

NOTES FORMING PART OF FINANCIAL STATEMENTS

1 Corporate Information

Allied Computers International (Asia) Limited, ("the Company") is listed entity incorporated in India. The address of its registered office and place of business are disclosed in the introduction to the annual report.

A Significant Accounting Policies

a) Basis of Accounting

The accounts of the Company are prepared under the historical cost convention and are in accordance with the applicable accounting standards and accordingly accrual basis of accounting is followed for recognition of income and expenses except where otherwise stated and where the exact quantum is not ascertainable. Expenditure on issue of share capital, if any, is accounted when actually incurred.

The financial statements of the Company have been prepared to comply with the Indian Accounting standards ('Ind AS'), including the rules notified under the relevant provisions of the Companies Act, 2013.

Upto the year ended March 31, 2016, the Company has prepared its financial statements in accordance with the requirement of Indian Generally Accepted Accounting Principles (GAAP), which includes Standards notified under the Companies (Accounting Standards) Rules, 2006 and considered as "Previous GAAP". These financial statements are the Company's first Ind AS standalone financial statements. Company's financial statements are presented in Indian Rupees, which is also its functional currency.

b) Revenue Recognition

Revenue from sale of goods is recognised when the significant risks and rewards of ownership have been transferred to the buyer, recovery of consideration is probable , there is no continuing effective control or managerial involvement with the goods , and the amount of revenue can be measured reliable.

(ii) Revenue from rendering of services is recognised when the performance of agreed contractual task has been completed.

(iii) Revenue from sale of goods is measured at the fair value of the consideration received or receivable , taking in to account contractually defined terms of payments and excluding taxes or duties collected on behalf of government if any

c) Fixed Assets

Fixed assets are stated at total capitalized costs relating and attributable directly or indirectly to acquisition and installation thereof as reduced by the accumulated depreciation thereon.

d) Depreciation/Amortization

Depreciation / Amortization on Fixed Assets, other than Freehold land is provided on pro-rata basis on Straight Line Method at the rate prescribed under schedule II to the Companies Act, 2013. However no depreciation charge during the year.

(i) Assets costing ` 5000/- or less are fully depreciated in the year of purchased

e) Inventories

Inventories are valued as follows:

(i) Waste Materials, Damaged goods, Scrap: if any at net estimated realizable value

(ii) Finished Goods: at lower of cost or market value.

NOTES FORMING PART OF FINANCIAL STATEMENTS

f) Investments

Investments that are intended to be held for more than a year , from the date of acquisition are classified as long term investment are carried at cost less any provision for permanent diminution in value. Investments other than long term investments are being current investments are valued at cost or fair market value whichever is lower.

g) Assets & Liabilities

The Assets and Liabilities are taken at the book value certi-fied by the Directors.

h) Taxes on Income

(i) Current Tax: Provision for Income Tax is determined in accordance with the provisions of Income Tax Act, 1961.

(ii) Deferred Tax Provision: Deferred Tax is recognized on timing differences between the accounting income and the taxable income for the year, and quantified using the tax rates and laws enacted or substantively enacted on the Balance Sheet date.

Deferred Tax Assets are recognized and carried forward to the extent that there is a reasonable certainty that sufficient future taxable income will be available against which such Deferred Tax Assets can realized.

i) Miscellaneous Expenditure

Preliminary expenses / shares and deferred revenue expenses etc. if any are amortized over a period of 5 years.

j) Use of Estimates

The Prepration of the Financial statements in conformity with the generally accepted accounting principles require the Management to make estimates and assumptions that affect the reported amount of assets, liabilities, revenue and expenses and disclosure of contingent liabilities on the date of the financial statements. Actual results could differ from the estimates. Any revision to accounting estimates is recognised prospectively in current and future periods.

k) Previous year's figures

The Previous year's figures have been recast/restated, wherever necessary to confirm to current year classification.

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

1 Fixed Assets:

(Amount in `)

