying notes are an integral part of the financial statements.

For A.K.GUTGUTIA & CO.  
Chartered Accountants  
FRN Registration No. 000012N

SUMIT JAIN  
Partner  
Membership No -99119  
Place: New Delhi  
Date:11.05.2020



Directors

*[Handwritten signature]*

STATEMENT OF CHANGES IN EQUITY

a. Equity Share Capital (of ₹ 10 each) (₹ in Lacs)

Particulars	No. of Equity Shares	Amount
Balance as at April 1, 2018	11,677	1.17
Changes in Equity Share Capital from April 1, 2018 to March 31, 2019	-	-
Balance as at March 31, 2019	11,677	1.17
Balance as at April 1, 2019	11,677	1.17
Changes in Equity Share Capital from April 1, 2019 to March 31, 2020	-	-
Balance as at March 31, 2020	11,677	1.17

b. Other Equity (₹ in Lacs)

Particulars	Reserve & Surplus		Items of Other Comprehensive Income	Total
	Retained Earnings	Securities Reserve		
(b)	183.49	1878.07	-	2,061.56
- Profit or Loss during the year	44.59	-	-	44.59
- Other Comprehensive Income for the year	-	-	-	-
<b>Total Comprehensive Income</b>	<b>228.08</b>	<b>1,878.07</b>	-	<b>2,106.15</b>
Balance at March 31, 2019	228.08	1,878.07	-	2,106.15
Balance at April 1, 2019	228.08	1,878.07	-	2,106.15
- Profit or Loss during the year	46.65	-	-	46.65
- Other Comprehensive Income for the year	-	-	-	-
<b>Total Comprehensive Income</b>	<b>46.65</b>	-	-	<b>46.65</b>
Balance at March 31, 2020	274.73	1,878.07	-	2,152.80

The accompanying notes are integral part of these financial statements.

As per our report of even date

For A.K.GUTGUTIA & CO.,  
Chartered Accountants  
FRN Registration No. 000012N

SUMIT JAIN  
Partner  
Membership No -99119  
Place: New Delhi  
Date:11.05.2020



Directors

*(Signature)*

**Divyashree Company Private Limited**  
**Notes to financial statements for the year ended March 31, 2020**

**1.1 Corporate Information**

Divyashree Company Private Limited is a Private Company and is registered at Registrar of Companies, Delhi having registered office at Link House 3, Bahadur Shah Zafar Marg, New Delhi - 110002. It is involved in the business of renting of property. These financial statements were approved and adopted by board of directors of the Company in their meeting held on 11.05.2020.

**1.2 First time adoption and summary of significant accounting policies followed by the Company**

**(i) Statement of Compliance**

These financial statements have been prepared in accordance with Indian Accounting Standards (Ind AS) notified under section 133 of the Companies Act, 2013 (the Act) read together with the Companies (Indian Accounting Standards) Rules, 2015, as amended from time to time on accrual basis. The Financial Statements comply with IND AS notified by the Ministry of Corporate Affairs ("MCA"). The Company has consistently applied the accounting policies used in the preparation for all periods presented.

**(ii) Basis of Preparation**

The financial statements up to year ended 31 March 2019 were prepared in accordance with the Accounting Standards notified under the section 133 of the Companies Act, 2013 read together with paragraph 7 of the Companies (Accounts) Rules, 2014, as amended and the Companies (Accounting Standards) Amendment Rules, 2016, other relevant provisions of the Act (Indian GAAP or previous GAAP).

These financial statements have been prepared in accordance with Ind AS 101, "First Time Adoption of Ind AS", as these are the Company's first Ind AS compliant financial statements for the year ended 31st March, 2020.

The financial statements correspond to the classification provisions contained in Ind AS-1 (Presentation of Financial Statements).

The transition to Ind AS has been carried out from the accounting principles generally accepted in India (Indian GAAP), which is considered as the "Previous GAAP", for purposes of Ind AS - 1.

The preparation of these financial statements resulted in changes to the Company's accounting policies as compared to the most recent annual financial statements prepared under Previous GAAP, wherever necessary. All accounting policies and applicable Ind AS have been applied consistently and retrospectively to all periods, including the previous financial year presented and the Ind AS opening balance sheet as at 1st April, 2018 (Transition Date). The resulting difference between the carrying amounts under Ind AS and Previous GAAP as on the Transition Date has been recognised directly in Retained Earnings. An explanation of the effect of the transition from Previous GAAP to Ind AS on the Company's equity and profit is provided in Note No. 30.

In preparing these financial statements, the Company has availed certain exemptions and exceptions from retrospective application of certain requirements under Ind AS, as explained below:

**A Exemptions from Retrospective Applications**

**Deemed cost for Property, Plant and Equipment**

The Company has opted to continue with the carrying value of its property, plant and equipment as recognised in the previous GAAP financial statements as its deemed cost at the transition date to Ind AS (i.e. 1st April, 2018).

**B Exceptions from full Retrospective Applications**

**Estimates**

- (b) Upon an assessment of the estimates made under the Previous GAAP, the Company has concluded that there was no necessity to revise such estimates under IND AS, except where revision in estimates was necessitated as required by IND AS. The estimates used by the Company to present the amounts in accordance with IND AS reflect conditions existing as at 1st April, 2018, the date of transition to IND AS and as at 31st March, 2019 and 31st March, 2020.



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**(iii) Basis of Measurement**

The financial statements have been prepared on accrual basis and under the historical cost convention except for the items that have been measured at fair value as required by relevant IND AS.

