



PACHELI INDUSTRIAL FINANCE LIMITED

**(Formerly known as “DHOOT
INDUSTRIES LIMITED”)**

**34th ANNUAL REPORT
2018-2019**



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PACHELI INDUSTRIAL FINANCE LIMITED
(Formerly Known as “DHOOT INDUSTRIES LIMITED”)

34th ANNUAL REPORT 2019-2019

BOARD OF DIRECTORS:

Mr. Padamchand Bhanvarlal Dhoot	:	Managing Director & Chief Executive Officer (DIN: 01344573)
Mrs. Pushpadevi Padamchand Dhoot	:	Promoter Director (DIN: 00118140)
Mr. Ramesh Khetan	:	Independent Non-Executive Director (DIN: 03315837)
Mr. Rajan Sharma	:	Independent Director (DIN: 08076700) (W.E.F. 22/11/2019)
Mr. Pankaj Padamchand Dhoot	:	Chief Financial Officer
Mr. Vibhor Sharma	:	Company Secretary cum Compliance Officer (W.E.F. 29/10/2019) (Resigned on 12/04/2019)
Ms. Saloni Mehta	:	Company Secretary cum Compliance Officer (W.E.F. 15/04/2019)

STATUTORY AUDITORS:

M/s V.S. Shah and Associates
Chartered Accountants,
Mumbai

SECRETARIAL AUDITORS:

Jain Alok and Associates
Practicing Company Secretaries
Mumbai

BANKERS:

Axis Bank Limited
Rameshwar Co-op Bank Ltd.

REGISTRARS & SHARE TRANSFER AGENTS:

Skyline Financial Services Pvt Ltd D-153 / A, 1st Floor,
Okhla Industrial Area Phase - I
New Delhi - 110020, India.
CIN: U74899DL1995PTC071324

REGISTERED OFFICE:

C-001, Prathamesh Horizon, New Link Road, Borivali
(West), Mumbai - 400092, Maharashtra, India.
CIN: L67120MH1985PLC037772
Tel.: 022-28684836
E-Mail: dhoot_2000@rediffmail.com
Website: www.pacheliindustrialfinance.com

SHARES LISTED AT:

The BSE Limited

34TH ANNUAL GENERAL MEETING:

Date: September 27, 2019

Day: Friday

Time: 01.00 p.m.

Place: Office No. 4, Prathamesh Leela, New Link Road,
Borivali (West) Mumbai-400092, Maharashtra, India.

NOTICE OF 34TH ANNUAL GENERAL MEETING

Notice is hereby given that the 34th (Thirty Forth) Annual General Meeting of the Members of **Pacheli Industrial Finance Limited** (Formally known as **Dhoot Industries Limited**) (CIN:- L67120MH1985PLC037772) will be held on Friday, 27th September, 2019 at 1:00 P.M. at 04, Prathmesh Leela CHS Ltd, New MHB Colony, Gorai Rd, Near Sai Lee Hospital, Mumbai - 400091 to transact the following business:-

ORDINARY BUSINESS:

1. To receive, consider and adopt the Audited financial statements of the Company for the financial year ended March 31, 2019 together with report of Board of directors and Auditor thereon.
2. To consider and appoint a Director in place of Mr. Padamchand Bhanvarlal Dhoot (DIN 01344573), who retires by rotation and being eligible, offers himself for re-appointment.
3. To consider and appoint a Director in place of Mrs. Pushpadevi Padamchand Dhoot (DIN 00118140), who retires by rotation and being eligible, offers herself for re-appointment.
4. To consider and if thought fit, to pass, with or without modification(s), the following resolution as an Ordinary Resolution:

“RESOLVED THAT pursuant to the provisions of Section 139 142 and other applicable provisions, if any, of the Companies Act, 2013 read with Companies (Audit and Auditors) Rule 2014, including any statutory modification(s) or reenactment thereof, for time being in force), the consent of the Company be and is hereby accorded for ratification of appointment of M/s. V S Shah And Associates, Chartered Accountants (Firm Registration No. 143857W) who had offered themselves and confirmed their eligibility to be appointed as the Auditors of the Company for the financial year 2019-20 to hold office from the conclusion of this Annual General Meeting till the conclusion of Thirty Seventh Annual General Meeting subject to the ratification by members at each Annual General Meeting to be held thereof, on such remuneration as may be determined by the Board of Directors.”

SPECIAL BUSINESS

5. **Regularization of Mr. Rajan Sharma:**

To consider and if thought fit, to pass with or without modification(s), the following resolution as an Ordinary Resolution:-

“RESOLVED THAT Mr. Rajan Sharma (DIN: 08076700), who was appointed as an Additional Director with effect from 22nd November, 2019, on the Board of the Company in terms of Section 161 of the Companies Act, 2013 and who holds office up to the date of this Annual General Meeting, and in respect of whom a notice has been received from a member in writing, under Section 160 of the Companies Act, 2013 along with requisite

deposit, proposing his candidature for the office of a director, be and is hereby appointed as an Independent Director of the Company for a period of 5 years.”

**For and on behalf of the Board of
Pacheli Industrial Finance Ltd**

Place: Mumbai

Dated: 14th August, 2019

Padamchand Bhanvarlal Dhoot
(Managing Director)
DIN:01344573

NOTES:

1. **A MEMBER ENTITLED TO ATTEND AND VOTE AT THE ANNUAL GENERAL MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE ON A POLL INSTEAD OF HIMSELF AND THE PROXY NEED NOT BE A MEMBER OF THE COMPANY.**
2. Explanatory Statement pursuant to Section 102 of the Companies Act, 2013 setting out material facts of the proposed ordinary resolutions for the items is annexed hereto.
3. A person can act as proxy on behalf of members not exceeding fifty (50) and holding in the aggregate not more than 10 (ten) % of the total share capital of the Company. The instrument of Proxy in order to be effective, should be deposited at the Registered Office of the Company, duly completed and signed, not less than 48 (forty eight) hours before the commencement of the meeting. Proxies submitted on behalf of the companies, societies etc., must be supported by an appropriate resolution/ authority, as applicable.
4. Members desirous of getting any information about the Annual accounts and/or operations of the Company are requested to write to the Company at least seven days before the date of the Meeting to enable the Company to keep the information ready at the Meeting.
5. The Notice of the AGM along with the Annual Report 2019-19 is being sent by electronic mode to those Members whose e-mail addresses are registered with the Company/Depositories, unless any Member has requested for a physical copy of the same. For Members who have not registered their e-mail addresses, physical copies are being sent by the permitted mode.
6. Members are requested to bring their attendance slip along with their copy of Annual Report of the Meeting.
7. Pursuant to Section 91 of the Companies Act, 2013, the register of members and the share transfer books of the Company will remain closed from Saturday, 21st September, 2019 to Friday, 27th September, 2019 (both days inclusive) for the purpose of Annual General Meeting and will be available for inspection at the venue of Annual General Meeting till the conclusion of the meeting.
8. The ISIN of the Equity Shares of Rs.10/- each is INE926B01016.

9. Members holding shares in physical form are requested to advise any change of name, address, e-mail address etc. immediately to the Company/ Registrar and Transfer Agents, Skyline Financial Services Pvt. Ltd, D-153 A, 1st Floor, Okhla Industrial Area, Phase – I, New Delhi-110020.
10. The Members are requested to provide information with respect to particulars such as occupation, Fathers' name etc and such other information, that is not available with the Company so as to update Members' Register.
11. Members holding shares in electronic form are requested to quote Ledger Folio Numbers/ DP ID- Client ID in all their correspondence.
12. Corporate Members intending to send their authorized representatives to attend the Meeting are requested to send a certified copy of the Board Resolution authorizing their representative to attend and vote on their behalf at the Meeting.
13. Members who hold shares in dematerialized form are requested to write their Client ID and DP ID Numbers and those who hold shares in physical form are requested to write their Folio Number in the Attendance Slip for attending the Meeting.
14. All documents referred to in the accompanying Notice and Explanatory Statement shall be open for inspection by members and shall be available at the registered office of the Company on all working days during business hours from the date of this Notice up to the date of AGM.

PLEASE NOTE THAT NO GIFTS OF ANY SORT WOULD BE DISTRIBUTED AT THE AGM

EXPLANATORY STATEMENT PURSUANT TO SECTION 102(1) OF THE COMPANIES ACT, 2013**Item No. 5: Regularization of Mr. Rajan Sharma**

The Board of Directors of the Company appointed Mr. Rajan Sharma as an Additional Director of the Company w.e.f. November 22, 2019. In terms of the provisions of Section 161(1) of the Companies Act, 2013 and Articles of Association of the Company, Mr. Rajan Sharma would hold office up to the date of the ensuing Annual General Meeting. In terms of Section 149 and other applicable provisions of the Companies Act, 2013, Mr. Rajan Sharma, being eligible, offers himself for appointment, and is propose to be appointed as an Independent Director who shall not be liable to retire by rotation.

The Company has received a notice from a member of the Company along with requisite fee under section 160 of the Companies Act, 2013 proposing the candidature of Mr. Rajan Sharma for the office of Director of the Company. Mr. Rajan Sharma is not disqualified from being appointed as a Director in terms of Section 164 of the Companies Act, 2013.

Therefore, the Directors of your Company recommend the aforesaid resolution for your consideration and approval.

Except Mr. Rajan Sharma Additional Director of the Company, none of Director and Key Managerial personnel of the Company and their relatives is concerned or interested, financial or otherwise in the resolution as set out in Item no. 5.

The Board of directors therefore, recommends the resolution for appointment of Mr. Rajan Sharma as a Director of the Company for approval of the members by passing the **Ordinary resolution**.

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

Brief Resume of Mr. Rajan Sharma is as under:

Name:	Rajan Sharma
Age:	39 Years
Qualification:	Graduate
Expertise in specific functional areas:	He has an experience of 15 years in the field of Finance. He has handled various finance projects
Directorship held in other public companies (excluding Foreign Companies and Section 8 Companies)	N.A
Membership / Chairmanship of Committee of other Public Companies (includes only Audit and Stakeholder Relationship Committee)	N.A
Shareholding in the Company	NIL

Dear Member,

Sub: Voting through electronic means

Pursuant to the provisions of Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules 2014, Pacheli Industrial Finance Limited ("the company") is offering e-Voting facility to its members in respect of the business to be transacted at the Annual General Meeting scheduled to be held on Friday, 27th September, 2019 at 1:00 P.M.

The Company has engaged the services of Central Depository Services (India) Ltd as the Authorized Agency to provide e-Voting facilities. The e-Voting particulars are set out below:

The Remote e-Voting facility will be available during the following voting period:

- Commencement of e-Voting: **Tuesday, 24th September, 2019 at 9:00 A.M.**
- End of e-Voting: **Thursday, 26th September, 2019 till 5:00 P.M.**
- The cut-off date for the purpose of e-Voting is **20th September, 2019**

Please read the instructions mentioned below before exercising the vote. This Communication forms an integral part of the Notice for the Annual General Meeting scheduled to be held on 27th September, 2019.

INSTRUCTIONS FOR VOTING THROUGH ELECTRONIC MEANS

The instructions for shareholders Remote e-voting electronically are as under:

- (i) The shareholders should log on to the e-voting website www.evotingindia.com.
- (ii) Click on "Shareholders" tab.
- (iii) Now Enter your User ID
 - a. For CDSL: 16 digits beneficiary ID,
 - b. For NSDL: 8 Character DP ID followed by 8 Digits Client ID,
 - c. Members holding shares in Physical Form should enter Folio Number registered with the Company.
- (iv) Next enter the Image Verification as displayed and Click on Login.
- (v) If you are holding shares in demat form and had logged on to www.evotingindia.com and voted on an earlier voting of any company, then your existing password is to be used.
- (vi) If you are a first time user follow the steps given below:

	For Members holding shares in Demat Form and Physical Form
PAN	<p>Enter your 10 digit alpha-numeric *PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders)</p> <ul style="list-style-type: none"> Members who have not updated their PAN with the Company/Depository Participant are requested to use the sequence number which is printed on Postal Ballot / Attendance Slip indicated in the PAN field.
Dividend Bank Details OR Date of Birth (DOB)	<p>Enter the Dividend Bank Details or Date of Birth (in dd/mm/yyyy format) as recorded in your demat account or in the company records in order to login.</p> <ul style="list-style-type: none"> If both the details are not recorded with the depository or company please enter the member id / folio number in the Dividend Bank details field as mentioned in instruction (v).

After entering these details appropriately, click on “SUBMIT” tab.

- (viii) Members holding shares in physical form will then directly reach the Company selection screen. However, members holding shares in demat form will now reach ‘Password Creation’ menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the demat holders for voting for resolutions of any other company on which they are eligible to vote, provided that company opts for e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.
- (ix) For Members holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.
- (x) Click on the EVSN of Pacheli Industrial Finance Limited- AGM on which you choose to vote.
- (xi) On the voting page, you will see “RESOLUTION DESCRIPTION” and against the same the option “YES/NO” for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.

- (xii) Click on the “RESOLUTIONS FILE LINK” if you wish to view the entire Resolution details.
- (xiii) After selecting the resolution you have decided to vote on, click on “SUBMIT”. A confirmation box will be displayed. If you wish to confirm your vote, click on “OK”, else to change your vote, click on “CANCEL” and accordingly modify your vote.
- (xiv) Once you “CONFIRM” your vote on the resolution, you will not be allowed to modify your vote.
- (xv) You can also take out print of the voting done by you by clicking on “Click here to print” option on the Voting page.
- (xvi) If Demat account holder has forgotten the same password then Enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.
- (xvii) Shareholders can also cast their vote using CDSL’s mobile app m-Voting available for android based mobiles. The m-Voting app can be downloaded from Google Play Store. Apple and Windows phone users can download the app from the App Store and the Windows Phone Store respectively. Please follow the instructions as prompted by the mobile app while voting on your mobile.

(xviii) Note for Non – Individual Shareholders and Custodians

- Non-Individual shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodian are required to log on to www.evotingindia.com and register themselves as Corporate.
- A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to helpdesk.evoting@cdslindia.com.
- After receiving the login details they have to create a compliance user using the admin login and password. The Compliance user would be able to link the account(s) for which they wish to vote on.
- The list of accounts should be mailed to helpdesk.evoting@cdslindia.com and on approval of the accounts they would be able to cast their vote.
- A scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.
- Alternatively Non Individual shareholders are required to send the relevant Board Resolution/ Authority letter etc. together with attested specimen signature of the duly authorized signatory who are authorized to vote, to the Scrutinizer and to the Company , if voted from individual tab & not uploaded same in the CDSL e-voting system for the scrutinizer to verify the same.

In case you have any queries or issues regarding e-voting, you may refer the Frequently Asked Questions ("FAQs") and e-voting manual available at www.evotingindia.com, under help section or write an email to helpdesk.evoting@cdslindia.com or call 1800225533.

All grievances connected with the facility for voting by electronic means may be addressed to Mr. Rakesh Dalvi, Manager, (CDSL,) Central Depository Services (India) Limited, A Wing, 25th Floor, Marathon Futurex, Mafatlal Mill Compounds, N M Joshi Marg, Lower Parel (East), Mumbai - 400013 or send an email to helpdesk.evoting@cdslindia.com or call 1800225533.