Sr. No.	DESCRIPTION	GROSS BLOCK			DEPRECIATION			NET BLOCK		
		As at 01.04.2019	Additions	Deduct.	As at 31.03.2020	As at 01.04.2019	For the Period	As at 31.03.2020	As on 31.03.2020	As on 31.03.2019
1	Telephone Instrument	359,227	0	0	359,227	359,227	0	359,227	0	0
2	Mobile Instrument	70,698	0	0	70,698	70,698	0	70,698	0	0
3	Furniture & Fixture	12,862,231	0	0	12,862,231	12,862,231	0	12,862,231	0	0
4	Plant & Machinery	37,189,277	0	0	37,189,277	37,189,277	0	37,189,277	0	0
5	Fax Machine	63,147	0	0	63,147	63,147	0	63,147	0	0
6	Computers & Printers & Software	17,814,057	0	0	17,814,057	17,814,057	0	17,814,057	0	0
7	Computers	39,200	0	0	39,200	34,181	17,240	51,421	0	17,240
8	Refrigerator	16,666	0	0	16,666	16,666	0	16,666	0	0
9	Motor Cycle	202,880	0	0	202,880	202,880	0	202,880	0	0
10	Motor Tempo	474,829	0	0	474,829	474,829	0	474,829	0	0
11	Television Set	38,837	0	0	38,837	38,837	0	38,837	0	0
12	Paper Shredder	6,073	0	0	6,073	6,073	0	6,073	0	0
13	H.P. 2300 Scanner	80,803	0	0	80,803	80,803	0	80,803	0	0
14	Air Condition	680,988	0	0	680,988	680,988	0	680,988	0	0
15	Renovation to Office Premises	4,409,134	0	0	4,409,134	4,409,134	0	4,409,134	0	0
	Total	74,308,047	0	0	74,308,047	74,303,028	17,240	74,320,268	0	17,240
	Previous Year	122,654,474	12,221	48,346,428	74,320,267	74,272,176	30,852	74,303,028	17,240	48,382,299

NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2020

2 NON CURRENT INVESTMENTS

Particular	As at		As at	
	31st March, 2020		31st March, 2019	
Trade Investment (Valued at cost unless stated otherwise)	No. of Shares / Debentures	Amount	No. of Shares / Debentures	Amount
VALUE RESEARCH PREMIUM				
A. Investment in Shares - Quoted				
B. Investment in Debentures				
Investment In Debentures		310,000,000		310,000,000
C. Investment in Shares - Unquoted Share				
(As per list attached)		59,370,000		59,370,000
Total		369,370,000		369,370,000

3 LONG TERM LOANS AND ADVANCES

Particular	As at		As at	
	31st March, 2020		31st March, 2019	
Securities Deposits				
(Unsecured but considered good)				
Securities Deposits		0		0
Deposits for Office for Sales & Services		0		0
Sundry Loans & Advances				
(Unsecured but considered good)				
Advances - Material & Expenses		1,573,952,651		1,573,974,916
Total		1,573,952,651		1,573,974,916

4 OTHER NON CURRENT ASSETS

Particular	As at		As at	
	31st March, 2020		31st March, 2019	
Misc Expenditure (Assets)		7,656,788		7,656,788
Less : Written off During the year		0		0
Total		7,656,788		7,656,788

5 INVENTORY

Particular	As at		As at	
	31st March, 2020		31st March, 2019	
Stock in Hand		0		0
Total		0		0

VALUE RESEARCH PREMIUM

NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2020

6 TRADE RECEIVABLES

Particular	As at	
	31st March, 2020	31st March, 2019
(Unsecured but considered good)		
Outstanding Over six months	148,758,369	149,016,306
Others -Trades Receivable	<u>0</u>	<u>0</u>
Total	148,758,369	149,016,306

7 CASH & CASH EQUIVALENTS

Particular	As at	
	31st March, 2020	31st March, 2019
Cash on Hand	76,939	28,892
Bank balance with current accounts	52,147	52,147
Total	129,086	81,039

Cash and Cash Equivalents includes deposits maintained by the Company with banks, which can be withdrawn by the Company at any point of time without prior notice or penalty on the principal.

8 OTHER FINANCIAL ASSETS

Particular	As at	
	31st March, 2020	31st March, 2019
ADVANCES		
Advance Income Tax/Tax deductions at Sources	18,372,945	18,372,945
Deposit with GST Dept.	10,000,000	10,000,000
Total	28,372,945	28,372,945

9 SHARE CAPITAL

Particular	As at	
	31st March, 2020	31st March, 2019
AUTHORISED SHARE CAPITAL		
205000000 (previous year 205000000) Equity Shares of ` 10/- each	2,050,000,000	2,050,000,000
	<u>2,050,000,000</u>	<u>2,050,000,000</u>

9.1 ISSUED, SUBSCRIBED AND PAID UP

189754952 (previous year 189754952) equity shares of ` 10/- each fully paid up*	1,897,549,520	1,897,549,520
Total	1,897,549,520	1,897,549,520