**(iv) Functional and Presentation Currency**

The financial statements are presented in Indian Rupees (₹), which is also the Company's functional currency and all values are rounded to the nearest lakh (INR 00,000), except when otherwise indicated.

**(v) Fair value measurement**

Fair Value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

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

A fair value measurement of a non-financial asset takes into account a market participant's ability to generate economic benefits by using the asset in its highest and best use or by selling it to another market participant that would use the asset in its highest and best use.

For the purpose of fair value disclosures, the Company has determined classes of assets and liabilities on the basis of the nature, characteristics and risks of the asset or liability and the level of the fair value hierarchy in which they fall.

Fair values are categorised into different levels in a fair value hierarchy based on the inputs used in the valuation techniques as follows:

**Level 1:** quoted prices (unadjusted) in active markets for identical assets or liabilities.

**Level 2:** inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).

**Level 3:** inputs for the asset or liability that are not based on observable market data (unobservable inputs).

When measuring the fair value of an asset or a liability, the Company uses observable market data as far as possible. If the inputs used to measure the fair value of an asset or a liability fall into different levels of the fair value hierarchy, then the fair value measurement is categorised in its entirety in the same level of the fair value hierarchy as the lowest level input that is significant to the entire measurement.

The Company recognises transfers between levels of the fair value hierarchy at the end of the reporting period during which the change has occurred.

**(vi) Current and Non- Current Classification**

All Assets and Liabilities have been classified as current or non-current as per the Company's normal operating cycle and other criteria set out in the Division II of Schedule III to the Companies Act, 2013. Based on the nature of activities of the Company and their realisation in cash and cash equivalent, the Company has determined its operating cycle as twelve months for the purpose of current and non-current classification of assets and liabilities. Deferred tax assets and liabilities are classified as non-current assets and liabilities.

**(vii) Significant accounting judgements, estimates and assumptions:**

The preparation of these financial statements requires management judgments, estimates and assumptions that affect the application of accounting policies, the accounting disclosures made and the reported amounts of assets, liabilities, income and expenses.

Estimates and underlying assumptions are reviewed on a periodic basis. Revisions to accounting estimates are made in the period, in which the estimates are revised and in any future periods, effected pursuant to such revision.



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### 1.3 Significant Accounting Policies

#### 1.3.1 Property, plant and equipment and depreciation/amortisation

##### A. Property, Plant and Equipment

Property, plant and equipment are measured at cost less accumulated depreciation and impairment losses, if any. Cost includes expenses directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

#### 1.3.2 Cash and Cash Equivalents

Cash and Cash Equivalents includes cash on hand and balance with banks on current accounts.

#### 1.3.3 Financial Instruments

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

##### 1 Financial Assets

Financial Assets includes Cash and Cash Equivalents, Investments and Other Financial Assets.

Financial Assets are measured at amortised cost or fair value through Other Comprehensive Income or fair value through Statement of Profit or Loss, depending on its business model for managing those financial assets and the assets contractual cash flow characteristics.

Subsequent measurements of financial assets are dependent on initial classification. For impairment purposes significant financial assets are tested on an individual basis, other financial assets are assessed collectively in groups that share similar credit risk characteristics.

The company derecognizes a financial assets when the contractual rights to the cash flows from the financial assets expire or it transfers the financial assets and the transfer qualifies for the derecognition under Ind AS 109.

The company assesses impairment based on the expected credit losses (ECL) model to all its financial assets measured at amortised cost.

##### 2 Financial Liabilities

Financial liabilities include Other Current Financial Liabilities and Other Non-current Financial Liabilities.

All financial liabilities recognized initially at fair value, and in case of other payables, net of directly attributable transaction cost.

After initial recognition, financial liabilities are classified under one of the following two categories:

**Financial liabilities at amortised cost:** interest bearing loans and borrowings are measured at amortised cost using the Effective Interest Rate ("EIR") method.

**Financial liabilities at fair value through profit or loss:** Financial liabilities which are designated as such on initial recognition, or which are held for trading. Fair value gains / losses attributable to changes in own credit risk is recognised in OCI. These gains / losses are not subsequently transferred to Statement of Profit and Loss. All other changes in fair value of such liabilities are recognised in the Statement of Profit and Loss.

##### De-recognition of Financial Liability

A Financial Liability is derecognized when the obligation under the liability is discharged or cancelled or expires.



A handwritten signature in black ink, consisting of a stylized 'G' followed by a vertical line and a horizontal stroke.

#### 1.3.4 Earnings per share

Basic earnings per equity share is computed by dividing the net profit attributable to the equity holders of the Company by the weighted average number of equity shares outstanding during the period.

Diluted earnings per equity share is computed by dividing the net profit attributable to the equity holders of the Company by the weighted average number of equity shares considered for deriving basic earnings per equity share and also the weighted average number of equity shares that could have been issued upon conversion of all dilutive potential equity shares. Dilutive potential equity shares are deemed converted as of the beginning of the period, unless issued at a later date. Dilutive potential equity shares are determined independently for each period presented.

#### 1.3.5 Provisions, Contingent Liabilities and Contingent Assets

Provisions are recognized when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate of the amount of the obligation. When the Company expects some or all of a provision to be reimbursed, the reimbursement is recognized as a separate asset, but only when the reimbursement is virtually certain. The expense relating to a provision is presented in the statement of profit and loss net of any reimbursement. If the effect of the time value of money is material, provisions are discounted using a current pre tax rate that reflects, when appropriate, the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognized as a finance cost.