- (xix) Pursuant to Section 107 of the Act read with Rule 20 of the Companies (Management and Administration) Rules, 2014, there will be not be voting by show of hands on any of the agenda items at the meeting and ballot process at the meeting will be conducted in lieu thereof.

General Instruction:

- I. The voting period begins on 24.09.2019 at 9:00 A.M. and ends on 26.09.2019 at 5.00 P.M. During this period shareholders' of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date (record date) of 20.09.2019, may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.
- II. Once the vote on a resolution is cast by the shareholder by electronic means, the shareholder shall not be allowed to change it subsequently or cast his vote by any other means.
- III. The voting rights of shareholders shall be in proportion to their shares of the paid up equity share capital of the Company as on the cut-off/entitlement date of 20th September, 2019.
- IV. E-voting platform will be blocked after the closure of e-Voting period and no further e-Voting/change of vote cast would be allowed thereafter.
- V. Members who have availed e-Voting facility may attend the meeting however they cannot exercise their right to vote or change the vote.

Note: If a person becomes member of the Company after the cut-off date, then the member may contact the Registrar and Share Transfer Agent of the

Company for issuance of the Notice and Login id and other e-Voting related details.

1. Details of Scrutinizer:

- a) M/s Jain Alok& Associates, Company Secretaries has been appointed as the Scrutinizer to scrutinize the e-Voting process and ballot process in a fair and transparent manner.
- b) The Scrutinizer shall with a period not exceeding three days from the conclusion of the e-voting period, unlock the votes in the presence of at least two witnesses, not in the employment of the Company and make a Scrutinizer's Report of the votes in cast of favour or against, if any, forthwith to the Chairman of the Company.
- c) The voting rights of shareholders shall be in proportion to their shares of the paid up equity share capital of the Company as on cut-off date i.e. 20.09.2019.
- d) The results declared along with the Scrutinizer's Report shall be placed on the Company's Notice Board at its registered office and on the website of CDSL within three days of the passing of the resolutions at the Annual General Meeting of the Company.

The copies of the aforesaid documents will be available for inspection at the Registered Office of the Company also.

BOARD'S REPORT

To,

**The Members of
Pacheli Industrial Finance Limited,**

Our Directors are pleased to present the Annual Report on the business and operations of the Company, together with the Audited Financial Statements for the financial year ended 31st March, 2019.

1. FINANCIAL RESULTS

The Company's financial results for the financial year ended on the 31st March, 2019 are as under:

Particulars	For The Year Ended	
	31st March 2019 (Rs.)	31st March 2019 (Rs.)
Total Revenue	29,97,751	43,80,673
Total Expenses	23,86,745	31,59,732
Profit Before Tax & Extraordinary Item	6,11,006	12,20,941
Less: (a) Extraordinary Item	-	-
(b) Tax Expenses (Current Tax)	1,59,000	3,50,000
(c) Deferred Tax	-	-
Profit/(Loss) from the period from continuing operations	4,52,006	8,70,941

2. RESERVES & PROVISIONS

The Company has not transferred any amount to general reserves.

3. DIVIDEND

The management believes that the profits earned during the financial year must be retained and redeployed for the operations of the Company. As the Company needs further funds to enhance its business operations, to upgrade the efficiency and to meet out the deficiencies in working capital, the Directors do not recommend any dividend on Equity Shares for the financial year 2019-19.

4. CHANGE IN NATURE OF BUSINESS

There is no change in the nature of the business in the financial year under review.

5. DETAILS OF DIRECTORS AND KEY MANAGERIAL PERSONNEL (KMP) APPOINTED / RESIGNED

The members of the Board of Directors along with the details of the Directors and Key Managerial Personnel (KMP) appointed or resigned is as follows:

S. No.	Director/KMP	DIN/PAN	Designation	Date of appointment	Date of resignation
1.	Padamchand Bhanvarlal Dhoot	01344573	Managing Director	30/09/2015	-
2.	Pushpadevi Padamchand Dhoot	00118140	Non-Executive Director	14/08/1986	-
3.	Ramesh Kumar Khetan	03315837	Independent Director	28/01/2005	-
4.	Pankaj Padamchand Dhoot	AELPD0702 M	CFO	30/05/2014	-
5.	Padamchand Bhanvarlal Dhoot	AABPD7356 D	CEO	30/05/2014	-
6.	Rajan Sharma	08076700	Additional Director-Independent	22/11/2019	-
7.	Vibhor Sharma	EILPS4140E	Company Secretary	29/10/2019	12/04/2019
8.	Saloni Shailesh Mehta	CCTPM8351 D	Company Secretary	15/04/2019	-

In accordance with the provisions of the Companies Act, 2013 and the Articles of Association of the Company, Mr. Padamchand Bhanvarlal Dhoot, Managing Director and Mrs. Pushpadevi Padamchand Dhoot, Director are liable to retire by rotation at the ensuing Annual General Meeting of the Company. Mr. Padamchand Bhanvarlal Dhoot and Mrs. Pushpadevi Padamchand Dhoot, being eligible seek their re-appointment.

6. MEETINGS

7 Board Meetings were held during the year 2019-2019.

7. DECLARATION GIVEN BY INDEPENDENT DIRECTOR

The Company has received declarations from all the Independent Directors of the Company confirming that they met with the criteria of independence as prescribed under sub-section (6) of Section 149 of the Companies Act, 2013.

8. BOARD EVALUATION

Pursuant to the provisions of the Companies Act, 2013, the Board has carried out annual performance evaluation of its own performance, as well as the evaluation of the working of its Audit, Nomination & Remuneration Committees.

9. DIRECTOR'S APPOINTMENT AND REMUNERATION POLICY

The Board has, on the recommendation of the Nomination & Remuneration Committee framed and adopted a policy for selection and appointment of Directors, Key Managerial Personnel, Senior Management and their remuneration.

10. STATUTORY AUDITORS

M/s. V S Shah And Associates, Chartered Accountants (Firm Registration No. 143857W) was appointed as Statutory Auditors at the Annual General Meeting held on September 27, 2017 for the period of Five (5) years. i.e. for the Annual General Meeting to be held in year 2022 subject to ratification at each Annual General Meeting. The Company has received letter from them to the effect that their appointment, if made, would be within the prescribed limits under Section 141(3) (g) of the Companies Act, 2013 and that they are not disqualified from appointment.

The Auditors Report has been annexed with this report, Auditors observations are self explanatory, which do not call for any further clarifications.

11. SECRETARIAL AUDITOR

M/s Jain Alok & Associates, Company Secretaries in Practice conducted the Secretarial Audit for the financial year 2019-19. The Secretarial Audit Report for the financial year ended 31st March, 2019 is annexed herewith as **Annexure-A** which forms a part of this Report.

The Secretarial Audit Report for the financial year ended 31st March, 2019 contains certain qualifications and clarification by the Board are as follows:

Observation: The Company was not having any whole time company secretary till 28th October, 2018, thereafter the Company has appointed the whole time company Secretary as required under Section 203 of the Companies Act, 2013 during the period under review;

Clarification: The Company had tried to find Company Secretary for the financial year 2018-19, however could not find a suitable person. But the company appointed the Company Secretary as soon as a suitable candidate was found

Observation : The Company was not having the minimum required independent directors till 22nd November, 2018, thereafter the Company has appointed new independent director on the Board in accordance with the provisions of Section 177(2) of the Companies Act, 2013;

Clarification: The Company had tried to find Independent Director for the financial year 2018-19, however could not find a suitable person. But the company appointed the Independent Director as soon as a suitable candidate was found

Observation: The composition of Audit Committee and Nomination and Remuneration Committee were not as per the provisions of Section 177 and 178 of the Companies Act, 2013 till 22nd November, 2018;

Clarification: The Company had tried to find Independent Director for the financial year 2018-19, however could not find a suitable person. But the company appointed the Independent Director as soon as a suitable candidate was found and the composition of the committees was corrected

Observation: That the Company has given loan during the period under review without complying the provision of section 186 of the Act;

Clarification: We will comply the same within due course.

Observation: The Company has not published the notice of Book closure in the newspaper as required under Section 91(1) of the Companies Act, 2013;

Clarification: It was inadvertently escaped the compliance. The Company will take the same in the future.

Observation: The Company has not published the advertisement of evoting facility provided the Company for the Annual General Meeting as required under Section 108 of the Companies Act, 2013 read with Rule 20(4)(v) of the Companies (Management and Administration) Rules, 2014;

Clarification: It was inadvertently escaped the compliance. The Company will take the same in the future.

Observation: The Company did not publish the Notice of Board meeting for approving financial results and Approved financial results as required under Regulation 47(1) of the SEBI (LODR);

Clarification: It was inadvertently escaped. The Company will take the same in the future.

The management of the Company assure you to comply all the provisions of the applicable law in true spirit in future and is under process of making all the default good.

12. PARTICULARS OF LOANS, GUARANTEES OR INVESTMENT U/S 186

The Company has provided give loans or provide guarantee or make investment during the financial year 2019-19 which is disclosed in the balance sheet annexed herewith.

13. PARTICULARS OF CONTRACT OR ARRANGEMENT WITH RELATED PARTIES U/S 188(1)

The Company did not enter into a contract or transaction which would fall under the purview of Section 188.

14. COMPANIES WHICH HAVE BECOME OR CEASED TO BE SUBSIDIARIES, JOINT VENTURES OR ASSOCIATES FOR THE COMPANY

The following companies are subsidiary or associate of the Company:

1. Living Commerce Space Private Limited – Subsidiary

15. MATERIAL CHANGES AND COMMITMENTS AFFECTING THE FINANCIAL POSITION OF THE COMPANY

There has been no material change or commitment, affecting the financial position of the Company which have occurred between March 31, 2019 and the date of this report.

16. COMPOSITION OF COMMITTEES OF BOARD AS ON 31.03.2019

A) The composition of Audit committee of the Company is as follow:

S. No.	Name of Member	Designation
1.	Sh. Ramesh Kumar Khetan	Member
2.	Sh. Rajan Sharma	Chairman
3.	Sh. Padamchand Dhoot	Member

B) The composition of Nomination & Remuneration committee of the Company is as follow:

S. No.	Name of Member	Designation
1.	Sh. Ramesh Kumar Khetan	Chairman
2.	Sh. Rajan Sharma	Member
3.	Smt. Pushpadevi Dhoot	Member

C) The composition of Stakeholder Grievance committee of the Company is as follow:

S. No.	Name of Member	Designation
1.	Sh. Ramesh Kumar Khetan	Member
2.	Sh. Rajan Sharma	Member
3.	Smt. Pushpadevi Dhoot	Chairman

17. SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS

There was no such order passed against the company during the year.

18. PARTICULARS OF EMPLOYEES

Information pursuant to Section 197(12) of the Companies Act, 2013 read with Rule 5 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 is available at the registered office of the Company. The members may obtain the same.

19. DISCLOSURE UNDER RULE 5 (2) & (3) OF THE COMPANIES (APPOINTMENT AND REMUNERATION) RULES, 2014

No directors/employees of the Company was in receipt of amount exceeding a salary of Rs.5,00,000/-per month or Rs. 60,00,000/- per annum or more when employed for whole of the year, under the provisions of Rule 5 (2) & (3) of The Companies (Appointment And Remuneration) Rules, 2014.

20. BUSINESS RISK MANAGEMENT

The prospects for the Company's business are dependent upon economic and industrial growth as well as resources available for implementation of liberalization policies of the Government. Adverse changes and delays of lack of funds can affect the business prospects of the Industry and the Company.

Risk Management is an integral part of the Company's business strategy. The Risk Management oversight structure includes Committees of the Board and Senior Management Committees. The Risk Management Committee of the Board ("RMC") reviews compliance with risk policies, monitors risk tolerance limits, reviews and analyzes risk exposure related to specific issues and provides oversight of risk across the organization. The RMC nurtures a healthy and independent risk management function to inculcate a strong risk management culture in the Company.

As part of the Risk Management framework, the management of Credit Risk, Market Risk, Operational Risk and Fraud Risk are placed under the Head-Risk, to ensure Integrated Risk Management for various Risks.

21. INTERNAL CONTROL SYSTEMS

The Company's internal control system is designed to ensure operational efficiency, protection and conservation of resources, accuracy and promptness in financial reporting and compliance with laws and regulations. The internal control system is supported by an internal audit process for reviewing the adequacy and efficacy of the Company's internal controls, including its systems and processes and compliance with regulations and procedures.

Internal Audit Reports are discussed with the Management and are reviewed by the Audit Committee of the Board which also reviews the adequacy and effectiveness of the internal controls in the Company. The Company's internal control system is commensurate with the size, nature and operations of the Company.

22. VIGIL MECHANISM / WHISTLE BLOWER POLICY

The Company has vigil mechanism during the financial year. The Board of Directors are under discussion to derive a mechanism through which fraud risk, including corrective and remedial actions as regards people and processes can be determined and implemented.

23. HUMAN RESOURCES

The Company recognizes people as its most valuable asset and it has built an open, transparent and meritocratic culture to nurture this asset. The Company has kept a sharp focus on Employee Engagement. The Company's Human Resources is commensurate with the size, nature and operations of the Company.

24. CORPORATE SOCIAL RESPONSIBILITY

The Company is not eligible for CSR as per provisions of Section 135 of the Companies Act, 2013.

25. COMPLIANCE

The Company has complied with all applicable provisions of the Companies Act, 2013 and the listing agreement executed with the Stock Exchanges and other applicable rules/regulation/ guidelines issued by the SEBI from time to time.

26. DEPOSITS

The Company has neither invited nor accepted any deposits from the public during the year. There is no unclaimed or unpaid deposit lying with the Company

27. ANNUAL RETURN

The Annual Return of the Company is placed at its website: www.pacheliindustrialfinance.com.

28. LISTING OF SHARES

The Shares of the Company are listed on BSE Ltd.

29. DEMATERIALIZATION OF SHARES

As on 31.03.2019 a total of 18,18,050 equity shares representing 48.72% of the equity share capital have been dematerialized.

30. CORPORATE GOVERNANCE

Corporate Governance provisions i.e. Regulation 17 to 27 and clause (b) to (i) of sub-regulation (2) of Regulation 46 and Para C to E of Schedule V of the SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015 are not mandatory in respect of the Companies having paid up equity share capital not exceeding Rs. 10.00 crores and networth not exceeding Rs. 25.00 crores as on the last day of the previous financial year. The Company's paid up equity share capital as on 31.03.2019 is Rs. 3.73 crores which is less than Rs. 10.00 crores and the Networth is Rs. 4,53,44,000 which is less than Rs. 25.00 crores.

31. REPORT UNDER THE PREVENTION OF SEXUAL HARASSMENT ACT, 2013

There were no complaints reported under the Prevention of Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013.