VALUE RESEARCH PREMIUM

NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2020

9.2 Reconciliation of the shares / warrants outstanding

i. Equity shares

Particular	As at 31st March, 2020		As at 31st March, 2019	
	Number of Share	Amount in `	Number of Share	Amount in `
At the beginning of the period	189754952	1,897,549,520	189754952	1,897,549,520
Add: allotment during the year	0	0	0	0
Bonus Share Issued during the period	0	0	0	0
Outstanding at the end of the period	189754952	1,897,549,520	189754952	1897549520

9.3 Terms/Rights attached to equity shares

i) The Company has only one class of share capital, i.e. equity shares having face value of Re.10/- per share. Each holder of equity share is entitled to one vote per share, The equity shareholders are entitled to receive dividends as and when declared.

ii) In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the Company, after distribution of all preferential amounts. The distribution will be in proportion to the no. of equity shares held by the shareholder.

9.4 Shareholders holding more than 5% of equity shares as at the end of the year:

Name of the shareholders	As at 31-03-2020		As at 31-03-2019	
	Number of shares	Shareholding %	Number of shares	Shareholding %
Sumpoorna Portfolio Limited	11990642	6.32%	11990642	6.32%
Zuber Trading LLP	11700921	6.17%	11700921	6.17%

10 OTHER EQUITY

Particular	As at 31st March, 2020	As at 31st March, 2019
A. Security Premium Account		
- Balance at beginning of the year	11,801,154	11,801,154
Add:- Additions during the Year	0	0
Less: Capitalisation for issue of Bonus Shares	0	0
Balance at the end of the year	11,801,154	11,801,154
B. Statement of Profit & Loss A/c		
Balance brought forward from previous year	(35,641,751)	13,893,900
Add: Profit for the current year	(1,390,711)	(49,535,651)
Closing Balance	(37,032,462)	(35,641,751)
Total Reserves and Surplus (A+B+C)	(25,231,308)	(23,840,597)

11 OTHER FINANCIAL LIABILITIES

Particular	As at 31st March, 2020	As at 31st March, 2019
Inter Corporate Deposits	134,250,000	134,250,000
Total	134,250,000	134,250,000

VALUE RESEARCH PREMIUM

NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2020

12 DEFERRED TAX LIABILITIES (NET)

Particular	As at 31st March, 2020	As at 31st March, 2019
Deferred Tax Liabilities		
On account of difference in depreciation on Fixed Assets	724,781	724,781
Less : Deferred Tax Assets	0	0
Balance C/F	724,781	724,781

13 BORROWINGS

Particular	As at 31st March, 2020	As at 31st March, 2019
(A) Secured Loans		
(i) Loan Repayable on demand		
Working Capital Loan- From Banks	0	0
(B) Unsecured Loans		
Loans & Advances (personal Guarantee of Directors)	1,370,904	1,370,904
Inter Corporate Deposits	520,000	520,000
Total	1,890,904	1,890,904

14 TRADE PAYABLE

Particular	As at 31st March, 2020	As at 31st March, 2019
Trades payable for Goods and Services	109,516,416	108,388,375
Total	109,516,416	108,388,375

15 OTHER CURRENT LIABILITIES

Particular	As at 31st March, 2020	As at 31st March, 2019
Other Payable		
Outstanding Expenses / Other payables	1,029,748	1,016,473
Total	1,029,748	1,016,473

16 PROVISIONS

Particular	As at 31st March, 2020	As at 31st March, 2019
Provision for Expenses	7,600,000	7,600,000
Provision for Taxation	909,778	909,778

(Amount in `)

VALUE RESEARCH PREMIUM

NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2020

Total	8,509,778	8,509,778
17 REVENUE FROM OPERATION		(Amount in `)
Particular	Year Ended 31st March, 2020	Year Ended 31st March, 2019
Sales	0	2,946,470
Total	0	2,946,470
18 OTHER INCOME		(Amount in `)
Particular	Year Ended 31st March, 2020	Year Ended 31st March, 2019
Other Income	220,000	141,500
Total	220,000	141,500
19 COST OF SALES		(Amount in `)
Particular	Year Ended 31st March, 2020	Year Ended 31st March, 2019
Cost of Sales		
Inventory at the beginning of the year	0	0
Add: Net Purchases	0	2,687,450
	0	2,687,450
Less : Inventory at the end of the year	0	0
Total	0	2,687,450
20 EMPLOYEE BENEFIT EXPENSES		(Amount in `)
Particular	Year Ended 31st March, 2020	Year Ended 31st March, 2019
Staff Salary	302,000	500,033
Total	302,000	500,033
21 FINANCIAL COST		(Amount in `)
Particular	Year Ended 31st March, 2020	Year Ended 31st March, 2019
Bank & Other Financial Charges	0	3,248
Total	0	3,248
22 DEPRECIATION AND AMORTIZATION EXPENSES		(Amount in `)
Particular	Year Ended 31st March, 2020	Year Ended 31st March, 2019
Depreciation	17,240	30,852