Contingent liability is disclosed in the case of:

- A present obligation arising from past events, when it is not probable that an outflow of resources will be required to settle the obligation.
- A present obligation arising from past events, when no reliable estimate is possible;
- A possible obligation arising from past events, unless the probability of outflow of resources is remote.

Provisions, contingent liabilities & contingent assets are reviewed at each balance sheet date.

#### 1.3.6 Revenue recognition

The Company's revenue is based on a comprehensive assessment model as set out in IND AS 115. The company identifies contract with the customer and its performance obligation under the contract, determines the transaction price and its allocation to the performance obligations in the contract and recognises revenue only on satisfactory completion of performance obligation. Revenue is measured at fair value of the consideration received or receivable.

##### (i) Lease Rent

Revenue from giving property on lease is recognised when it is reasonably certain that ultimate collection will be made from the lessee.

##### (iii) Other Income

Other Income include miscellaneous income and net unrealised gain on fair valuation of mutual fund investments. Any differences between the fair values of the investment in mutual funds classified as fair value through the profit or loss, held by the Company on the balance sheet date is recognised as an unrealised gain/loss in the statement of profit and loss. In cases there is a net gain in aggregate, the same is recognised in "Net gains or fair value changes" under other income and if there is a net loss the same is disclosed under "Expenses", in the statement of profit and loss.

##### (iv) Interest Income

Interest income is recognized on time proportion basis using the effective interest method



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**1.3.7 Borrowing cost**

The finance costs includes interest on financial liabilities measured at amortised cost. The interest on financial liabilities is calculated as per the effective interest method as per Ind AS 107.

**1.3.8 Taxes on Income**

**a) Current Tax**

Tax on income for the current period is determined on the basis of estimated taxable income and tax credits computed in accordance with the provisions of the relevant tax laws and based on the expected outcome of assessments / appeals.

Current income tax relating to items recognized directly in equity is recognized in equity and not in the statement of profit and loss. Management periodically evaluates positions taken in the tax returns with respect to situations in which applicable tax regulations are subject to interpretation and establishes provisions where appropriate.

**b) Deferred Tax**

Deferred tax is provided using the balance sheet approach on temporary differences at the reporting date between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes at the reporting date.

The carrying amount of deferred tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax asset to be utilized. Unrecognized deferred tax assets are reassessed at each reporting date and are recognized to the extent that it has become probable that future taxable profits will allow the deferred tax asset to be recovered.

Deferred tax assets and liabilities are measured at the tax rates that are applicable at the reporting date.

Deferred tax relating to items recognized outside the Statement of Profit and Loss is recognized under Other Comprehensive Income (OCI).

Deferred tax items are recognized in correlation to the underlying transaction either in other comprehensive income or directly in equity.

The break-up of the major components of the deferred tax assets and liabilities as at balance sheet date has been arrived at after setting off deferred tax assets and liabilities.

**c) Minimum Alternate Tax**

Minimum Alternate Tax (MAT) paid in a year is charged to the Statement of Profit and Loss as current tax for the year. The deferred tax asset is recognised for MAT credit available only to the extent that it is probable that the Company will pay normal income tax and thereby utilising MAT credit during the specified period, i.e., the period for which MAT credit is allowed to be carried forward and utilised. In the year in which the Company recognises MAT credit as an asset, it is created by way of credit to the

Statement of Profit and Loss and shown as part of deferred tax asset. The Company reviews the 'MAT credit entitlement' asset at each reporting date and writes down the asset to the extent that it is no longer probable that it will pay normal tax during the specified period.

**1.3.9 Staff Benefits**

Gratuity and Leave Encashment benefits are accounted on accrual basis

**1.3.10 Statement of Cash Flows**

Cash flows are reported using the indirect method, whereby profit for the period is adjusted for the effects of transactions of a non-cash nature, any deferrals or accruals of past or future operating cash receipts or payments and item of income or expenses associated with investing or financing cash flows. The cash flows from operating, investing and financing activities of the Company are segregated.



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Divya Shree Company Private Limited  
 Notes to financial statements for the year ended March 31, 2020

2 Property, Plant & Equipment

(₹ in Lacs)

Particulars	Freehold Land	Grand Total
Gross Carrying Value As at April 1, 2018	1,892.17	1,892.17
Additions	-	-
Disposals	-	-
As at March 31, 2019	1,892.17	1,892.17
Additions	-	-
Disposals	-	-
As at March 31, 2020	1,892.17	1,892.17
Accumulated Depreciation		
As at April 1, 2018	-	-
Charge for the period	-	-
Disposals	-	-
As at March 31, 2019	-	-
Charge for the period	-	-
(b)	-	-
As at March 31, 2020	-	-
Net Carrying Amount		
As at April 1, 2018	1,892.17	1,892.17
As at March 31, 2019	1,892.17	1,892.17
As at March 31, 2020	1,892.17	1,892.17



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Note-3 Investments (Non- Current Financial Assets)

(₹ in Lacs)

Particulars	As At 31st March 2020	As At 31st March 2019	As At 1st April 2018
<b>Investment in Mutual Fund</b> 88,546.522 units of Birla Sun Life Cash Plus - Growth-Regular Plan (March 31, 2020 : 88546.52 units, March 31, 2019: 76940.48 units and April 1, 2018: 64525.70 units) (NAV: March 31, 2020: 317.75, March 31, 2019: 299.00, April 1, 2018: 278.23)	281.35	230.06	179.53
<b>Total</b>	<b>281.35</b>	<b>230.06</b>	<b>179.53</b>

Note-4a Cash & Cash Equivalents

(₹ in Lacs)

Particulars	As At 31st March 2020	As At 31st March 2019	As At 1st April 2018
<b>Balance with Banks</b> On current accounts	0.29	0.75	2.95
<b>Cash on hand</b>	0.01	0.01	0.01
<b>Total</b>	<b>0.30</b>	<b>0.76</b>	<b>2.96</b>

Note-4b Bank balance other than Cash & Cash Equivalents

(₹ in Lacs)

Particulars	As At 31st March 2020	As At 31st March 2019	As At 1st April 2018
Bank Deposits having a maturity period of more than 12 months*	28.00	28.00	28.00
<b>Total</b>	<b>28.00</b>	<b>28.00</b>	<b>28.00</b>

\* FDR of Rs.28,00,000 pledged with the Bank for issue of Bank Guarantee in favour of South Delhi Municipal Corporation.