32. ENERGY CONSERVATION, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO

In view of the nature of the activities carried out by the Company, Section 134(3)(m) of the Companies Act, 2013, read with Companies (Accounts) Rules, 2014:

(A) Conservation of Energy**1. Energy Conservation Measures Taken**

Energy Conservation continues to receive major emphasis and is being systematically mentioned and corrective measures are taken whenever required immediately.

2. Additional investment, and proposals, if any, being implemented.

At present the company has no proposal to make any substantial investments for further reduction of consumption of energy. However, regular up-gradation of facilities is being done as and when required. The Company has been able to control its energy cost substantially.

Total Energy consumption & energy consumption per unit of Production in prescribed form-A

S. No.	Particulars	31.03.2019	31.03.2019
1.	Power & Fuel Consumption in respect of Electricity, Power & Water amount	Nil	Nil

(B) Technology Absorption: The Company is carrying on Research and Development in a routine manner along with its manufacturing activities. The initiatives taken by the Company have resulted in lower cost of energy consumption. Company has already absorbed technology fully.

Research, Development and improvement of products are an in built and on-going activity within the existing manufacturing operations of the Company. Expenditure on R&D is not separately allocated and identified.

(C) Foreign Exchange Earnings & Outgo: The Company did not earn or spent any foreign exchange during the year under review.

33. DIRECTORS RESPONSIBILITY STATEMENT

To the best of their knowledge and belief and according to the information and explanations obtained by them, your Directors make the following statements in terms of Section 134(3)(c) of the Companies Act, 2013:

- a) that in the preparation of the annual financial statements for the year ended March 31, 2019, the applicable accounting standards have been followed along with proper explanation relating to material departures, if any;
- b) that accounting policies as mentioned in the Notes to the Financial Statements have been selected and applied consistently and judgement and estimates have been made that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at March 31, 2019 and of the profit of the Company for the year ended on that date;
- c) that proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- d) that the annual financial statements have been prepared on a going concern basis;
- e) that proper internal financial controls were in place and that the financial controls were adequate and were operating effectively.
- f) that systems to ensure compliance with the provisions of all applicable laws were in place and were adequate and operating effectively.

34. ACKNOWLEDGMENT

The Directors gratefully acknowledge all stakeholders of the Company viz. financial institutions, Government Authorities customers, members, dealers, vendors, banks and other business partners for the excellent support received from them during the year. The Directors place on record their sincere appreciation to all employees, executives, staff and workers of the Company for their unstinted commitment and continued contribution to the Company.

**By order of the Board
For Pacheli Industrial Finance Ltd**

PadamchandBhanvarlalDhoot
(Managing Director)
DIN: 01344573

PushpadeviPadamchandDhoot
(Director)
DIN: 00118140

Place: Mumbai
Date: 14th August, 2019

Annexure-A

Form No. MR-3
SECRETARIAL AUDIT REPORT
FOR THE FINANCIAL YEAR ENDED 31ST MARCH, 2019
[Pursuant to section 204(1) of the Companies Act, 2013 and rule No. 9 of the Companies
(Appointment and Remuneration Personnel) Rules, 2014]

To
The Members,
M/s. Pacheli Industrial Finance Limited

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate governance practice by **Pacheli Industrial Finance Limited** (hereinafter called “the Company”). Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts / statutory compliances and expressing our opinion thereon.

Based on our verification of the Company's Books, Papers, Minutes Books, Forms and Returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, we hereby report that in our opinion, the Company has, during the financial year ended **31st March, 2019**, complied with the statutory provisions listed hereunder and also that the Company has proper Board processes and compliance mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

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

1. The Companies Act, 2013 (the Act) and the rules made there under;
2. The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made there under;
3. The Depositories Act, 1996 and the Regulations and Bye-laws framed there under;
4. Foreign Exchange Management Act, 1999 and the rules and regulations made there under to the extent of foreign Direct Investment, Overseas Direct Investment, External Commercial Borrowings;
5. The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):-
 - i. The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
 - ii. The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;

- iii. The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2019;
- iv. The Securities and Exchange Board of India (Listing Obligation and Disclosure Requirements) Regulations, 2015;
- v. The Securities and Exchange Board of India (Depositories and Participants) Regulations, 2019;

Provisions of the following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act') were not applicable to the Company under the financial year under report:-

- a) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008;
 - b) The Securities and Exchange Board of India (Registrars to Issue and Share Transfer Agents) Regulations, 1993, regarding the Companies Act and dealing with client;
 - c) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009;
 - d) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 2019;
 - e) The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock purchase Scheme) Guidelines, 1999;
6. Other laws applicable to the Company as per representations made by the Company.

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

- (i) Secretarial Standard 1 and 2 issued by The Institute of Company Secretaries of India.
- (ii) The Listing Agreements entered into by the Company with BSE Ltd. pursuant to the Regulations of the Securities and Exchange Board of India (Listing Obligation and Disclosure Requirements) Regulations, 2015 [SEBI (LODR)].

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

a) Observations/ Non Compliances/ Adverse Remarks/ Qualifications in respect of the Companies Act, 2013 and rules made there under are as follows:

- The Company was not having any whole time company secretary till 28th October, 2019, thereafter the Company has appointed the whole time company Secretary as required under Section 203 of the Companies Act, 2013

during the period under review;

- The Company was not having the minimum required independent directors till 22nd November, 2019, thereafter the Company has appointed new independent director on the Board in accordance with the provisions of Section 177(2) of the Companies Act, 2013;
- The composition of Audit Committee and Nomination and Remuneration Committee were not as per the provisions of Section 177 and 178 of the Companies Act, 2013 till 22nd November, 2019;
- That the Company has given loan during the period under review without complying the provision of section 186 of the Act;
- The Company has not published the notice of Book closure in the newspaper as required under Section 91(1) of the Companies Act, 2013;
- The Company has not published the advertisement of voting facility provided the Company for the Annual General Meeting as required under Section 108 of the Companies Act, 2013 read with Rule 20(4)(v) of the Companies (Management and Administration) Rules, 2014;

b) Observations/ Non Compliances/ Adverse Remarks/ Qualifications in respect of the SEBI Act, Regulations, Rules, Guidelines, Notifications, Circulars made there under are as follows:

- The Company did not publish the Notice of Board meeting for approving financial results and Approved financial results as required under Regulation 47(1) of the SEBI (LODR);

We further report that:

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

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

Majority decision is carried through while the dissenting members' views, if any, are captured and recorded as part of the minutes.

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

For **Jain Alok and Associates**
Company Secretaries

Place: New Delhi

Date: 14/08/2019

Sd/-
Alok Jain
Proprietor
ACS No.:30369
C.P No.: 14828

This Report is to be read with our letter of event date which is annexed as Annexure A1 and forms an integral part of this report.

‘Annexure A1’

To,
The Members,
Pacheli Industrial Finance Limited

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

1. Maintenance of Secretarial record is the responsibility of the management of the Company. Our responsibility is to express an opinion on these secretarial records based on our audit.
2. We have followed the audit practices and process as were appropriate to obtain reasonable assurance about the correctness of the contents of the Secretarial records. The verification was done on test basis to ensure that correct facts are reflected in Secretarial records. We believe that the process and practices, we followed provide a reasonable basis for our opinion.
3. We have not verified the correctness and appropriateness of financial records and Books of Accounts of the Company.
4. Wherever required, we have obtained the Management representation about the Compliance of laws, rules and regulations and happening of events etc.
5. The Compliance of the provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of management. Our examination was limited to the verification of procedure on test basis.

For JAIN ALOK& ASSOCIATES
Company Secretaries

Sd/-
Alok Jain
ACS No.: 30369
C. P. No.: 14828

Date: 14/08/2019
Place: New Delhi

INDEPENDENT AUDITOR'S REPORT

To the Members of Pacheli Industrial Finance Limited

REPORT ON THE AUDIT OF CONSOLIDATED IND AS FINANCIAL STATEMENTS

We have audited the accompanying Ind AS financial statements of Pacheli Industrial Finance limited ("the Holding company") and its Subsidiaries (the Holding company and its subsidiaries together referred as "the Group"), which comprise the Consolidated Balance Sheet as at 31 March 2019, the Consolidated Statement of Profit and Loss (including other comprehensive income), the Consolidated Statement of Changes in Equity and the Consolidated Statement of Cash Flows for the year then ended, and summary of the significant accounting policies and other explanatory information (herein after referred to as "Ind AS financial statements").

MANAGEMENT'S RESPONSIBILITY FOR THE IND AS FINANCIAL STATEMENTS

The Holding 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 Consolidated state of affairs, Consolidated profit/ loss and other comprehensive income, Consolidated changes in equity and Consolidated cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards ("Ind AS") prescribed under Section 133 of the Act. 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 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

Our responsibility is to express an opinion on these Consolidated Ind AS financial statements based on our audit. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.

We conducted our audit of the Consolidated Ind AS financial statements in accordance with the Standards on Auditing specified under Section 143 (10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain

reasonable assurance about whether the Consolidated Ind AS financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the Consolidated Ind AS financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Consolidated Ind AS financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial controls relevant to the Company's preparation of the Consolidated Ind AS financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Holding company's Directors, as well as evaluating the overall presentation of the Consolidated Ind AS financial statements.

We are also responsible to 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 entity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in the auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify the opinion. Our conclusions are based on the audit evidence obtained up to the date of the auditor's report. However, future events or conditions may cause an entity to cease to continue as a going concern.

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

OPINION

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Consolidated Ind AS financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

- i. in the case of Consolidated Balance Sheet, of the state of affairs of the Company as at 31 March 2019,
- ii. in the case of the Consolidated Statement of Profit and Loss (comprising of other comprehensive income) of the profit for the year ended on that date; and
- iii. in the case of the Consolidated Cash Flow Statement, of the cash flows for the year ended on that date and
- iv. changes in equity for the year ended on that date.

OTHER MATTERS

Without qualifying the report we state that balances of Loans and Advances and Long term borrowings are subject to confirmation and the same are relied based on Management Representation Letter.

REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), as amended, issued by the Central Government in terms of Section 143 (11) of the Act, we give in the "**Annexure A**" a statement on the matters specified in paragraphs 3 and 4 of the Order.

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

- 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 Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss (including other comprehensive income), the Consolidated Statement of Changes in Equity and the Consolidated Statement of Cash Flows dealt with by this Report are in agreement with the books of account.
- d) In our opinion, the aforesaid Consolidated Ind AS financial statements comply with the Indian Accounting Standards prescribed under Section 133 of the Act.
- e) On the basis of the written representations received from the directors as on 31 March 2019 taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2019 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 with reference to financial statements of the Company and the operating effectiveness of such controls, refer to our separate report in "Annexure B"
- g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company has disclosed the impact of pending litigations on its financial position in its financial statements
 - ii. The Company has no material foreseeable losses on long-term contracts including derivative contracts as required under the applicable law or accounting standards
 - iii. There were no amounts which were required to be transferred, to the Investor Education and Protection Fund (IEPF) by the Company
 - iv. The disclosures regarding details of specified bank notes held and transacted during 8 November 2016 to 30 December 2016 have not been made since the requirement does not pertain to financial year ended 31 March 2019.

For V S SHAH AND ASSOCIATES
Chartered Accountants
F R No.: 143857W

Sd/-
CA Vaibhav Satish Shah
Proprietor
M No.: 031256

Place : Mumbai
Dated: 28.05.2019

Annexure “A” to the Independent Auditor’s Report on the Consolidated financial statement of, Pacheli Industrial Finance Limited.

Referred to in paragraph 1, under ‘Report on Other Legal and Regulatory Requirements’ section of our Report of even date to the Ind AS financial statement of the Company for the year ended March 31st 2019:

- i) In respect of its fixed assets:
 - (a) The company is not having any fixed assets.
 - (b) According, to the information and explanation given to us and on the basis of examination of records of the Company, No immovable properties are held by the Company.
- ii) In our opinion the inventories have been physically verified during the year by the management at reasonable intervals and as explained to us no material discrepancies were noticed on physical verification.
- iii) During the year the company has granted Loans, secured or Unsecured to Companies, Firms, Limited Liability Partnerships or other parties covered in the register maintained under Section 189 of the Act and has disclosed the same in Notes to Accounts.
- iv) In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of Section 185 and 186 of the Companies Act, 2013, with respect to loans and investment made.
- v) According to the information and explanations given to us, the Company has not accepted any deposits from the public. Therefore, the provision of Clause (v) of paragraph 3 of the Order is not applicable to the Company.
- vi) As informed to us, the Central Government has not prescribed maintenance of cost records under subsection (1) of Section 148 of the Act in respect of the business of the company.
- vii)
 - a) According to information and explanations given to us and on the basis of our examination of the records of the company, the company has been generally regular in depositing its undisputed statutory dues such as Provident Fund, Employees’ State Insurance, Income tax, Wealth tax, Service tax and any other material statutory dues whichever is applicable to the company with the appropriate authorities during the year. According to the information and explanation given to us, no undisputed amounts payable in respect of income tax, service tax, and any other material statutory dues were in arrears as at March 31, 2019 for a period of more than six months from the date they became payable.
 - b) As at 31st March, 2019, the following are the particulars of dues on account of Income-tax, Sales Tax, Wealth Tax, Service Tax, Customs Duty, Excise Duty, Value Added Tax and Cess matters that have not been deposited on account of dispute:

Name of the Statute	Nature of the dues	Unpaid Amount (₹ in Lac)	Period to which the amount relates	Forum where pending
NA	NA	NA	NA	NA

- viii) According to the information and explanations given to us and based on the records of the company examined by us, the company does not have any borrowing from any

financial institutions or bank and does not issue any debentures as at the balance sheet date. Accordingly clause (viii) of paragraph 3 of the Order is not applicable.

- ix) The company has generally applied the amount raised by it by way of term loans, debt instruments for the purpose for which those loans were obtained, other than temporary deployment pending application of those funds. The company did not raise money by way of initial public offer or further public offer during the year.
- x) According to the information and explanation given to us, no material fraud on or by company has been noticed or reported during the year.
- xi) 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 managerial remuneration. Accordingly, clause (xi) of paragraph 3 of the Order is not applicable.
- xii) In our opinion and according to the information and explanations given to us, the Company is not a nidhi company. Accordingly, clause (xii) of paragraph 3 of the Order is not applicable.
- xiii) According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with sections 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.
- xiv) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year.
- xv) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into non-cash transactions with directors or persons connected with him. Accordingly, clause (xv) of paragraph 3 of the Order is not applicable.
- xvi) In our opinion and according to information and explanations provided to us, the Company is not required to be registered under section 45-IA of the Reserve Bank of India Act 1934.

For V S SHAH AND ASSOCIATES
Chartered Accountants
F R No.: 143857W

Sd/-
CA Vaibhav Satish Shah
Proprietor
M No.: 031256

Place : Mumbai
Dated: 28.05.2019

Annexure “B” To the Independent Auditor’s Report of even date on the Consolidated Ind AS financial statement of, **Pacheli Industrial Finance Limited**.

(Referred to in paragraph 2 (f) under report of on other legal and regulatory requirements of our report of even date.)