VALUE RESEARCH PREMIUM

NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2020

Total	17,240	30,852
--------------	---------------	---------------

23 OTHER EXPENSES

Particular	(Amount in `)	
	Year Ended 31st March, 2020	Year Ended 31st March, 2019
Consultancy / Legal & Professional Charges	7,200	90,205
Conveyance & Travelling Expenses	5,130	19,232
Office Expenses	268,900	371,216
Printing & Stationery	3,050	6,095
Registration / Filling & Listing Fees	699,041	735,692
Rent Rates & Taxes	270,000	252,000
Telephone Expenses	7,510	13,420
Auditors Remuneration	25,000	25,000
Web Designing Charges	0	3,900
Advertisement Expenses/ Sales Promotion	5,640	5,750
Total	1,291,471	1,522,510

24 Earning Per Shares

Particular	(Amount in `)	
	Year Ended 31st March, 2020	Year Ended 31st March, 2019
Net Profit After taxation	(1,390,711)	(49,535,651)
Weighted Average number of Equity Shares	189,754,952	189,754,952
Add: Dilutive Potential Equity Shares	0	0
Number of Equity Shares for Dilutive EPS	189,754,952	189,754,952
Nominal Value of Shares	10	10
Basic Earning Per Share	(0.007)	(0.261)
Diluted Earning Per Share	(0.007)	(0.261)

25 Contingent Liabilities & Comments

"Claims against the Company not acknowledged as debts for the year ended March 31, 2020 included demand from the Indian income tax authorities for payment of tax Rs. 253.79 Lacs. Demands included addition u/s 143(3) of the Income tax Act, 1961 The matter is pending before Commissioner of Income Tax – Appeals. The company is contesting the demand and the Management including its tax advisors believes that its position will likely be upheld in the appellate process. The management believes that the ultimate outcome of these proceedings will not have any adverse effect on the Company's financial position and results of operations."

26 Employment Benefits

The undiscounted amount of short term employee benefits expected to be paid in exchange for the services rendered by employees are recognised as an expenses during the period when the employees render the services.

Provision for Gratuity, Leave Encashment and bonus has not been made as none of the employee have completed the minimum qualified period of services.

27 Managerial Remuneration:

Particular	(Amount in `)	
	Year Ended 31st March, 2020	Year Ended 31st March, 2019
Directors' Remuneration	0	0
	0	0

VALUE RESEARCH PREMIUM

NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2020

28 Auditors Remuneration

Particular	(Amount in `)	
	Year Ended 31st March, 2020	Year Ended 31st March, 2019
Audit Fees & Other Metters	25,000	25,000
	25,000	25,000

29 Segment Reporting

The Company has only one segment of activity of business of Trading of Textile Products, during the year, hence segment wise reporting as defined in accounting standard 17 is not applicable.

30 Related Party Transaction

Key Managerial Person

- a. Hirji Kanji Patel (Director)
- b. Rakesh Ganesh Naik (Director)
- c. Reshma Rajesh Malagavakar (Director)
- d. Akshay Vijay Nawale (Director)
- e. Prasantbhai Sureshbhai Mishra (Director)
- f. Vidya Babu Rai (Appointed on 10/12/2018)

Opening Bal	Dr.	Cr.	Closing Bal
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-

- 31 Balances in the accounts of debtors, creditors and con-tracts and contractors, certain Bank Accounts are taken subject to confirmation and reconciliation and only upon such confirmation and reconciliation, the entries for discounts, claims and writing off sundry balances etc. will be recorded in the books.
- 32 In the absence of detailed information from Small Scale and Ancillary Undertaking, included under the head Sundry Creditors dues there from are not ascertained as on the date of Balance Sheet.
- 33 The previous year figures have been regrouped, rearranged wherever necessary.

As per our report of even date attached

For MOHANDAS & CO.
Chartered Accountants
FRN No: 106529W

SD/-

CA. Belle Mohandas Shetty
(Proprietor)
Membership No. 031256
UDIN: 20031256AAAHT9363

Place : Mumbai
Date : 20/07/2020

For and on Behalf of the Board of Directors of
ALLIED COMPUTERS INTERNATIONAL (ASIA) LIMITED

SD/-

Vidya Babu Rai
Director
DIN NO. 07984997

SD/-

Akshay Vijay Nawale
Director
DIN No. 07597069