Note-5 Other Financial Assets

(₹ in Lacs)

Particulars	As At 31st March 2020	As At 31st March 2019	As At 1st April 2018
<b>Unsecured considered good</b> Interest accrued but not due	0.09	0.13	0.13
<b>Total</b>	<b>0.09</b>	<b>0.13</b>	<b>0.13</b>

Note-6 Other Current assets

(₹ in Lacs)

Particulars	As At 31st March 2020	As At 31st March 2019	As At 1st April 2018
<b>Balances with Govt. Authorities</b> (2019-20: ₹ 136, 2018-19: ₹136, 2017-18 : ₹ 136)	-	-	-
<b>Total</b>	<b>-</b>	<b>-</b>	<b>-</b>



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Note 7a - Share Capital

Share Capital	₹ in Lacs		
	As at 31st March 2020	As at 31st March 2019	As at 1st April 2018
<b>A. Authorised shares</b>			
20,000 (March 31, 2019: 20,000 and April 1, 2018: 20,000) Equity Shares of Rs. 10/- each	2.00	2.00	2.00
	<u>2.00</u>	<u>2.00</u>	<u>2.00</u>
<b>B. Issued, subscribed and paid up shares</b>			
11,677 (March 31, 2019: 11,677 and April 1, 2018: 11,667) Equity Shares of Rs. 10/- each fully paid	1.17	1.17	1.17
	<u>1.17</u>	<u>1.17</u>	<u>1.17</u>

C. Outstanding Shares Reconciliations (Nos.)

	March 31, 2020	March 31, 2019	April 1, 2018
Opening as at the beginning of the year	11,677	11,677	11,677
Add: Issued during the period	-	-	-
Less: Bought-back during the year	-	-	-
Outstanding at the end of the period	<u>11,677</u>	<u>11,677</u>	<u>11,677</u>

D. Name of shareholders holding more than 5% equity shares in the Company

Name of Shareholder	As at March 31, 2020		As at March 31, 2019		As at April 1, 2018	
	No.	Holding %	No.	Holding %	No.	Holding %
Equity shares of Rs 10 each fully paid						
Bengal & Assam Co. Ltd.	4,551	38.97%	4,551	38.97%	4,551	38.974%
J K Fenner (India) Ltd.	7,123	61.00%	7,123	61.00%	7,123	61.000%
	<u>11,674</u>	<u>99.97%</u>	<u>11,674</u>	<u>99.97%</u>	<u>11,674</u>	<u>99.974%</u>

E. Shares held by its Holding /Ultimate Holding Company / Subsidiaries or Associates of the Holding Company or its Ultimate Holding Company

Company Name	Relationship	March 31, 2020	March 31, 2019	April 2018
J K Fenner (India) Ltd.	Holding Company	7,123	7,123	7,123
Bengal & Assam Co. Ltd.	Ultimate Holding Company	4,551	4,551	4,551
		<u>11,674</u>	<u>11,674</u>	<u>11,674</u>

F. Rights and preferences attached to Equity Shares:

- The Company has one class of equity shares having a par value of Rs.10 per share. Each holder of equity shares is entitled to one vote per share. The Company declares and pays dividends in Indian rupees.
- In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the Company. The distribution will be in proportion to the number of equity shares held by the shareholders.
- The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting.

Note 7b: Other Equity

Particulars	₹ in Lacs			
	Retained Earnings	Securities Premium Reserve	Other Comprehensive Income	Total
Balance as at 01 April, 2018	183.49	1,878.07	-	2,061.56
Additions during the year	44.59	-	-	44.59
Other Comprehensive Income for the year	-	-	-	-
Balance as at 31 March, 2019	<u>228.08</u>	<u>1,878.07</u>	<u>-</u>	<u>2,106.15</u>
Additions during the year	46.65	-	-	46.65
Other Comprehensive Income for the year	-	-	-	-
Balance as at 31st March 2020	<u>274.73</u>	<u>1,878.07</u>	<u>-</u>	<u>2,152.80</u>

The description, nature and purpose of each reserve within equity are as follows:

(a) Retained Earnings

The balance consists of surplus retained from earned profits after payment of dividend and taxes thereon.

(b) Securities Premium Reserve

Balance of Security Premium Reserve consists of premium on issue of shares over its face value. The balance will be utilised for issue of fully paid bonus shares, buy-back of Company's own share as per the provisions of the Companies Act, 2013.