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 **Pacheli Industrial Finance Limited** (“the Company”) as of March 31, 2019 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

MANAGEMENT’S RESPONSIBILITY FOR INTERNAL FINANCIAL CONTROLS

The Holding company’s management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Co2mpany considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India (‘ICAI’). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company’s policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

AUDITORS’ RESPONSIBILITY

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

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

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

MEANING OF INTERNAL FINANCIAL CONTROLS OVER FINANCIAL REPORTING

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

INHERENT LIMITATIONS OF INTERNAL FINANCIAL CONTROLS OVER FINANCIAL REPORTING

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

OPINION

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2019, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For V S SHAH AND ASSOCIATES

Chartered Accountants

F R No.: 143857W

Sd/-

CA Vaibhav Satish Shah

Proprietor

M No.: 031256

Place : Mumbai

Dated: 28.05.2019

Standalone Financials

Balance Sheet as at March 31, 2019

Particulars	Note	As at March 31, 2019 Amount	As at March 31, 2018 Amount	As at March 31, 2017 Amount
ASSETS				
Non-Current Assets				
Property, Plant and Equipment				
Financial assets				
(i) Investments	2	27,83,400.00	57,55,900.00	50,01,150.00
(ii) Loans	3	5,60,51,770.00	4,28,21,621.00	5,91,19,775.00
(iii) Other Financial Service				
Deferred tax assets				
Other Non Current Assets	4	4,000.00	27,54,000.00	
Sub-total		5,88,39,170.00	5,13,31,521.00	6,41,20,925.00
Current Assets				
(a) Financial Assets				
Cash and Cash Equivalents	5	21,017.00	5,29,990.00	50,417.00
(b) Loans and Advances	6	-		
(c) Other Current assets	7	11,48,940.00	59,50,722.00	-
Sub-total		11,69,957.00	64,80,712.00	50,417.00
Total Assets		6,00,09,127.00	5,78,12,233.00	6,41,71,342.00
EQUITY AND LIABILITIES				
Equity				
(a) Equity Share Capital	8	3,73,20,500.00	3,73,20,500.00	3,73,20,500.00
(b) Other Equity	9	80,23,111.00	75,71,105.00	67,00,165.00
Sub-total		4,53,43,611.00	4,48,91,605.00	4,40,20,665.00
LIABILITIES				
Non-Current Liabilities				
(a) Financial Liabilities				
(i) Borrowings	10	1,10,01,138.00	1,03,32,638.00	1,98,20,827.00
(ii) Other Financial Liabilities				
(b) Deferred Tax Liabilities (Net)				
Sub-total		1,10,01,138.00	1,03,32,638.00	1,98,20,827.00
Current Liabilities				
(a) Financial Liabilities				
(i) Borrowings				
(ii) Trade Payables		27,65,378.00	1,75,000.00	-
(iii) Other Financial Liabilities				
Provision	11	8,99,000.00	7,00,000.00	3,50,000.00
(b) Other current liabilities	12	-	17,12,990.00	-
Sub-total		36,64,378.00	25,87,990.00	3,50,000.00
Total Equity and Liabilities		6,00,09,127.00	5,78,12,233.00	6,41,91,492.00
Significant Accounting Policies	1			
The accompanying Notes are an integral part of the Financial Statements				

As per my report of even date attached

FOR V S SHAH AND ASSOCIATES

CHARTERED ACCOUNTANTS

Sd/-

VAIBHAV SHAH

(PROPRIETOR)

Membership No : 176087

Sd/-

Padamchand Dhoot

(MANAGING DIRECTOR)

DIN: 01344573

Sd/-

Pushpadevi Dhoot

(DIRECTOR)

DIN: 0118140

Sd/-

Pankaj Dhoot

(CFO)

Sd/-

Saloni Mehta

(CS)

FOR PACHELI INDUSTRIAL FINANCE LIMITED

Statement of Profit and Loss for the year ended March 31, 2019

Particulars	Note	For the year ended March 31, 2019 Amount	For the year ended March 31, 2018 Amount
Revenue from Operations	13	26,35,697.00	43,43,270.00
Other Income	14	3,62,054.00	37,403.00
Total Income		29,97,751.00	43,80,673.00
Expenses			
(a) Purchase of Stock-in-trade			
(b) Employee Benefit Expenses	15	8,04,000.00	13,62,000.00
(c) Finance Costs	16	11,710.00	42,255.00
(d) Depreciation and amortization expense			
(d) Other expenses	17	15,71,035.00	17,55,477.00
Total Expenses		23,86,745.00	31,59,732.00
Profit/(Loss) before tax		6,11,006.00	12,20,941.00
Tax Expense			
(a) Current tax		1,59,000.00	3,50,000.00
Total Tax Expense		1,59,000.00	3,50,000.00
Profit/(Loss) for the year		4,52,006.00	8,70,941.00
Other Comprehensive Income		-	-
Total Comprehensive Income for the year		4,52,006.00	8,70,941.00
Earnings per Equity Share of face value of Rs. 10/- each			
Basic & Diluted (Rs. per share)		0.12	0.23
Significant Accounting Policies	1		
The accompanying Notes are an integral part of the Financial Statements			

As per my report of even date attached
FOR V S SHAH AND ASSOCIATES
CHARTERED ACCOUNTANTS

FOR PACHELI INDUSTRIAL FINANCE LIMITED

Sd/-
VAIBHAV SHAH
(PROPRIETOR)
Membership No : 176087
Date: May 30, 2019
Place: MUMBAI

Sd/-
Padamchand Dhoot
(MANAGING DIRECTOR)
DIN: 01344573

Sd/-
Pushpadevi Dhoot
(DIRECTOR)
DIN: 0118140

Sd/-
Pankaj Dhoot
(CFO)

Sd/-
Saloni Mehta
(Company Secretary)

Notes forming part of Financial Statements**1. Corporate Information and Significant Accounting Policies****A. Corporate Information**

Pacheli Industrial Finance Limited is engaged in Business to lend or advance money either with or without securities and to arrange or negotiate loans and to carry on the business of financiers, broker money lender and to draw, accept, endorse, discount, buy, sell and deal in Bills of exchange, promissory notes, bonds, debentures, hundies and other negotiable instrument and securities. To issue on commission, subscribe for purchase, take acquire and hold, sell, exchange and deal in shares, stock, bond, debentures, obligations or securities, of any Government, local authority or other interest on any other company, and sell or sel on hire purchase system or advance and loan money on or arrange loans on mortgage on buildings, plant and machinery, land, farms or other kind of asset, estate or property, movable or immovable rights and things in action.

The Company is a Public Limited Company incorporated in India, under the provisions of the Companies Act, 1956, having its registered office at Mumbai, Maharashtra, India.

The financial statements for the year ended March 31, 2019 are approved for issue by the Company's Board of Directors on 14/08/2019.

B. Significant Accounting Policies**1.1 Basis of Preparation**

These financial statements of the Company have been prepared in accordance with Indian Accounting Standards (Ind ASs) as per the Companies (Indian Accounting Standards) Rules, 2015 as amended and notified under Section 133 of the Companies Act 2013 (the 'Act') and other relevant provisions of the Act.

For all periods upto and including for the financial year ended March 31, 2017, the Company prepared its financial statements in accordance with Accounting Standards specified under Section 133 of the Act read with applicable rules and the relevant provisions of the Act ("Previous GAAP"). The figures as at March 31, 2017, as at April 1, 2016 and for the year ended March 31, 2017 have now been restated as per Ind AS to provide comparability.

These financial statements for the year ended March 31, 2019 are the Company's first Ind AS financial statements. The Company has adopted all the Ind ASs and the adoption was carried out in accordance with Ind AS 101, "First-time Adoption of Indian Accounting Standards", the date of transition to Ind AS being April 1, 2016. Refer Note 27 for disclosures required by Ind AS 101.

These financial Statements are prepared on an accrual basis under the historical cost convention or amortised cost.

Since the income from financial assets does not constitute more than 50 percent of the gross total income, the financial statements are prepared on other than Non Banking Financial Company and other than Investment Company basis.

These financial statements are presented in Indian Rupees (INR), which is also the Company's functional currency and all amounts are rounded off to the nearest lacs (INR '00,000) upto two decimals, except when otherwise indicated.

Classification of Assets and Liabilities into Current/Non-current:

The Company presents assets and liabilities in the Balance Sheet based on Current/ Non-current classification.

1.2 Statement of Cash Flows:

Cash flows are reported using the indirect method, whereby net profit / (loss) for the period is adjusted for the effects of transactions of non-cash nature, any deferrals or accruals of past or future operating cash receipts or payments and items 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.

1.3 Revenue Recognition

- i. Revenue is recognised to the extent that it is probable that the economic benefits of a transaction will flow to the Company and the revenue can be reliably measured, regardless of when the payment is being made. Revenue is measured at the fair value of the consideration received or receivable, taking into account contractually defined terms of payment and excluding taxes or duties collected on behalf of the government.
- ii. Sale of Goods: Revenue from sale of goods is recognised upon transfer of significant risks and rewards of ownership of the goods to the buyer, which is on dispatch of goods to buyer.
- iii. Interest Income: Interest income from a financial asset is recognised when it is probable that the economic benefits will flow to the Company and the amount of income can be measured reliably.
- iv. Dividends : Dividend income from investments is recognised when the Company's right to receive dividend is established, which is generally when shareholders approve the dividend.

1.4 Taxes on Income

Income tax expense represents the sum of the tax currently payable and deferred tax.

- i. Current tax: The tax currently payable is based on taxable profit for the year. Taxable profit differs from 'profit before tax' as reported in the Statement of Profit and Loss because of items of income or expense that are taxable or deductible in other years and items that are never taxable or deductible. The Company's current tax is calculated using applicable tax rates that have been enacted or substantively enacted by the end of the reporting period and the provisions of the Income Tax Act, 1961 and other tax laws, as applicable.
- ii. Deferred tax: Deferred tax is recognised on temporary differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit. Deferred tax liabilities are generally recognised for all taxable temporary differences. Deferred tax assets are generally recognised for all deductible temporary differences to the extent that it is probable that taxable profits will be available against which those deductible temporary differences can be utilised. Deferred income tax assets and liabilities are offset when there is a legally enforceable right to offset current income tax assets against current income tax liabilities and when deferred income tax assets and liabilities relate to the income tax levied by the same taxation authority on either the same taxable entity or different taxable entities where there is an intention to settle the balances on a net or simultaneous basis.

1.5 Provisions, Contingent Liabilities and Contingent Assets

- i. Provision is recognised 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 can be made of the amount of obligation. Provision is not recognised for future operating losses.
- ii. A Contingent liability is disclosed in case of a present obligation arising from past events, when it is either not probable that an outflow of resources will be required to settle the obligation, or a reliable estimate of the amount cannot be made. A Contingent Liability is also disclosed when there is a possible obligation arising from past events, the existence of which will be confirmed only by occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company.
- iii. Contingent assets are not recognised but where an inflow of economic benefits is probable, contingent assets are disclosed in the financial statements.
- iv. Provisions, Contingent liabilities and Contingent assets are reviewed at each reporting date and are adjusted to reflect the current best estimate.

1.6 Financial Instruments

- i. Financial assets and Financial liabilities are recognised when the Company becomes a party to the contractual provisions of the instruments.

- ii. Classification of financial assets: The classification depends on the company's business model for managing the financial assets and the contractual terms of the cash flows. The Company classifies its financial assets to be measured subsequently at amortised cost.
- iii. Measurement of financial assets: At initial recognition, the Company measures a financial asset at its fair value. Transaction costs of financial assets carried at fair value through the Statement of Profit and Loss are expensed in the Statement of Profit and Loss.
Equity instruments: Equity investments in subsidiaries are measured at cost. Other equity investments are measured at fair value. Where the Company's management has elected to present fair value gains and losses on equity investments in Other Comprehensive Income, there is no subsequent reclassification of fair value gains and losses to the Statement of Profit and Loss. Dividends from such investments are recognised in the Statement of Profit and Loss as other income when the Company's right to receive payments is established.
- iv. Impairment of financial assets: The company assesses on a forward looking basis the expected credit losses associated with its assets. The impairment methodology applied depends on whether there has been a significant increase in credit risk.
- v. Derecognition of financial assets: The Company derecognizes a financial asset when the contractual rights to the cash flows from the financial asset expire or it transfers the financial asset and the transfer qualifies for derecognition under Ind AS 109.
- vi. Classification and Subsequent Measurement: Financial liabilities: Financial liabilities are classified as either financial liabilities at FVTPL or Other Financial Liabilities.
Financial Liabilities at FVTPL: Financial liabilities are classified as at FVTPL when the financial liability is held for trading or are designated upon initial recognition as FVTPL.
Gains or Losses on liabilities held for trading are recognised in the Statement of Profit and Loss.

Other Financial Liabilities: Other financial liabilities (including borrowings, trade and other payables) are subsequently measured at amortised cost.
- vii. Derecognition of financial liabilities: The Company derecognizes a financial liability when its contractual obligations are discharged or cancelled or expired. The Company also derecognizes a financial liability when its terms are modified and the cash flows under the modified terms are substantially different.

1.7 Earnings Per Share

The basic earnings per share is computed by dividing the net profit / (loss) attributable to the equity shareholders for the year by the weighted average number of equity shares outstanding during the reporting period. Diluted earnings per share is computed by dividing the net profit / (loss) attributable to the equity shareholders for the year, as adjusted for the effects of potential dilution of equity shares, by the weighted average number of equity and dilutive equity equivalent shares outstanding during the reporting period.

1.8 Use of Estimates

The preparation of the financial statements requires the management to make judgements, estimates and assumptions in the application of accounting policies and that have the most significant effect on reported amounts of assets, liabilities, incomes and expenses and accompanying disclosures and the disclosure of contingent liabilities. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period or in the period of the revision and future periods if the revision affects both current and future periods.

1.9 First-time Adoption of Ind AS**Overall Principle**

The Company has prepared the Opening Balance Sheet as per Ind AS as at April 1, 2016 (the date of transition) by recognising all assets and liabilities whose recognition is required by Ind ASs, not recognising items of assets or liabilities which are not permitted by Ind ASs, by reclassifying items from previous GAAP to Ind AS as required under Ind ASs and applying Ind ASs in measurement of recognised assets and liabilities. However, this principle is subject to certain exceptions and certain optional exemptions availed or not so availed by the Company. Details of exemptions availed are as under:

- i. **Business Combination:** The Company has elected not to apply Ind AS 103 - Business Combinations retrospectively to past business combinations that occurred before the date of transition and therefore, has kept the same classification for the past business combinations as in its previous GAAP financial statements.
- ii. **Investments:** The Company has elected to carry its investment in subsidiary company at deemed cost, which is its previous GAAP carrying amount at the date of transition.
- iii. **Borrowings:** Considering the Objective of Ind AS 101, items of liabilities which are no longer outstanding as at March 31, 2017 and the high quality information relating to which cannot be generated at a cost lower than the benefits are disclosed at previous GAAP carrying amounts. Also refer Note 27(G)(1)(ii) & (iii).