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Note-8 Other Financial Liabilities (Non- Current)

(₹ in Lacs)

Particulars	As At 31st March 2020	As At 31st March 2019	As at 1st April, 2018
Unsecured			
Securities Deposits	26.63	24.65	22.82
Total	26.63	24.65	22.82

Note -9 Deferred tax Liabilities (Net)

(₹ in Lacs)

Particulars	As At 31st March 2020	As At 31st March 2019	As at 1st April, 2018
Fair Valuation gain on Investment in Mutual Funds	13.03	9.00	5.15
Total	13.03	9.00	5.15

Note-10 Other Non- Current Liabilities

(b)

(₹ in Lacs)

Particulars	As At 31st March 2020	As At 31st March 2019	As at 1st April, 2018
Advance Rent	5.64	7.58	9.51
Total	5.64	7.58	9.51

Note-11 Other Financial Liabilities (Current)

(₹ in Lacs)

Particulars	As At 31st March 2020	As At 31st March 2019	As at 1st April, 2018
Unsecured			
Expenses Payable	0.07	0.06	0.06
Total	0.07	0.06	0.06

Note-12 Other Current Liabilities

(₹ in Lacs)

Particulars	As At 31st March 2020	As At 31st March 2019	As at 1st April, 2018
Statutory dues payable	0.63	0.58	0.57
Advance Rent	1.93	1.93	1.93
Total	2.56	2.51	2.50

Note-13 Current tax Liabilities

(₹ in Lacs)

Particulars	As At 31st March 2020	As At 31st March 2019	As at 1st April, 2018
Provision for Tax (Net of Income Tax Assets)	0.01	-	0.02
Total	0.01	-	0.02



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	For the year ended 31st March 2020	For the year ended 31st March 2019
Note-14: Revenue from operations		
Lease Rent	41.87	41.53
	<u>41.87</u>	<u>41.53</u>
Note-15: Other income		
Interest Income	2.34	2.38
Net Gain on fair value of mutual funds	15.49	14.83
	<u>17.83</u>	<u>17.21</u>
Note-16: Employee Benefit Expenses		
Salaries, wages and bonus	0.24	0.24
	<u>0.24</u>	<u>0.24</u>
Note-17: Other expenses		
Filing Fees	0.03	0.01
Directors' sitting Fee	0.03	0.03
Legal & Professional	0.14	0.11
Payment to auditor (Refer details below)	0.08	0.08
Bank charges	0.01	0.01
	<u>0.29</u>	<u>0.24</u>
Payment to Statutory auditor		
As auditor:		
Audit fee	0.05	0.05
Certification charges	0.03	0.03
	<u>0.08</u>	<u>0.08</u>
Note-18: Finance costs		
Interest on borrowings	1.98	1.83
	<u>1.98</u>	<u>1.83</u>



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Divya Shree Company Private Limited

Notes to financial statements for the year ended March 31, 2020

Note-19: Earnings per share (EPS)

The following reflects the profit / (loss) and share data used in the basic and diluted EPS computations:

	As at March 31, 2020	As at March 31, 2019
(a) Net (loss) / profit for calculation of basic EPS (₹ in Lacs)	46.65	44.59
Net (loss) / profit for calculation of basic Diluted EPS (₹ in Lacs)	46.65	44.59
(b) Weighted average number of equity shares during the year - basic & diluted	11,677	11,677
Earning Per Share - Basic (₹)	399.50	381.86
Earning Per Share - Diluted (₹)	399.50	381.86
Face Value per share (₹)	10.00	10.00



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Note 20, Fair Value of Financial Assets and Liabilities:

Set out below, is a comparison by class of the carrying amounts and fair value of the financial instruments of the Companies

(₹ in Lacs)

Particulars	As at March 31, 2020		As at March 31, 2019		As at April 1, 2018	
	Carrying Amount	Fair Value	Carrying Amount	Fair Value	Carrying amount	Fair Value
<b>Financial Assets</b>						
<b>At Amortized cost</b>						
Cash & Cash Equivalent	0.30	0.30	0.76	0.76	2.96	2.96
Bank balance other than Cash & Cash Equivalents	28.00	28.00	28.00	28.00	28.00	28.00
Other Financial Assets	0.09	0.09	0.13	0.13	0.13	0.13
<b>At Fair value through Profit and Loss</b>						
Investments	281.35	281.35	230.06	230.06	179.53	179.53
<b>Total</b>	<b>309.74</b>	<b>309.74</b>	<b>258.95</b>	<b>258.95</b>	<b>210.62</b>	<b>210.62</b>
<b>Financial Liabilities</b>						
(b)						
Other Non- Current Financial Liabilities	26.63	26.63	24.65	24.65	22.82	22.82
Other Current Financial Liabilities	0.07	0.07	0.06	0.06	0.06	0.06
<b>Total</b>	<b>26.70</b>	<b>26.70</b>	<b>24.71</b>	<b>24.71</b>	<b>22.88</b>	<b>22.88</b>

Fair Valuation Techniques:

The Company maintains policies and procedures to value Financial Assets & Financial Liabilities using the best and most relevant data available. The Fair Values of the Financial Assets and Liabilities are included at the amount that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

The Company has disclosed financial instruments such as cash and cash equivalents, other financial assets, other non current financial liabilities and other current financial liability at carrying value because their carrying amounts are a reasonable approximation of the fair values due to their short term nature.

Fair value of Investment in Mutual Fund is based on NAV at the reporting date.

Fair Value hierarchy

All financial assets and liabilities for which fair value is measured in the financial statements are categorised within the fair value hierarchy, described as follows: -

Level 1 - Quoted prices in active markets.

Level 2 - Inputs other than quoted prices included within Level 1 that are observable, either directly or indirectly.

Level 3 - Inputs that are not based on observable market data.

The following table presents the fair value measurement hierarchy of financial assets, which have been measured subsequent to initial recognition at fair value as at 31<sup>st</sup> March, 2020:

Assets/Liabilities measured at fair value (Accounted)	Fair Value measurement at end of the reporting year using:		
	Level 1	Level 2	Level 3
<b>As at 31st March 2020</b>			
Investment in Mutual Fund	281.35	-	-
<b>As at 31st March 2019</b>			
Investment in Mutual Fund	230.06	-	-
<b>As at 1st April 2018</b>			
Investment in Mutual Fund	179.53	-	-

(₹ in Lakhs)



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**Note No. 21 : Financial risk management objectives and policies**

The Company's activities are exposed to a variety of financial risks from its operations. The key financial risks include market risk (including foreign currency risk, interest rate risk and commodity price risk), credit risk and liquidity risk.

**Market Risk:** Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises mainly three types of risks: interest rate risk, currency risk and other price risk such as commodity price risk.

**Credit Risk**

Credit Risk arises from the possibility that counter party may not be able to settle their obligations as agreed. The Company is exposed to credit risk from its operating activities (primarily trade receivables). Credit risk arising from balances with banks is limited and there is no collateral held against these because the counter parties are banks and recognised financial institutions with high credit ratings. Credit Risk refers to the risk that a counterparty may default on its contractual obligations leading to a financial loss to the Company. Credit risk primarily arises from Other Financial Assets measured at amortised cost.

**Liquidity Risk**

Liquidity Risk: Liquidity risk is the risk, where the Company will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial asset. The company's approach is to ensure, as far as possible, that it will have sufficient liquidity to meet its liabilities when due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Company's reputation.

The table below provides details regarding the remaining contractual maturities of financial liabilities at the reporting date based on contractual undiscounted payments:

(₹ in Lacs)

Particulars	Carrying Amounts	Description	1-3 Years	More than 3 Years
As at 31st March 2020				
Other Financial Liabilities	26.70	0.07	-	26.63
As at 31st March 2019				
Other Financial Liabilities	24.71	0.06	-	24.65
As at 1st April 2018				
Other Financial Liabilities	22.88	0.06	-	22.82

**Note No. 22 : Income Tax**

(A) The major components of income tax expense for the financial year ended 31st March, 2020 are as follows:-

(₹ in Lacs)

Particulars	2019-2020	2018-2019
Current Income Tax		
- Current year	6.51	7.99
- Income tax adjustments for earlier year (₹(30) for 2019-20 and 2018-19)	-	-
- Deferred Tax- Relating to origination and reversal of temporary differences	4.03	3.85
<b>Total tax expense reported in the statement of profit &amp; loss</b>	<b>10.54</b>	<b>11.84</b>



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(B) Reconciliation of effective tax

(₹ in Lacs)

Particulars	2019-2020	2018-2019
Accounting Profit/(Loss) before income tax	57.19	56.43
At Statutory Income Tax Rate @ 26.00%	14.87	14.67
Expenses allowable under income Tax Act	(3.11)	(2.83)
Others	(1.22)	(0.01)
Current Tax expense/(income) reported in Statement of Profit or Loss	10.54	11.84

Reconciliation of deferred tax assets/Deferred Tax (Liabilities)

(₹ In Lacs)

Particulars	2019-20	2018-19
Opening Balance	9.00	5.15
Deferred tax expense/(Income) during the period in Profit & Loss Statement	4.04	3.85
Closing Balance	13.03	9.00

Movement in Deferred tax

(₹ in Lacs)

Particulars	Balance as at 31st March 2019	Recognised in P&L during the year 2019-20	Recognised in OCI during the year 2019-20	Balance as at 31st March 2020
Related to Fair Valuation of Investments	9.00	4.04	-	13.03
Total	9.00	4.04	-	13.03

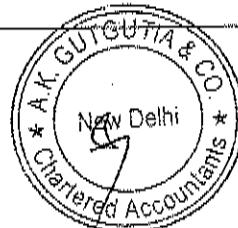
(₹ in Lacs)

Particulars	Balance as at 31st April 2018	Recognised in P&L during the year 2018-19	Recognised in OCI during the year 2018-19	Balance as at 31st March 2019
Related to Fair Valuation of Investments	5.15	3.85	-	9.00
Total	5.15	3.85	-	9.00

Note 23: The Micro, Small and Medium Enterprises Development (MSMED) Act, 2006

Amounts outstanding under the Micro, Small and Medium Enterprises Development Act, 2006 (MSMED Act) and other information to the extent available with the Company -

Particulars	As at 31st March 2020	As at 31st March 2019
Principal amount and interest due thereon remaining unpaid to any supplier	-	-
Interest paid by the Company in terms of Section 16 of the MSMED Act along with the amounts of the payment made to the supplier beyond the appointed day during the accounting year	-	-
The amount of interest due and payable for the year of delay in making payment (which has been paid but beyond the appointed day during the year) but without adding the interest specified under this Act	-	-
The amount of interest accrued and remaining unpaid	-	-
The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues above are actually paid to the small enterprise for the purpose of disallowance as a deductible expenditure under section 23 of this Act.	-	-



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Note 24: Contingent Liability & Provisions

(₹ in Lacs)

Particulars	As at	As at
	31st March, 2020	31st March, 2019
Contingent Liability - Bank Guarantee	28,00,000	28,00,000

Note 25:

In the opinion of the Management, the Current Assets, Advances have a value of realisation in normal course of business not less than the value at which they are stated unless specified otherwise and are subject to confirmation.

Note 26: Segment Information

The company operates within India and the business activity of the company falls within one broad business segment viz. "Renting of Property".