2. Investments

Particulars	As at March 31, 2019	As at March 31, 2018	As at April 1, 2017
Quoted Investments	4,31,000	34,03,500	50,01,150
Unquoted Investments	21,72,400	21,72,400	-
Investments in LLP	1,80,000	1,80,000	-
	27,83,400	57,55,900	50,01,150

3. Loans: Non-current

Particulars	As at March 31, 2019	As at March 31, 2018	As at April 1, 2017
Loans and advances			
Unsecured, considered good	5,60,51,770	4,28,21,621	4,000.00
Others			5,91,15,775
	5,60,51,770	4,28,21,621	5,91,19,775

4. Other Non Current Assets

Particulars	As at March 31, 2019	As at March 31, 2018	As at April 1, 2017
a) Others (Specify Nature)			
Fixed Deposit	-	27,50,000	-
Deposit for Telephone	4,000	4,000	-
Others	-	-	20,150
	4,000	27,54,000	20,150

5. Cash and Cash Equivalents

Particulars	As at March 31, 2019	As at March 31, 2018	As at April 1, 2017
Balances with Banks			
In Current Accounts	7,207	4,69,740	29,827
Cash in Hand	13,810	60,250	20,590
	21,017	5,29,990	50,417

6. Loans: current

Particulars	As at March 31, 2019	As at March 31, 2018	As at April 1, 2017
Loans and advances			
Unsecured, considered good			
Others			
	-	-	-

7. Other current assets

Particulars	As at March 31, 2019	As at March 31, 2018	As at April 1, 2017
Other Current assets (Advance tax and TDS recievable)	11,48,940	10,29,625	-
Interest Receivable	-	-	-
Other Advances	-	(78,903)	-
Short Term Advance	-	50,00,000	-
	11,48,940	59,50,722	-

8. Equity Share Capital

Particulars	As at March 31, 2019		As at March 31, 2018		As at March 31, 2017	
	Numbers	Amount	Numbers	Amount	Numbers	Amount
Authorised						
Equity Shares, of Rs.10 par value	45,00,000	4,50,00,000.00	45,00,000	4,50,00,000.00	45,00,000	4,50,00,000.00
		4,50,00,000.00		4,50,00,000.00		4,50,00,000.00
Issued						
Equity Shares, of Rs.10 par value	37,32,050	3,73,20,500.00	37,32,050	3,73,20,500.00	37,32,050	3,73,20,500.00
		3,73,20,500.00		3,73,20,500.00		3,73,20,500.00
Subscribed and Paid up						
Equity Shares, of Rs.10 par value	37,32,050	3,73,20,500.00	37,32,050	3,73,20,500.00	37,32,050	3,73,20,500.00
		3,73,20,500.00		3,73,20,500.00		3,73,20,500.00

a. Reconciliation of the number of shares outstanding and amount of share capital

Particulars	As at March 31, 2019		As at March 31, 2018		As at March 31, 2017	
	Numbers	Amount	Numbers	Amount	Numbers	Amount
Equity Shares						
Balance as at the beginning of the year	37,32,050	3,73,20,500.00	37,32,050	3,73,20,500.00	37,32,050	3,73,20,500.00
Issued during the year	-	-	-	-	-	-
Balance as at the end of the year	37,32,050	3,73,20,500.00	37,32,050	3,73,20,500.00	37,32,050	3,73,20,500.00

b. Rights, Preferences and Restrictions**Equity Shares**

- The Company has only one class of equity shares referred to as equity shares having a par value of Rs. 10. Each holder of equity shares is entitled to one vote per share.
- The Company declares and pays dividend in Indian rupees. Final dividend, if any, proposed by the Board of Directors is recorded as a liability on the date of the approval of the shareholders in the ensuing Annual General Meeting; in case of interim dividend, it is recorded as a liability on the date of declaration by the Board of Directors of the Company.
- In the event of liquidation, the equity shareholders are eligible to receive the residual assets of the Company after distribution of all preferential amounts, in proportion to their shareholding. However, no such preferential amounts exist currently.
- Without the prior written approval of the CCD Holder, the Company shall not declare any dividend on its Equity Shares as long as it is in default in meeting its obligation to pay interest or any money related to the Compulsorily Convertible Debentures (CCDs) as detailed in Note 4 below.

9. Other Equity

Particulars	As at March 31, 2019 Amount	As at March 31, 2018 Amount	As at March 31, 2017 Amount
Reserves and Surplus			
i. Capital Reserve			
Balance as at the beginning of the year	26,34,500	26,34,500	26,34,500
Addition during the year	-	-	-
	26,34,500	26,34,500	26,34,500
ii. Retained Earnings			
Balance as at the beginning of the year	49,36,605	40,65,665	32,58,897
Add/(Less) : Profit / (Loss) for the year	4,52,006	8,70,940	8,06,768
	53,88,611	49,36,605	40,65,665
Equity Component of Loan from Holding Company	-	-	-
	80,23,111	75,71,105	67,00,165

The description of the nature and purpose of each reserve within equity is as follows :

ii. Retained Earnings - Retained Earnings represent profits that the Company has earned including adjustments on account of transition to Ind AS.

10. Non-Current Borrowings

Particulars	As at March 31, 2019 Amount	As at March 31, 2018 Amount	As at April 1, 2017 Amount
Non-Current Borrowings			
Unsecured			
Long Term Borrowing	1,10,01,138	10332638	1,98,20,827
	1,10,01,138	1,03,32,638	1,98,20,827

11. Provisions

Particulars	As at March 31, 2019 Amount	As at March 31, 2018 Amount	As at April 1, 2017 Amount
Provision for Tax	8,99,000	7,00,000	3,50,000
	8,99,000	7,00,000	3,50,000

12. Other Current Liabilities

Particulars	As at March 31, 2019 Amount	As at March 31, 2018 Amount	As at April 1, 2017 Amount
Other Expenses Payable	-	17,12,990	-
	-	17,12,990	-

13. Revenue from Operations

Particulars	For the year ended March 31, 2019	For the year ended March 31, 2018
Revenue from Operations		
Commission Income	-	15,09,760
Contract Income	14,42,560	-
Interest and Other Income	11,93,137	28,33,510
	26,35,697	43,43,270

14. Other Income

Particulars	For the year ended March 31, 2019 Amount	For the year ended March 31, 2018 Amount
Other Income		
Other Income	1,52,570	
Dividends Income	-	-
Rent Income	-	-
Discount & Rebate	-	-
Interest Income	-	-
Commission Received		-
Other Interest Income	2,09,484	37,403
	3,62,054	37,403

15. Purchases of Stock-in-trade

Particulars	For the year ended March 31, 2019	For the year ended March 31, 2018
	Amount	Amount
Purchases of Traded Goods		
Fabric Cloth Material	-	-
	-	-

16. Employee Benefit Expenses

Particulars	For the year ended March 31, 2019	For the year ended March 31, 2018
	Amount	Amount
Salary Expenses	8,04,000	13,62,000
	8,04,000	13,62,000

17. Finance Cost

Particulars	For the year ended March 31, 2019	For the year ended March 31, 2018
	Amount	Amount
Finance Cost		
Interest Expenses	-	11,278
Bank charges	11,710	30,977
	11,710	42,255

18. Other Expenses

Particulars	For the year ended March 31, 2019	For the year ended March 31, 2018
	Amount	Amount
Accounting Charges	35,000	35000
Advertisement Expenses	4,158	12730
Audit Fees	30,000	30000
AGM Expenses	54,000	-
Demat Charges	-	1402
Donation	54,000	60000
CDSL AMC Charges	40,181	24389
Contract Expenses	6,30,000	-
Conveyance Expenses	-	265350
Electricity Charges	45,496	49560
Legal and Professional fees	10,000	128746
Listing & Registration fees	2,97,230	283275
NSDL amc	-	17755
Office Expenses	67,000	216540
Other Expenses	-	74320
Postage Expenses	1,031	-
Printing & stationery	-	123570
Refreshments	-	36210
Rent paid	-	175000
RTA Expenses	1,87,939	-
Travelling Expense	1,15,000	1,26,000
Share Transfer Expenses	-	86,000
Website Expenses	-	9630.00
	15,71,035	17,55,477

The primary objective of Company's Capital Management is to maximise the shareholder's value without having any adverse impact on interests of other stakeholders. At the same time, the Company strives to maintain an optimal capital structure to reduce the cost of capital.

For the purpose of the Company's Capital Management, debt includes both current and non-current borrowings and equity includes issued equity capital, securities premium and all other equity reserves attributable to the equity shareholders of the Company.

The Company monitors capital using Debt to Equity ratio, which is total debt divided by total equity. Gross Debt to Equity ratio are as follows:

Particulars	As at 'March 31, 2019 Amount	As at 'March 31, 2018 Amount	As at March 31, 2017 Amount
Total Debt (A)	1,10,01,138	1,03,32,638	1,98,20,827
Total Equity (B)	4,53,43,611	4,48,91,605	4,40,20,665
Gross Debt Equity Ratio (A/B)	0.24	0.23	0.45

Note: Amount received by way of CCDs, being compulsorily convertible into equity, has not been considered as debt but considered as equity for the purpose of Debt Equity Ratio as at April 1, 2016

Particulars	For the year ended March 31, 2019	For the year ended March 31, 2018
Earnings Per Share		
Number of Equity Shares of Rs.10 each	37,32,050	37,32,050
Weighted average number of Equity Shares of Rs.10 each	37,32,050	37,32,050
Net profit / (loss) for the year	4,52,006	8,70,941
Net profit / (loss) available to equity shareholders	4,52,006	8,70,941
Basic and diluted earnings per share (in `)	0.12	0.23

As per my report of even date attached
FOR V S SHAH AND ASSOCIATES
CHARTERED ACCOUNTANTS

FOR PACHELI INDUSTRIAL FINANCE LIMITED

Sd/-
VAIBHAV SHAH
(PROPRIETOR)
Membership No : 176087
Date: May 30, 2019
Place : MUMBAI

Sd/-
Padamchand Dhoot
(MANAGING DIRECTOR)
DIN: 01344573

Sd/-
Pushpadevi Dhoot
(DIRECTOR)
DIN: 0118140

Sd/-
Pankaj Dhoot
(CFO)

Sd/-
Saloni Mehta
(Company Secretary)

Statement of Cash Flows for the year ended March 31, 2019

Particulars	For the year ended March 31, 2019 Amount	For the year ended March 31, 2018 Amount
CASH FLOW FROM OPERATING ACTIVITIES		
Profit / (Loss) before tax	4,52,006	8,70,940
Adjustments for :	-	-
Add: Finance Cost	-	-
Less: Interest on Loan	-	-
Sundry Credit Balances written back	-	-
Sundry Debit Balance written off	-	-
Gain on Fair Valuation of Financial Liabilities	-	-
Waiver of Fractions on CCD conversion	-	-
Operating Profit before Working Capital changes		
Adjustments for increase / decrease in:		
Trade Receivables	-	-
Other Financial Assets, Other Non-current Assets and Other current assets	(84,30,964)	(1,43,55,016)
Trade Payables, Other Financial Liabilities and Other Current Liabilities	9,97,485	22,37,990
Cash Generated from Operations	(69,81,473)	(1,12,46,086)
Add: Direct Taxes (Payments) / Refunds	1,59,000	3,88,652
Net Cash Generated from Operating Activities (A)	(68,22,473)	(1,08,57,434)
CASH FLOW FROM INVESTING ACTIVITIES		
Long Term Investments (purchased) / sold	-	(42,19,654)
Long Term Loans & Advances (given) / repayment received	29,72,500	28,79,750
Net Cash Generated from / (used in) Investing Activities (B)	29,72,500	(13,39,904)
CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from Long-term Borrowings	43,16,000	2,13,76,151
Repayment of Long-term Borrowings	(9,75,000)	(86,99,240)
Proceeds from Short-term Borrowings	-	-
Repayment of Short-term Borrowings	-	-
Finance Costs Paid	-	-
Net Cash Generated from / (used in) Financing Activities (C.)	33,41,000	1,26,76,911
Net increase in Cash and Cash Equivalents (A+B+C)	(5,08,973)	4,79,573
Cash and Cash Equivalents at the beginning of the year	5,29,990	50,417
Cash and Cash Equivalents at the end of the year (Refer Note 7)	21017	5,29,990

Notes:

- i. Statement of Cash Flows has been prepared under the indirect method as set out in Ind AS 7 specified under section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014.
- ii. **Disclosure pursuant to Ind AS 7 on "Statement of Cash Flows"**
The amendment to Ind AS 7 requires the entities to provide disclosures that enable users of financial statements to evaluate changes in liabilities and financial assets arising from financial activities, including both changes arising from cash flows and non-cash changes, suggesting inclusion of a reconciliation between the opening and closing balances in the Balance Sheet for liabilities and financial assets arising from financing activities, to meet the disclosure requirement. This amendment has become effective from April 1, 2017. The adoption of the amendment did not have any material impact on the financial statements.
- iii. Figures in bracket indicate Cash Outflow.

As per my report of even date attached
FOR V S SHAH AND ASSOCIATES
CHARTERED ACCOUNTANTS

FOR PACHELI INDUSTRIAL FINANCE LIMITED

Sd/-
VAIBHAV SHAH
(PROPRIETOR)
Membership No : 176087
Date: May 30, 2019
Place : MUMBAI

Sd/-
Padamchand Dhoot
(MANAGING DIRECTOR)
DIN: 01344573

Sd/-
Pushpadevi Dhoot
(DIRECTOR)
DIN: 0118140

Sd/-
Pankaj Dhoot
(CFO)

Sd/-
Saloni Mehta
(Company Secretary)

Disclosure pursuant to Ind AS 101 on "First-time Adoption of Indian Accounting Standards"

A. Effect of Ind AS adoption on Balance Sheet as at March 31, 2018

Particulars	Note	I-GAAP Amount	Effect of transition to Ind AS Amount	Ind- AS Amount
ASSETS				
Non-Current Assets				
Property, Plant and Equipment		-	-	-
Deferred tax assets		-	-	-
Investments	2	57,55,900	-	57,55,900
i. Loans	3	4,28,21,621	-	4,28,21,621
Other Non Current Assets		27,54,000	-	27,54,000
Total Non Current Assets		5,13,31,521	-	5,13,31,521
Current Assets				
Financial Assets				
(i) Trade Receivables		-	-	-
(ii) Cash and Cash Equivalents	5	5,29,990	-	5,29,990
Other current assets	7	59,50,722	-	59,50,722
Sub-total		64,80,712	-	64,80,712
Total Assets		5,78,12,233	-	5,78,12,233
EQUITY AND LIABILITIES				
Equity				
(a) Equity Share Capital		3,73,20,500	-	3,73,20,500
(b) Other Equity				
Reserve and Surplus	9	75,71,105	-	75,71,105
Sub-total		4,48,91,605	-	4,48,91,605
LIABILITIES				
Non-Current Liabilities				
(a) Financial Liabilities				
(i) Borrowings	10	1,03,32,638	-	1,03,32,638
(ii) Other Financial Liabilities		-	-	-
(b) Deferred Tax Liabilities (net)		-	-	-
Sub-total		1,03,32,638	-	1,03,32,638
Current Liabilities				
(a) Financial Liabilities				
(i) Borrowings		-	-	-
(ii) Trade Payables		1,75,000	-	1,75,000
(iii) Other Financial Liabilities		-	-	-
Provision		7,00,000	-	7,00,000
(b) Other Current Liabilities	12	17,12,990	-	17,12,990
Sub-total		25,87,990	-	25,87,990
Total Equity and Liabilities		5,78,12,233	-	5,78,12,233

B. Effect of Ind AS adoption on Statement of profit and Loss for the year ended March 31, 2018

Particulars	Note	I-GAAP Amount	Effect of transition to Ind AS Amount	Ind AS Amount
Revenue from Operations	13	43,43,270	-	43,43,270
Other Income	14	37,403	-	37,403
Total Income		43,80,673		43,80,673
Expenses				
(a) Purchase of Stock-in-trade		-	-	-
(b) Employee Benefits Expenses	16	13,62,000	-	13,62,000
(c) Finance Costs	17	42,255	-	42,255
(d) Depreciation and amortization expenses		-	-	-
(e) Other Expenses	18	17,55,477	-	17,55,477
Total Expenses		31,59,732	-	31,59,732
Profit/(Loss) before Tax		12,20,941	-	12,20,941
Tax Expense				
(a) Current Tax		3,50,000	-	3,50,000
Total Tax Expense		3,50,000	-	3,50,000
Profit/(Loss) for the year		8,70,941	-	8,70,941
Other Comprehensive Income for the year		-	-	-
Total Comprehensive Income for the year		8,70,941	-	8,70,941

C. Effect of Ind AS adoption on Statement of Cash Flows for the year ended March 31, 2017

There has been no impact on cash flows under Indian GAAP and those under Ind AS.