Note 27: Capital Management

The Company manages its capital structure and makes adjustments in light of changes in economic conditions and the requirements of the financial covenants. The Company's primary objective when managing capital is to ensure that it maintains an efficient capital structure and safeguard the Company's ability to continue as a going concern in order to support its business and provide maximum returns for shareholders. The Company also proposes to maintain an optimal structure to reduce the cost of capital.



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**Note 28a: Related Parties**

- a) **Ultimate Holding Company**  
Bengal & Assam Company Limited
- b) **Holding Company**  
JK Fenner (India) Ltd
- c) **Key Managerial Personnel (KMP)**  
**Directors**  
 Ashok Kumar Kinra  
 Upendra Kumar Gupta  
 Deepak Narain Bhatnagar

**NOTE 28b: Disclosure of Related Party Transactions**

Particulars	(₹ in Lacs)	
	2019-20	2018-19
Lease Rent received from JK Fenner (India) Ltd	39.60	39.60
Sitting Fees Paid to Key Managerial Personnel	0.03	0.03

**Outstanding Balances to/from Related Parties**

Particulars	(₹ in Lacs)		
	As at March 31, 2020	As at March 31, 2019	As at April 1, 2018
Balance Payable to J.K Fenner (I) Ltd.	36.00	36.00	36.00



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**Note 29: Reconciliations between Previous GAAP and Ind AS**

The following reconciliations provide a quantification of the effect of significant differences arising as a result of transition from Previous GAAP to IND AS in accordance with IND AS 101.

- Equity as at 1st April, 2018;
- Equity as at 31st March, 2019;
- Total Comprehensive Income for the year ended 31st March, 2019

**Reconciliation of equity as at 1st April 2018**

(\* In Lacs)

Reference Explanation	Previous GAAP as at 01-04-2018	IND AS Adjustments	Ind AS as at 01-04-2018
<b>ASSETS</b>			
(1) Non-Current Assets			
(a) Property, Plant and Equipment	1,892.17	-	1,892.17
(b) Financial Assets			
Investments	B 159.74	19.79	179.53
(b) Current Assets			
(a) Financial Assets			
(i) Cash and Cash Equivalents	2.96	-	2.96
(ii) Bank Balances other than (i) above	28.00	-	28.00
(iii) Other Financial Assets	0.13	-	0.13
(b) Other Current Assets	-	-	-
<b>TOTAL ASSETS</b>	<b>2,083.00</b>	<b>19.79</b>	<b>2,102.79</b>
<b>EQUITY AND LIABILITIES</b>			
<b>EQUITY</b>			
(a) Equity Share Capital	1.17	-	1.17
(b) Other Equity	A 2,045.18	16.38	2,061.56
<b>LIABILITIES</b>			
<b>(1) Non-current Liabilities</b>			
(a) Financial Liabilities			
Other Financial Liabilities	C 36.00	(13.18)	22.82
(b) Deferred tax Liabilities (Net)	D	5.15	5.15
(c) Other Non-Current Liabilities	C	9.51	9.51
<b>(2) Current Liabilities</b>			
(a) Financial Liabilities			
Other Financial Liabilities	0.06	-	0.06
(b) Other Current Liabilities	C 0.57	1.93	2.50
(c) Current Tax Liabilities	0.02	-	0.02
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>2,083.00</b>	<b>19.79</b>	<b>2,102.79</b>



## Reconciliation of equity as at 31 March 2019

(₹ in Lacs)

Particulars	Reference Explanation	Previous GAAP as at 31.03.2019	IND AS Adjustments	Ind AS as at 31.03.2019
<b>ASSETS</b>				
(1) Non-Current Assets				
(a) Property, Plant and Equipment		1,892.17	-	1,892.17
(b) Financial Assets				
Investments	B	195.45	34.61	230.06
(b) Current Assets				
(a) Financial Assets				
(i) Cash and Cash Equivalents		0.76	-	0.76
(ii) Bank Balances other than (i) above		28.00	-	28.00
(iii) Other Financial Assets		0.13	-	0.13
(b) Other Current Assets		-	-	-
<b>TOTAL ASSETS</b>		<b>2,116.51</b>	<b>34.61</b>	<b>2,151.12</b>
<b>EQUITY AND LIABILITIES</b>				
<b>EQUITY</b>				
(a) Equity Share Capital		1.17	-	1.17
(b) Other Equity	A	2,078.70	27.45	2,106.15
<b>LIABILITIES</b>				
(1) Non-current Liabilities				
(a) Financial Liabilities				
Other Financial Liabilities	C	36.00	(11.35)	24.65
(b) Deferred tax Liabilities (Net)	D	-	9.00	9.00
(c) Other Non-Current Liabilities	C	-	7.58	7.58
(2) Current Liabilities				
(a) Financial Liabilities				
Other Financial Liabilities		0.06	-	0.06
(b) Other Current Liabilities	C	0.58	1.93	2.51
(c) Current Tax Liabilities		-	-	-
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>2,116.51</b>	<b>34.61</b>	<b>2,151.12</b>