D. Statement of reconciliation of Total Comprehensive Income for the year ended March 31, 2018

Sr. No.	Nature of adjustments	Note	Amount
i.	Net Profit / (Loss) as per Indian GAAP	1(i)	8,70,941.00
	Interest expense recognised on Non-current Financial Liabilities as per Effective Interest basis		-
	Net Profit / (Loss) as per Ind AS		8,70,941.00
	Other Comprehensive Income (net of tax)		-
	Total Comprehensive Income		8,70,941.00

E. Statement of reconciliation of Total Equity reported under Indian GAAP and under Ind AS

Sr. No.	Nature of adjustments	Note	As at March 31, 2019 Amount	As at April 1, 2018 Amount
i.	Total Equity as per Indian GAAP	1(i)	4,53,43,611	4,48,91,605
	Far Valuation of Financial Liabilities		-	-
	Total Equity as per Ind AS		4,53,43,611	4,48,91,605

F. Notes to the reconciliation of Balance Sheet and Total Equity as at April 1, 2016 and March 31, 2017 and Statement of Profit and Loss and Total Comprehensive Income for the year ended March 31, 2017

1. Borrowings: Under IGAAP, the Company had accounted for interest-free loan received at the undiscounted amount whereas under Ind AS, such financial liabilities are recognised at fair value on initial recognition and thereafter at amortised cost.

2. Deferred Tax : IGAAP requires deferred tax accounting using the income statement approach, which focuses on differences between taxable profits and accounting profits for the period. Ind AS 12 requires entities to account for deferred taxes using the balance sheet approach, which focuses on temporary differences between the carrying amount of an asset or liability in the balance sheet and its tax base. The application of Ind AS 12 approach has resulted in recognition of deferred tax liability on temporary difference arising due to fair valuation of financial liabilities. However impact of same has been offset due to recognition of deferred tax asset on unused tax losses to the extent of deferred tax liability.

Statement of Changes in Equity for the year ended March 31, 2019**A. Equity Share Capital**

Balance as at April 1, 2017	Changes in Equity Share Capital during the year 2017-18	Balance as at March 31, 2018	Changes in Equity Share Capital during the year 2018-19	Balance as at March 31, 2019
3,73,20,500.00	.00	3,73,20,500.00	.	3,73,20,500.00

B. Other Equity

Particulars	Reserves and Surplus		Total
	Capital Reserve	Retained Earnings	
Balance as at April 1, 2017	26,34,500.00	40,65,665	67,00,165
Profit for the year	-	8,70,940	8,70,940
Total Comprehensive Income for the year	-	49,36,605	49,36,605
Addition during the year	-	8,70,940	8,70,940
Balance as at March 31, 2018	26,34,500.00	58,07,545	84,42,045
Profit for the year	-	4,52,006	4,52,006
Total Comprehensive Income for the year	-	-	-
Balance as at March 31, 2019	26,34,500.00	62,59,551	84,42,045

As per my report of even date attached
FOR V S SHAH AND ASSOCIATES
CHARTERED ACCOUNTANTS

FOR PACHELI INDUSTRIAL FINANCE LIMITED

Sd/-
VAIBHAV SHAH
(PROPRIETOR)
Membership No : 176087
Date: May 30, 2019
Place : MUMBAI

Sd/-
Padamchand Dhoot
(MANAGING DIRECTOR)
DIN: 01344573

Sd/-
Pushpadevi Dhoot
(DIRECTOR)
DIN: 0118140

Sd/-
Pankaj Dhoot
(CFO)

Sd/-
Saloni Mehta
(Company Secretary)

CONSOLIDATED FINANCIALS
BALANCE SHEET AS AT MARCH 31, 2019

Particulars	Note	As at March 31, 2019 Amount	As at March 31, 2018 Amount	As at March 31, 2017 Amount
ASSETS				
Non-Current Assets				
Property, Plant and Equipment	2	7,070.00	11,783.00	-
Capital Work in Progress		2,12,650.00	2,12,650.00	-
Financial assets				
(i) Investments	3	31,52,400.00	3,81,24,900.00	50,01,150.00
(ii) Loans	4	5,14,03,770.00	4,32,96,871.00	5,91,19,775.00
(iii) Other Financial Service				
Deferred tax assets				
Other Non Current Assets	5	4,000.00	27,54,000.00	
Sub-total		5,47,79,890.00	8,44,00,204.00	6,41,20,925.00
Current Assets				
(a) Inventories		99,83,685.31	43,23,777.00	-
(a) Financial Assets				
Trade Receivables		1,92,86,206.93	68,89,488.00	-
Cash and Cash Equivalents	6	5,59,669.81	20,85,245.00	50,417.00
(b) Loans and Advances	7	-	20,000.00	-
(c) Other Current assets	8	20,14,705.67	60,25,722.00	20,150.00
Sub-total		3,18,44,267.72	1,93,44,232.00	70,567.00
Total Assets		8,66,24,157.72	10,37,44,436.00	6,41,91,492.00
EQUITY AND LIABILITIES				
Equity				
(a) Equity Share Capital	9	3,73,20,500.00	3,73,20,500.00	3,73,20,500.00
(b) Other Equity	10	91,31,780.37	76,18,205.00	67,00,165.00
Equities attributable to owners of Parent Co.		4,64,52,280.37	4,49,38,705.00	4,40,20,665.00
(c) Minority Interest		14,63,310.12	4,25,626.00	-
Sub-total		4,79,15,590.49	4,53,64,331.00	4,40,20,665.00
LIABILITIES				
Non-Current Liabilities				
(a) Financial Liabilities				
(i) Borrowings	11	2,37,49,549.00	5,17,58,495.00	1,98,20,827.00
(ii) Other Financial Liabilities				
(b) Deferred Tax Liabilities (Net)				
Sub-total		2,37,49,549.00	5,17,58,495.00	1,98,20,827.00
Current Liabilities				
(a) Financial Liabilities				
(i) Borrowings		25,69,005.00	24,00,000.00	-
(ii) Trade Payables		1,07,09,407.23	20,58,997.00	-
(iii) Other Financial Liabilities				
Provision	12	16,80,606.00	4,07,503.00	3,50,000.00
(b) Other current liabilities	13	-	17,55,110.00	-
Sub-total		1,49,59,018.23	66,21,610.00	3,50,000.00
Total Equity and Liabilities		8,66,24,157.72	10,37,44,436.00	6,41,91,492.00
Significant Accounting Policies	1			
The accompanying Notes are an integral part of the Financial Statements				

As per my report of even date attached

FOR V S SHAH AND ASSOCIATES
CHARTERED ACCOUNTANTSSd/-
VAIBHAV SHAH
(PROPRIETOR)

Membership No : 176087

Date: May 30, 2019 Place: Mumbai

Sd/-
Padamchand Dhoot
(MANAGING DIRECTOR)

DIN: 01344573

/-
Pushpadevi Dhoot
(DIRECTOR)

DIN: 0118140

Sd/-
Pankaj Dhoot
(CFO)Sd/-
Saloni Mehta
(CS)

FOR PACHELI INDUSTRIAL FINANCE LIMITED

Statement of Profit and Loss for the year ended March 31, 2019

		For the year ended March 31, 2019	For the year ended March 31, 2018
Particulars	Note	Amount	Amount
Revenue from Operations	14	6,84,66,060.27	2,37,32,218.00
Other Income	15	3,62,054.00	27,93,657.00
Total Income		6,88,28,114.27	2,65,25,875.00
Expenses			
(a) Purchase of Stock-in-trade / Cost of materials Consumed		5,53,28,958.00	2,21,62,855.00
(b) Changes in Inventory		-	(43,23,777.00)
(c) Employee Benefit Expenses	16	25,45,245.00	27,13,173.00
(d) Finance Costs	17	8,97,280.00	1,89,733.00
(e) Depreciation and amortization expense		4,713.00	17,676.00
(f) Other expenses	18	65,96,658.00	34,17,877.00
Total Expenses		6,53,72,854.87	2,41,77,537.00
Profit/(Loss) before tax		34,55,259.40	23,48,338.00
Tax Expense			
(a) Current tax		9,04,000.00	6,55,000.00
Total Tax Expense		9,04,000.00	6,55,000.00
Profit/(Loss) for the year		25,51,259.40	16,93,338.00
Other Comprehensive Income		-	-
Total Comprehensive Income for the year		25,51,259.40	16,93,338.00
Earnings per Equity Share of face value of ` 10/- each Basic & Diluted (` per share)		0.68	0.45
Significant Accounting Policies The accompanying Notes are an integral part of the Financial Statements	1		

As per my report of even date attached
FOR V S SHAH AND ASSOCIATES
CHARTERED ACCOUNTANTS

FOR PACHELI INDUSTRIAL FINANCE LIMITED

Sd/-
VAIBHAV SHAH
(PROPRIETOR)
 Membership No : 176087
 Date: May 30, 2019
 Place: Mumbai

Sd/-
Padamchand Dhoot
(MANAGING DIRECTOR)
 DIN: 01344573

Sd/-
Pushpadevi Dhoot
(DIRECTOR)
 DIN: 0118140

Sd/-
Pankaj Dhoot
(CFO)

Sd/-
Saloni Mehta
(Company Secretary)

Notes forming part of Financial Statements**1. Corporate Information and Significant Accounting Policies****A. Corporate Information**

Pacheli Industrial Finance Limited is engaged in Business to lend or advance money either with or without securities and to arrange or negotiate loans and to carry on the business of financiers, broker money lender and to draw, accept, endorse, discount, buy, sell and deal in Bills of exchange, promissory notes, bonds, debentures, hundies and other negotiable instrument and securities. To issue on commission, subscribe for purchase, take acquire and hold, sell, exchange and deal in shares, stock, bond, debentures, obligations or securities, of any Government, local authority or other interest on any other company, and sell or sel on hire purchase system or advance and loan money on or arrange loans on mortgage on buildings, plant and machinery, land, farms or other kind of asset, estate or property, movable or immovable rights and things in action.

The Company is a Public Limited Company incorporated in India, under the provisions of the Companies Act, 1956, having its registered office at Mumbai, Maharashtra, India.

The financial statements for the year ended March 31, 2019 are approved for issue by the Company's Board of Directors on 14/08/2019.

B. Significant Accounting Policies**1.1 Basis of Preparation**

These financial statements of the Company have been prepared in accordance with Indian Accounting Standards (Ind ASs) as per the Companies (Indian Accounting Standards) Rules, 2015 as amended and notified under Section 133 of the Companies Act 2013 (the 'Act') and other relevant provisions of the Act.

For all periods upto and including for the financial year ended March 31, 2017, the Company prepared its financial statements in accordance with Accounting Standards specified under Section 133 of the Act read with applicable rules and the relevant provisions of the Act ("Previous GAAP"). The figures as at March 31, 2017, as at April 1, 2016 and for the year ended March 31, 2017 have now been restated as per Ind AS to provide comparability.

These financial statements for the year ended March 31, 2019 are the Company's first Ind AS financial statements. The Company has adopted all the Ind ASs and the adoption was carried out in accordance with Ind AS 101, "First-time Adoption of Indian Accounting Standards", the date of transition to Ind AS being April 1, 2016. Refer Note 27 for disclosures required by Ind AS 101.

These financial Statements are prepared on an accrual basis under the historical cost convention or amortised cost.

Since the income from financial assets does not constitute more than 50 percent of the gross total income, the financial statements are prepared on other than Non Banking Financial Company and other than Investment Company basis.

These financial statements are presented in Indian Rupees (INR), which is also the Company's functional currency and all amounts are rounded off to the nearest lacs (INR '00,000) upto two decimals, except when otherwise indicated.

Classification of Assets and Liabilities into Current/Non-current:

The Company presents assets and liabilities in the Balance Sheet based on Current/ Non-current classification.

1.2 Statement of Cash Flows:

Cash flows are reported using the indirect method, whereby net profit / (loss) for the period is adjusted for the effects of transactions of non-cash nature, any deferrals or accruals of past or future operating cash receipts or payments and items 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.

1.3 Revenue Recognition

- i. Revenue is recognised to the extent that it is probable that the economic benefits of a transaction will flow to the Company and the revenue can be reliably measured, regardless of when the payment is being made. Revenue is measured at the fair value of the consideration received or receivable, taking into account contractually defined terms of payment and excluding taxes or duties collected on behalf of the government.
- ii. Sale of Goods: Revenue from sale of goods is recognised upon transfer of significant risks and rewards of ownership of the goods to the buyer, which is on dispatch of goods to buyer.
- iii. Interest Income: Interest income from a financial asset is recognised when it is probable that the economic benefits will flow to the Company and the amount of income can be measured reliably.
- iv. Dividends : Dividend income from investments is recognised when the Company's right to receive dividend is established, which is generally when shareholders approve the dividend.

1.4 Taxes on Income

Income tax expense represents the sum of the tax currently payable and deferred tax.

- i. Current tax: The tax currently payable is based on taxable profit for the year. Taxable profit differs from 'profit before tax' as reported in the Statement of Profit and Loss because of items of income or expense that are taxable or deductible in other years and items that are never taxable or deductible. The Company's current tax is calculated using applicable tax rates that have been enacted or substantively enacted by the end of the reporting period and the provisions of the Income Tax Act, 1961 and other tax laws, as applicable.
- ii. Deferred tax: Deferred tax is recognised on temporary differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit. Deferred tax liabilities are generally recognised for all taxable temporary differences. Deferred tax assets are generally recognised for all deductible temporary differences to the extent that it is probable that taxable profits will be available against which those deductible temporary differences can be utilised. Deferred income tax assets and liabilities are offset when there is a legally enforceable right to offset current income tax assets against current income tax liabilities and when deferred income tax assets and liabilities relate to the income tax levied by the same taxation authority on either the same taxable entity or different taxable entities where there is an intention to settle the balances on a net or simultaneous basis.

1.5 Provisions, Contingent Liabilities and Contingent Assets

- i. Provision is recognised 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 can be made of the amount of obligation. Provision is not recognised for future operating losses.
- ii. A Contingent liability is disclosed in case of a present obligation arising from past events, when it is either not probable that an outflow of resources will be required to settle the obligation, or a reliable estimate of the amount cannot be made. A Contingent Liability is also disclosed when there is a possible obligation arising from past events, the existence of which will be confirmed only by occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company.
- iii. Contingent assets are not recognised but where an inflow of economic benefits is probable, contingent assets are disclosed in the financial statements.
- iv. Provisions, Contingent liabilities and Contingent assets are reviewed at each reporting date and are adjusted to reflect the current best estimate.

1.6 Financial Instruments

- i. Financial assets and Financial liabilities are recognised when the Company becomes a party to the contractual provisions of the instruments.
- ii. Classification of financial assets: The classification depends on the company's business model for managing the financial assets and the contractual terms of the cash flows. The Company classifies its financial assets to be measured subsequently at amortised cost.
- iii. Measurement of financial assets: At initial recognition, the Company measures a financial asset at its fair value. Transaction costs of financial assets carried at fair value through the Statement of Profit and Loss are expensed in the Statement of Profit and Loss.
Equity instruments: Equity investments in subsidiaries are measured at cost. Other equity investments are measured at fair value. Where the Company's management has elected to present fair value gains and losses on equity investments in Other Comprehensive Income, there is no subsequent reclassification of fair value gains and losses to the Statement of Profit and Loss. Dividends from such investments are recognised in the Statement of Profit and Loss as other income when the Company's right to receive payments is established.
- iv. Impairment of financial assets: The company assesses on a forward looking basis the expected credit losses associated with its assets. The impairment methodology applied depends on whether there has been a significant increase in credit risk.
- v. Derecognition of financial assets: The Company derecognizes a financial asset when the contractual rights to the cash flows from the financial asset expire or it transfers the financial asset and the transfer qualifies for derecognition under Ind AS 109.
- vi. Classification and Subsequent Measurement: Financial liabilities: Financial liabilities are classified as either financial liabilities at FVTPL or Other Financial Liabilities.
Financial Liabilities at FVTPL: Financial liabilities are classified as at FVTPL when the financial liability is held for trading or are designated upon initial recognition as FVTPL.
Gains or Losses on liabilities held for trading are recognised in the Statement of Profit and Loss.

Other Financial Liabilities: Other financial liabilities (including borrowings, trade and other payables) are subsequently measured at amortised cost.
- vii. Derecognition of financial liabilities: The Company derecognizes a financial liability when its contractual obligations are discharged or cancelled or expired. The Company also derecognizes a financial liability when its terms are modified and the cash flows under the modified terms are substantially different.

1.7 Earnings Per Share

The basic earnings per share is computed by dividing the net profit / (loss) attributable to the equity shareholders for the year by the weighted average number of equity shares outstanding during the reporting period. Diluted earnings per share is computed by dividing the net profit / (loss) attributable to the equity shareholders for the year, as adjusted for the effects of potential dilution of equity shares, by the weighted average

number of equity and dilutive equity equivalent shares outstanding during the reporting period.

1.8 Use of Estimates

The preparation of the financial statements requires the management to make judgements, estimates and assumptions in the application of accounting policies and that have the most significant effect on reported amounts of assets, liabilities, incomes and expenses and accompanying disclosures and the disclosure of contingent liabilities. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period or in the period of the revision and future periods if the revision affects both current and future periods.

1.9 First-time Adoption of Ind AS

Overall Principle

The Company has prepared the Opening Balance Sheet as per Ind AS as at April 1, 2016 (the date of transition) by recognising all assets and liabilities whose recognition is required by Ind ASs, not recognising items of assets or liabilities which are not permitted by Ind ASs, by reclassifying items from previous GAAP to Ind AS as required under Ind ASs and applying Ind ASs in measurement of recognised assets and liabilities. However, this principle is subject to certain exceptions and certain optional exemptions availed or not so availed by the Company. Details of exemptions availed are as under:

- i. Business Combination: The Company has elected not to apply Ind AS 103 - Business Combinations retrospectively to past business combinations that occurred before the date of transition and therefore, has kept the same classification for the past business combinations as in its previous GAAP financial statements.
- ii. Investments: The Company has elected to carry its investment in subsidiary company at deemed cost, which is its previous GAAP carrying amount at the date of transition.
- iii. Borrowings: Considering the Objective of Ind AS 101, items of liabilities which are no longer outstanding as at March 31, 2017 and the high quality information relating to which cannot be generated at a cost lower than the benefits are disclosed at previous GAAP carrying amounts. Also refer Note 27(G)(1)(ii) & (iii).

2. Property Plant and Equipment

Particulars	As at March 31, 2019	As at March 31, 2018	As at April 1, 2017
Name of the assets	Computer	Computer	Computer
Carrying Amount	11,783	29,459	
Addition	-	-	
Sales	-	-	
Depreciation Charged for the Year	4,713	17,676	
Closing Gross Carrying Amount	7,070	11,783	-

3. Investments

Particulars	As at March 31, 2019	As at March 31, 2018	As at April 1, 2017
Quoted Investments	3,80,000	3403500	5001150
Unquoted Investments	21,72,400	34221400	
Investments in LLP	-	-	
Fixed Deposit with Bank	6,00,000	5,00,000	
	31,52,400	3,81,24,900	50,01,150

4. Loan – Non-current

Particulars	As at March 31, 2019	As at March 31, 2018	As at April 1, 2017
Loans and advances			
Unsecured, considered good	5,14,03,770	4,32,96,871	4,000
Others			5,91,15,775
	5,14,03,770	4,32,96,871	5,91,19,775

5. Other Non Current Assets

Particulars	As at March 31, 2019	As at March 31, 2018	As at April 1, 2017
a) Others (Specify Nature)			
Fixed Deposit	-	27,50,000	-
Deposit for Telephone	4,000	4,000	-
Others	-	-	20,150
	4,000	27,54,000	20,150

6. Cash and Cash Equivalents

Particulars	As at March 31, 2019	As at March 31, 2018	As at April 1, 2017
Balances with Banks			
In Current Accounts	1,15,646.81	16,37,967	29,827
Cash in Hand	4,44,023	4,47,278	20,590
	5,59,669.81	20,85,245	50,417

7. Loans: current

Particulars	As at March 31, 2019	As at March 31, 2018	As at April 1, 2017
Loans and advances			
Unsecured, considered good			
Others	-	20,000	-
	-	20,000	-

8. Other current assets

Particulars	As at March 31, 2019	As at March 31, 2018	As at April 1, 2017
Other Current assets (Advance tax and TDS receivable)	8,65,765.67	10,29,625.00	-
Other Advances	11,48,940	(78,903.00)	-
Preliminary Expenses	-	75,000.00	-
Short Term Advance	-	50,00,000.00	-
	20,14,705.67	60,25,722.00	-

9. Equity Share Capital

Particulars	As at March 31, 2019		As at March 31, 2018		As at April 1, 2017	
	Numbers	Amount	Numbers	Amount	Numbers	Amount
Authorised						
Equity Shares, of Rs.10 par value	45,00,000	4,50,00,000.00	45,00,000	4,50,00,000.00	45,00,000	4,50,00,000.00
		4,50,00,000.00		4,50,00,000.00		4,50,00,000.00
Issued						
Equity Shares, of Rs.10 par value	37,32,050	3,73,20,500.00	37,32,050	3,73,20,500.00	37,32,050	3,73,20,500.00
		3,73,20,500.00		3,73,20,500.00		3,73,20,500.00
Subscribed and Paid up						
Equity Shares, of Rs.10 par value	37,32,050	3,73,20,500.00	37,32,050	3,73,20,500.00	37,32,050	3,73,20,500.00
		3,73,20,500.00		3,73,20,500.00		3,73,20,500.00

a. Reconciliation of the number of shares outstanding and amount of share capital

Particulars	As at March 31, 2019		As at March 31, 2018		As at April 1, 2017	
	Numbers	Amount	Numbers	Amount	Numbers	Amount
Equity Shares						
Balance as at the beginning of the year	37,32,050	3,73,20,500.00	37,32,050	3,73,20,500.00	37,32,050	3,73,20,500.00
Issued during the year	-	-	-	-	-	-
Balance as at the end of the year	37,32,050	3,73,20,500.00	37,32,050	3,73,20,500.00	37,32,050	3,73,20,500.00

9.2 Rights, Preferences and Restrictions**Equity Shares**

- v. The Company has only one class of equity shares referred to as equity shares having a par value of Rs. 10. Each holder of equity shares is entitled to one vote per share.
- vi. The Company declares and pays dividend in Indian rupees. Final dividend, if any, proposed by the Board of Directors is recorded as a liability on the date of the approval of the shareholders in the ensuing Annual General Meeting; in case of interim dividend, it is recorded as a liability on the date of declaration by the Board of Directors of the Company.
- vii. In the event of liquidation, the equity shareholders are eligible to receive the residual assets of the Company after distribution of all preferential amounts, in proportion to their shareholding. However, no such preferential amounts exist currently.
- viii. Without the prior written approval of the CCD Holder, the Company shall not declare any dividend on its Equity Shares as long as it is in default in meeting its obligation to pay interest or any money related to the Compulsorily Convertible Debentures (CCDs) as detailed in Note 4 below.

10. Other Equity

Particulars	As at March 31, 2019 Amount	At as March 31, 2018 Amount	At as April 1, 2017 Amount
Reserves and Surplus			
i. Capital Reserve			
Balance as at the beginning of the year	26,34,500	26,34,500	26,34,500
Addition during the year	-	-	-
Less : Consolidation Effect	(3,43,981)	(3,42,233)	-
	22,90,519	22,92,267	26,34,500
ii. Retained Earnings			
Balance as at the beginning of the year	53,25,938	40,65,665	32,58,897
Add/(Less) : Profit / (Loss) for the year	4,52,005	8,70,940	8,06,768
Add : Consolidation Effect	10,63,318.37	3,89,333	-
	68,41,261.37	53,25,938	40,65,665
Equity Component of Loan from Holding Company			
	-	-	-
	91,31,780.37	76,18,205	67,00,165

The description of the nature and purpose of each reserve within equity is as follows :

ii. Retained Earnings - Retained Earnings represent profits that the Company has earned including adjustments on account of transition to Ind AS.

11. Non - Current Borrowings

Particulars	As at March 31, 2019 Amount	As at March 31, 2018 Amount	As at April 1, 2017 Amount
Unsecured			
Long Term Borrowing	2,37,49,549	51,75,84,95	1,98,20,827
	2,37,49,549	5,17,58,495	1,98,20,827

12. Provision

Particulars	As at March 31, 2019 Amount	As at March 31, 2018 Amount	As at April 1, 2017 Amount
Provision			
Provision for Tax	16,80,606	7,00,000	3,50,000
Other Provision	-	(2,92,497)	-
	16,80,606	4,07,503	3,50,000

13. Other Current Liabilities

Particulars	As at March 31, 2019 Amount	As at March 31, 2018 Amount	As at April 1, 2017 Amount
Other Current Liabilities			
Other Expenses Payable	-	17,55,110.00	-
	-	17,55,110.00	-

14. Revenue from Operations

Particulars	For the year ended March 31, 2019 Amount	For the year ended March 31, 2018 Amount
Revenue from Operations		
Commission Income	-	15,09,760
Contract Income	14,42,560	-
Interest and Other Income	11,93,137	33,33,510
	26,35,697	48,43,270
Details of Products Sold		
Sale of Traded Goods	6,58,30,363.27	1,88,88,948
	6,58,30,363.27	2,37,32,218

15. Other Income

Particulars	For the year ended March 31, 2019 Amount	For the year ended March 31, 2018 Amount
Other Income		
Dividends Income	-	-
Rent Income	-	-
Discount & Rebate	-	27,56,254
Interest Income	-	-
Commission Received	-	-
Other Income	1,52,570	-
Other Interest Income	2,09,484	37,403
	3,62,054	27,93,657

16. Employee Benefit Expenses

Particulars	For the year ended March 31, 2019 Amount	For the year ended March 31, 2018 Amount
Employee Benefit Expenses		
Salary Expenses	25,45,245	27,13,173
	25,45,245	27,13,173

17. Finance Cost

Particulars	For the year ended March 31, 2019 Amount	For the year ended March 31, 2018 Amount
Finance Cost		
Interest Expenses	8,79,558	1,58,756
Bank Charges	17,722.87	30977.00
	8,97,281	1,89,733

18. Other Expenses

Particulars	For the year ended March 31, 2019 Amount	For the year ended March 31, 2018 Amount
Accounting Charges	35,000	35000
Advertisement Expenses	92,458	274355
AGM expenses	54,000	-
Audit Fees	55,000	142500
Bank Charges	-	42523
Computer Expenses and Consumables	23,185	-
Demat Charges	-	1402
Donation	54,000	60000
CDSL AMC Charges	40,181	24389
Conveyance Expenses		288610
Contract Expenses	6,30,000	-
Commission Expenses	18,62,146	568420
Courier Charges	28,295	-
Electricity Charges	45,496	85310
Festival Expenses	12,580	-
Fuel Expenses	-	48650
Hel Majuri	27,000	-
Legal and Professional fees	74,900	138746
Listing & Registration fees	2,97,230	283275
Miscellaneous fees	-	-
NSDL amc	-	17755
Office Expenses	3,64,577	216540
Other Expenses	1,36,162	74320
Other remuneration	15,90,000	-
Postage Expenses	1,031	3210
Preliminary Expenses w/off	25,000	25000
Printing & stationery	31,620	141565
RTA Expenses	1,87,939	-
Refreshments	-	36210
Rent paid	3,10,000	175000
Travelling Expenses	5,63,097	140761
Share Transfer Expenses	-	86000
Telephone Expenses	-	18000
Transport expenses	30,761	-
Website Expenses	25,000	9630
Other Expenses	-	480706
	65,96,658	34,17,877

The primary objective of Company's Capital Management is to maximise the shareholder's value without having any adverse impact on interests of other stakeholders. At the same time, the Company strives to maintain an optimal capital structure to reduce the cost of capital.

For the purpose of the Company's Capital Management, debt includes both current and non-current borrowings and equity includes issued equity capital, securities premium and all other equity reserves attributable to the equity shareholders of the Company.