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Particulars	Reference Explanation	2018-2019		2018-2019 (Ind AS)
		(Previous GAAP)	IND AS Adjustments	
(₹ in Lacs)				
<b>Revenue</b>				
I. Revenue From Operations	C	39.60	1.93	41.53
II. Other Income	B	2.39	14.92	17.31
III. Total Revenue [ I + II ]		41.99	16.75	58.74
<b>IV. Expenses</b>				
Employee benefit expenses		0.24	-	0.24
Finance costs	C	-	1.83	1.83
Other expenses		0.24	-	0.24
Total Expenses [ IV ]		0.48	1.83	2.31
(b)				
Exceptional Items		-	-	-
Profit / (Loss) before tax ( V-VI )		41.51	14.92	56.43
Tax Expenses				
Current Tax		7.99	-	7.99
Income tax adjustments for earlier year		-	-	-
Deferred tax	D	-	3.85	3.85
Profit / (Loss) for the Year (VII-VIII)		33.52	11.07	44.59
<b>Other Comprehensive Income</b>				
a) (i) Items that will not be reclassified to Profit or Loss		-	-	-
(ii) Income tax relating to items that will not be reclassified to Profit or Loss		-	-	-
b) (i) Items that will be reclassified to Profit or Loss		-	-	-
(ii) Income tax relating to items that will be reclassified to Profit or Loss		-	-	-
Other Comprehensive Income for the year		-	-	-
Total Comprehensive Income for the year (IX+X)		33.52	11.07	44.59

Explanations for reconciliation of Balance Sheet as previously reported under previous GAAP to IND AS

A Reconciliation of Other Equity as at 31st March 2019 and 1st April 2018

Particulars	Footnotes	(₹ in Lacs)	
		31-Mar-19	01-Apr-18
Other Equity Under Previous GAAP		2,078.70	2,045.18
Gain/(loss) on Fair valuation of Investments	B	34.61	19.79
Financial liabilities at amortised Cost	C	1.84	1.74
Deferred tax on above adjustments	D	(9.00)	(5.15)
Other equity as per Ind AS		2,106.15	2,061.56

- B Under the previous GAAP, investments in mutual funds were classified as long-term investments or current investments based on the intended holding period and realisability. Long-term investments were carried at cost less provision for other than temporary decline in the value of such investments. Under Ind AS, these investments are required to be measured at fair value. The resulting fair value changes of these investments have been recognised in retained earnings (net of related deferred taxes) as at the date of transition and subsequently in the Statement of Profit and Loss for the year ended 31st March 2019.
- C Under Ind AS, security deposit are required to be valued at fair value and difference between cost and fair value is to be amortised over the period of security as rental income and consequently interest expense to be booked effective interest method in statement of Profit & loss.
- D The Company has accounted for deferred tax on the various adjustments between Indian GAAP and IND AS at the tax rate at which they are expected to be reversed.



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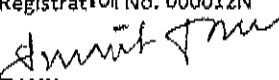
Divyashree Company Private Limited

Notes to financial statements for the year ended March 31, 2020

Note 30: Figures for the previous year have been reclassified/ recasted/ regrouped, wherever considered necessary

As per our report of even date

For A.K.GUTGUTIA & CO.,  
Chartered Accountants  
FRN Registration No. 000012N

  
SUMIT JAIN  
Partner

Membership No-99119  
Place: New Delhi  
Date:11.05.2020



  
Directors



Particulars	For the year ended March 31, 2020	For the year ended March 31, 2019
<b>A. Cash Flow From Operating Activities</b>		
Profit / (Loss) Before Tax	57.19	56.43
Adjustments for:		
(Gain)/Loss on fair Valuation of Investments	(15.49)	(14.84)
Finance Cost	1.98	1.83
Interest Income	(2.34)	(2.38)
Operating Profit/(Loss) before Working Capital Changes	<u>41.34</u>	<u>41.04</u>
(Increase) / Decrease in Financial Assets	0.04	-
Increase / (Decrease) in Other Financial Liabilities	1.99	1.83
Increase / (Decrease) in Other Current Liabilities	(b)	0.01
Increase / (Decrease) in Other Non-Current Liabilities	(3.92)	(3.76)
Cash generated from/(used in) Operations before Tax	<u>39.46</u>	<u>39.12</u>
Net Direct Taxes paid	(6.50)	(8.01)
Net Cash Flow from/(used in) Operating Activities	<u>32.96</u>	<u>31.11</u>
<b>B. Cash Flow From Investing Activities</b>		
Purchase of Investment	(35.80)	(35.69)
Interest Received	2.34	2.38
Net Cash Flow from/(used in) Investing Activities	<u>(33.46)</u>	<u>(33.31)</u>
Net Cash from/(used in) Operating and Investing Activities	<u>(0.51)</u>	<u>(2.20)</u>
<b>C. Cash Flow From Financing Activities</b>		
Finance Costs	-	-
Net Cash from/(used in) Financing Activities	<u>-</u>	<u>-</u>
Net Cash from/(used in) Operating, Investing & Financing Activities	<u>(0.51)</u>	<u>(2.20)</u>
Opening balance of Cash and Cash Equivalents	<u>0.76</u>	<u>2.96</u>
Closing balance of Cash and Cash Equivalents	<u>0.25</u>	<u>0.76</u>
Cash and Cash Equivalents included in the Statement of Cash Flow comprise of the following:		
i) Cash on Hand	0.01	0.01
ii) Balance with Banks :		
- On Current Accounts	0.29	0.75
- Cheques, Drafts on Hand , Fixed Deposits		
Total	<u>0.30</u>	<u>0.76</u>

The above cash flow statement has been prepared under the indirect method set out in Ind AS 7 - Statement of Cash Flows

Accompanying notes form an integral part of the financial statements

As per our report of even date

For A.K.GUTGUTIA & CO.,  
Chartered Accountants  
FRN Registration No. 000012N

SUMIT JAIN  
Partner  
Membership No -99119  
Place: New Delhi  
Date:11.05.2020



Directors