The Company monitors capital using Debt to Equity ratio, which is total debt divided by total equity. Gross Debt to Equity ratio are as follows:

Particulars	As at March 31, 2019 Amount	As at 'March 31, 2018 Amount	As at April 1, 2017 Amount
Total Debt (A)	2,63,18,554.00	5,41,58,495.00	1,98,20,827.00
Total Equity (B)	4,79,15,590.49	4,53,64,331.00	4,40,20,665.00
Gross Debt Equity Ratio (A/B)	0.55	1.19	0.45

Note: Amount received by way of CCDs, being compulsorily convertible into equity, has not been considered as debt but considered as equity for the purpose of Debt Equity Ratio as at April 1, 2016.

	Particulars	For the year ended March 31, 2019	For the year ended March 31, 2018
	Earnings Per Share		
	Number of Equity Shares of Rs. 10 each	37,32,050	37,32,050
A	Weighted average number of Equity Shares of Rs, 10 each	37,32,050	37,32,050
B	Net profit / (loss) for the year	25,51,259.40	16,93,338.00
	Net profit / (loss) available to equity shareholders	25,51,259.40	16,93,338.00
C	Basic and diluted earnings per share (in `)	0.68	0.45

As per my report of even date attached
FOR V S SHAH AND ASSOCIATES
CHARTERED ACCOUNTANTS

FOR PACHELI INDUSTRIAL FINANCE LIMITED

Sd/-
VAIBHAV SHAH
(PROPRIETOR)
Membership No : 176087
Date: May 30, 2019
Place : MUMBAI

Sd/-
Padamchand Dhoot
(MANAGING DIRECTOR)
DIN: 01344573

Sd/-
Pushpadevi Dhoot
(DIRECTOR)
DIN: 0118140

Sd/-
Pankaj Dhoot
(CFO)

Sd/-
Saloni Mehta
(Company Secretary)

Statement of Cash Flows for the year ended March 31, 2019

Particulars	For the year ended March 31, 2019 Amount	For the year ended March 31, 2018 Amount
CASH FLOW FROM OPERATING ACTIVITIES		
Profit / (Loss) after tax	34,55,259.00	23,02,067.00
Adjustments for :		
Add: Finance Cost	8,97,281.00	1,58,756.00
Depreciation	4,713.00	11,676.00
Less: Interest on Loan	-	(33,70,913.00)
Sundry Credit Balances written back		
Sundry Debit Balance written off		
Gain on Fair Valuation of Financial Liabilities		
Waiver of Fractions on CCD conversion		
Operating Profit before Working Capital changes		
Adjustments for increase / decrease in:		
Trade Receivables	(1,23,96,718.63)	(68,84,338.00)
Inventories	(56,59,908.00)	(43,23,777.00)
Other Financial Assets, Other Non-current Assets and Other current assets	(1,06,89,184.56)	(1,43,50,016.00)
Trade Payables, Other Financial Liabilities and Other Current Liabilities	79,27,955.00	42,69,447.00
Cash Generated from Operations	(1,64,60,603.19)	(2,21,87,098.00)
Add: Direct Taxes (Payments) / Refunds	9,04,000.00	3,88,652.00
Net Cash Generated from Operating Activities (A)	(1,55,56,603.19)	(2,17,98,446.00)
CASH FLOW FROM INVESTING ACTIVITIES		
Bank balances not considered as Cash and cash equivalents	-	(5,00,000.00)
Long Term Investments (purchased) / sold	(1,00,000.00)	(13,68,758.00)
Long Term Loans & Advances (given) / repayment received	29,72,500.00	(30,99,666.00)
Interest Received	-	33,70,913.00
Net Cash Generated from / (used in) Investing Activities (B)	28,72,500.00	(15,97,511.00)
CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from Long-term Borrowings	1,28,75,683.00	3,09,60,758.00
Repayment of Long-term Borrowings	(18,53,879.00)	(86,99,240.00)
Proceeds from Short-term Borrowings	10,34,005.00	24,00,000.00
Repayment of Short-term Borrowings		
Finance Costs Paid	(8,97,281.00)	(1,58,756.00)
Net Cash Generated from / (used in) Financing Activities (C.)	1,11,58,528.00	2,45,02,762.00
Net increase in Cash and Cash Equivalents (A+B+C)	(15,25,575.19)	11,06,805.00
Cash and Cash Equivalents at the beginning of the year	20,85,245.00	9,78,440.00
Cash and Cash Equivalents at the end of the year (Refer Note 7)	5,59,669.81	20,85,245.00

Notes:

- i. Statement of Cash Flows has been prepared under the indirect method as set out in Ind AS 7 specified under section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014.
- ii. **Disclosure pursuant to Ind AS 7 on "Statement of Cash Flows"**
The amendment to Ind AS 7 requires the entities to provide disclosures that enable users of financial statements to evaluate changes in liabilities and financial assets arising from financial activities, including both changes arising from cash flows and non-cash changes, suggesting inclusion of a reconciliation between the opening and closing balances in the Balance Sheet for liabilities and financial assets arising from financing activities, to meet the disclosure requirement. This amendment has become effective from April 1, 2017. The adoption of the amendment did not have any material impact on the financial statements.

For the year ended March 31, 2019	Opening Balance	Cash Flows	Non-cash Changes	Closing Balance
Short-term Borrowings	24,00,000.00	1,69,005	-	25,69,005
Long-term Borrowings	5,17,58,495.00	2,80,08,946	-	7,97,67,441

- iii. Figures in bracket indicate Cash Outflow.

As per my report of even date attached
FOR V S SHAH AND ASSOCIATES
CHARTERED ACCOUNTANTS

FOR PACHELI INDUSTRIAL FINANCE LIMITED

Sd/-
VAIBHAV SHAH
(PROPRIETOR)
Membership No : 176087
Date: May 30, 2019
Place : MUMBAI

Sd/-
Padamchand Dhoot
(MANAGING DIRECTOR)
DIN: 01344573

Sd/-
Pushpadevi Dhoot
(DIRECTOR)
DIN: 0118140

Sd/-
Pankaj Dhoot
(CFO)

Sd/-
Saloni Mehta
(Company Secretary)

Disclosure pursuant to Ind AS 101 on "First-time Adoption of Indian Accounting Standards"

A. Effect of Ind AS adoption on Balance Sheet as at March 31, 2018

Particulars	Note	I-GAAP Amount	Effect of transition to Ind AS Amount	Ind AS Amount
ASSETS				
Non-Current Assets				
Property, Plant and Equipment		-	-	-
Deferred tax assets		-	-	-
Investments	2	50,01,150.00	-	50,01,150.00
i. Loans	3	5,91,19,775.00	-	5,91,19,775.00
Other Non Current Assets		-	-	-
Total Non Current Assets		6,41,41,075.00	-	6,41,41,075.00
Current Assets				
Financial Assets				
(i) Trade Receivables		-	-	-
(ii) Cash and Cash Equivalents	5	50,417.00	-	50,417.00
Other current assets	7	-	-	-
Sub-total		50,417.00	-	50,417.00
Total Assets		6,41,91,492.00	-	6,41,91,492.00
EQUITY AND LIABILITIES				
Equity				
(a) Equity Share Capital		3,73,20,500.00	-	3,73,20,500.00
(b) Other Equity				
Reserve and Surplus	9	67,00,165.00	-	67,00,165.00
Sub-total		4,40,20,665.00	-	4,40,20,665.00
LIABILITIES				
Non-Current Liabilities				
(a) Financial Liabilities				
(i) Borrowings	10	1,98,20,827.00	-	1,98,20,827.00
(ii) Other Financial Liabilities		-	-	-
(b) Deferred Tax Liabilities (net)		-	-	-
Sub-total		1,98,20,827.00	-	1,98,20,827.00
Current Liabilities				
(a) Financial Liabilities				
(i) Borrowings		-	-	-
(ii) Trade Payables		-	-	-
(iii) Other Financial Liabilities		-	-	-
Provision		-	-	-
(b) Other Current Liabilities	12	8,49,953.00	-	8,49,953.00
Sub-total		8,49,953.00	-	8,49,953.00
Total Equity and Liabilities		6,38,41,492.00	-	6,38,41,492.00

B. Effect of Ind AS adoption on the Statement of Profit and Loss for the year ended March 31, 2018

Particulars	Note	I-GAAP Amount	'Effect of transition to Ind AS Amount	Ind AS Amount
Revenue from Operations	14	2,37,32,218.00	-	2,37,32,218.00
Other Income	15	27,93,657.00	-	27,93,657.00
Total Income		2,65,25,875.00		2,65,25,875.00
Expenses				
(a) Purchase of Stock-in-trade		2,21,62,855.00	-	2,21,62,855.00
(b) Changes in Inventory		(43,23,777.00)	-	(43,23,777.00)
(b) Employee Benefits Expenses	16	27,13,173.00	-	27,13,173.00
(c) Finance Costs	17	1,89,733.00	-	1,89,733.00
(d) Depreciation and amortization expenses		17,676.00	-	17,676.00
(e) Other Expenses		34,17,877.00	-	34,17,877.00
Total Expenses		2,41,77,537.00	-	2,41,77,537.00
Profit/(Loss) before Tax		23,48,338.00	-	23,48,338.00
Tax Expense				
(a) Current Tax		6,55,000.00	-	6,55,000.00
Total Tax Expense		6,55,000.00	-	6,55,000.00
Profit/(Loss) for the year		16,93,338.00	-	16,93,338.00
Other Comprehensive Income for the year		-	-	-
Total Comprehensive Income for the year		16,93,338.00	-	16,93,338.00

C. Effect of Ind AS adoption on Statement of Cash Flows for the year ended March 31, 2018

There has been no impact on cash flows under Indian GAAP and those under Ind AS.

D. Statement of reconciliation of Total Comprehensive Income for the year ended March 31, 2018

Sr. No.	Nature of adjustments	Note	Amount
i.	Net Profit / (Loss) as per Indian GAAP		16,93,338.00
	Interest expense recognised on Non-current Financial Liabilities as per Effective Interest basis	1(i)	-
	Net Profit / (Loss) as per Ind AS		16,93,338.00
	Other Comprehensive Income (net of tax)		-
	Total Comprehensive Income		16,93,338.00

E. Statement of reconciliation of Total Equity reported under Indian GAAP and under Ind AS

Sr. No.	Nature of adjustments	Note	As at March 31, 2018 Amount	As at April 1, 2017 Amount
i.	Total Equity as per Indian GAAP	1(i)	4,53,64,331.00	4,40,20,665.00
	Far Valuation of Financial Liabilities		-	-
	Total Equity as per Ind AS		4,53,64,331.00	4,40,20,665.00

F. Notes to the reconciliation of Balance Sheet and Total Equity as at March 31, 2017 and March 31, 2018 and Statement of Profit and Loss and Total Comprehensive Income for the year ended March 31, 2018**1. Borrowings:**

Under IGAAP, the Company had accounted for interest-free loan received at the undiscounted amount whereas under Ind AS, such financial liabilities are recognised at fair value on initial recognition and thereafter at amortised cost.

2. Deferred Tax:

IGAAP requires deferred tax accounting using the income statement approach, which focuses on differences between taxable profits and accounting profits for the period. Ind AS 12 requires entities to account for deferred taxes using the balance sheet approach, which focuses on temporary differences between the carrying amount of an asset or liability in the balance sheet and its tax base. The application of Ind AS 12 approach has resulted in recognition of deferred tax liability on temporary difference arising due to fair valuation of financial liabilities. However impact of same has been offset due to recognition of deferred tax asset on unused tax losses to the extent of deferred tax liability.

Statement of Changes in Equity for the year ended March 31, 2019**A. Equity Share Capital**

Balance as at April 1, 2017	Changes in Equity Share Capital during the year 2017-18	Balance as at March 31, 2018	Changes in Equity Share Capital during the year 2018-19	Balance as at March 31, 2019
3,73,20,500.00	.00	3,73,20,500.00	.	3,73,20,500.00

Form No. MGT-11**Proxy form**

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

CIN: L67120MH1985PLC037772

Name of the company: Pacheli Industrial Finance Limited

Registered office: C-001, Prathamesh Horizon, New Link Road, Borivali(W), Mumbai-400092

Name of the member(s):

Registered address:

E-mail ID:

Folio No/ Client ID:

DP ID:

I/We, being the member(s) of shares of the above named company, hereby appoint

1.Name:_____ **Address:**_____

E-mail ID: _____ **Signature:** _____, or failing him

2. Name_____ **Address:** _____

E-mail Id _____ **Signature:** _____, or failing him

3. Name :_____ **Address:** _____

E-mail Id:_____ **Signature:** _____

as my/our proxy to attend and vote (through ballot) for me/us and on my/our behalf at the Annual General Meeting of the Company, to be held on the Friday, 27th September, 2019 at 1:00 P.M. at 04, Prathamesh Leela CHS Ltd, New MHB Colony, Gorai Rd, Near Sai Lee Hospital, Mumbai -400091 and at any adjournment thereof in respect of such resolutions as are indicated below:

Sl. No.	Particulars
Ordinary Business	
1.	Adoption of Accounts
2.	Appoint a Director in place of Mr. Padamchand Bhanvarlal Dhoot, who retires by rotation and being eligible
3.	Appoint a Director in place of Mr. Pushpadevi Padamchand Dhoot, who retires by rotation and being eligible
4.	Ratification of Appointment of Auditors
Special Business	
5.	Regularization of Mr. Rajan Sharma as Director

Signature of Shareholder

Signature of Proxy holder(s)

Note: This form of proxy in order to be effective should be duly completed and deposited at the Registered Office of the Company, not less than 48 hours before the commencement of the Meeting.

Affix Re 1/-

Revenue
Stamp

ATTENDANCE SLIP

Name:	
Address:	
DP ID*	
Client ID*	
Folio No.	
No. of Shares held	

*Applicable for investors holding shares in Electronic form.

1. I hereby record my presence at the ANNUAL GENERAL MEETING of the Company being held on Friday, 27th September, 2019 at 1:00 P.M at 04, PrathmeshLeela CHS Ltd, New MHB Colony, Gorai Rd, Near Sai Lee Hospital, Mumbai -400091.

2. Signature of the Shareholder/Proxy Present

--

3. Shareholder / Proxy holder wishing to attend the meeting must bring the Attendance Slip to the meeting and handover the same at the entrance duly signed.

4. Shareholder / Proxy holder desiring to attend the meeting may bring his / her copy of the Notice for reference at the meeting.

Note: - PLEASE CUT HERE AND BRING THE ABOVE ATTENDANCE SLIP TO THE MEETING.

ELECTRONIC VOTING PARTICULARS

(1) EVSN (E-Voting Sequence No.)	(2) USER ID.	(3) PAN or Relevant No. as under

Notes:

- (1) Where Bank Account Number is not registered with the Depositories or Company please enter your User Id. as mentioned in column (2) above.
- (2) Please read the Instructions printed in the Notice of the Annual General Meeting. The e-Voting period starts from Tuesday, 24th September, 2019 at 9.00 A.M. and ends on Thursday, 26th September, 2019 at 5.00 P.M., the e-voting module shall be disabled by CDSL for voting thereafter.



Nearest Landmark: Sai Plaza Party Hall.

Distance from nearest Railway Station: Borivali station 4.7km