

ACCOUNTING POLICIES FORMING PART OF THE ACCOUNTS**A) Corporate Information :**

Super Fine Knitters Ltd having its registered office at Ludhiana is a textile unit engaged in the business of manufacturing knitted apparels/fabrics for itself as well as for national and international brands and is a well-known supplier of knitted fabrics for large companies in India involved in manufacturing and exporting knitted apparels.

B) Basis of Preparation:

These Financial Statements have been prepared in accordance with the Accounting Standard notified under section 133 of the Companies Act and in accordance with the accounting principles generally accepted in India. The contents of the said financial statements are in accordance with the requirement Rule 10 of the Companies (Accounts) Rules, 2014. The accounting policies as set out in the annual financial statements have been consistently applied, by the Company, to all the periods presented.

C) Significant Accounting Policies:i) Fixed Assets

Fixed Assets are stated at cost of acquisition and subsequent improvement thereto including taxes, duties, freight and other incidental expenses related to acquisition and installation. Appreciation for acquisition of fixed assets, if any is added to the respective asset.

ii) Depreciation

Depreciation is provided on Straight –Line Method at the rate and in the manner prescribed in schedule II of the Companies Act, 2013.

iii) Inventories

The method of determining inventories is on FIFO basis. The basis of determining cost for various categories of inventories is as follows:

- | | |
|---------------------|--|
| 1) Raw Material | At Cost |
| 2) Finished Goods | At cost or Net realizable value whichever is lower |
| 3) Work in Progress | At cost or Net realizable value whichever is lower |
| 4) Store & Spares | At Cost |

iv) Revenue Recognition

- a) Sale of Goods on Mercantile Basis.
- b) Job Work/ Labour Earned is charged only when the finished goods are dispatched to the customers.
- c) Foreign Currency fluctuations are recognized to revenue at the time of actual realization subject to AS -11
- d) VAT/GST refunds/ Liabilities are accounted for on the basis of VAT/GST returns filed by the company. Additional liability/Refund if any arises at time of assessment or filing the claim with respective Departments.

v) Retirement Benefits

Retirement benefits in the form of Provident Fund, Family Pension Scheme and Contribution to ESIC are accounted for on accrual basis and charged to Profit & Loss Account and Provision for Gratuity is not provided in the books as required by AS- 15.

vi) Foreign Exchange Transactions

The export sales transactions are accounted for at the rates prevailing at the time of execution of documents with the bank and Import of stores & spares and capital goods are accounted for on the basis of actual payments made by bank. Foreign currency liabilities are being accounted for on the basis of the date of transactions.

vii) Insurance claims are being accounted for on receipt basis.

Notes to Accounts

2	Particulars	As at 31.03.2020		As at 31.03.2019	
		Number	Amount	Number	Amount
	Authorised				
	Equity Shares of Rs. 10/- each	13,000,000.00	130,000,000.00	13,000,000.00	130,000,000.00
	Total	13,000,000.00	130,000,000.00	13,000,000.00	130,000,000.00
	Issued				
	Equity Shares of Rs.10/-each	12,393,070.00	123,930,700.00	12,393,070.00	123,930,700.00
	Total	12,393,070.00	123,930,700.00	12,393,070.00	123,930,700.00
	Subscribed and Fully Paid up				
	Opening -				
	Equity Shares of Rs.10/-each	12,393,070.00	123,930,700.00	12,393,070.00	123,930,700.00
	Additions	-	-	-	-
	Deductions	-	-	-	-
	Total	12,393,070.00	123,930,700.00	12,393,070.00	123,930,700.00

- 2.1 The Company has only one class of equity shares having a par value of Rs.10 per share. Each Shareholder is entitled to one vote per share
The Company declares and pays dividend in Indian Rupees. In the event of liquidation of the Company, the holders of equity shares will be entitled to receive any of the remaining assets of the company, after distributions of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

2.2 The Following hold more than 5% shares:

Particulars	As at 31.03.2020		As at 31.03.2019	
	No. of shares held	% of Holding	No. of shares held	% of Holding
Equity Shares				
Sh. Ajit Lakra	1951898	15.75	1951898	15.75
Ajit Lakra & Sons (HUF)	2981370	24.06	2981370	24.06
Sh. Vivek Lakra	1226900	9.90	1226900	9.90
Dr. Yashpal Lakra	955570	7.71	955570	7.71
Guiness Securities Ltd	110000	0.89	110000	0.89
Way Vinimay Pvt Ltd	770000	6.21	770000	6.21
Geeta Lakra	664470	5.36	664470	5.36
Total	8660208.00	69.88	8660208.00	69.88

3 Reserve & Surplus

Particulars	As at 31.03.2020	As at 31.03.2019
Capital Reserve		
Opening Balance	2,687,000.00	2,687,000.00
Closing Balance	2,687,000.00	2,687,000.00
Investment Allowance Reserve		
Opening Balance	296,267.00	296,267.00
Closing Balance	296,267.00	296,267.00
Securities Premium		
Opening Balance	18,797,500.00	18,797,500.00
Addition	-	-
Closing Balance	18,797,500.00	18,797,500.00

Surplus in Statement of Profit & Loss		
Opening Balance	104,389,720.86	93,416,622.37
Add: Net Profit / (Net Loss) For the Current Year	(1,167,784.97)	10,937,939.83
Previous Years Tax Adjustments		35,155.46
Less: Effect of Depreciation as per co. act 2013		(3.20)
Amount Available for Appropriation	103,221,935.89	104,389,720.86
Closing Balance	103,221,935.89	104,389,720.86
Total	125,002,702.89	126,170,487.86

4 Long Term Borrowings

Particulars	As at 31.03.2020		As at 31.03.2019	
	Secured	Unsecured	Secured	Unsecured
Term Loans - From Banks	36,708,140.79	-	51,533,479.12	-
Term Loans - From Others	-	-	-	-
From Directors	-	36,959,683.30	-	25,084,810.83
From Others	-	7,765,420.00	-	7,462,298.00
Total	36,708,140.79	44,725,103.30	51,533,479.12	32,547,108.83
Grand Total		81,433,244.09		84,080,587.95

4.1 Secured:-

Particulars	As at 31.03.2020	As at 31.03.2019
Term Loans from Banks		
HDFC Bank Ltd		
T/L - 82254624 **		
Balance Outstanding	181,460.77	286,346.31
Current Maturity	114,837.39	104,968.81
Non - Current Amount	66,623.38	181,377.50
T/L - 82106871 **		
Balance Outstanding	1,088,764.60	1,718,077.88
Current Maturity	689,024.32	629,812.84
Non - Current Amount	399,740.28	1,088,265.04
T/L - 83126551 **		
Balance Outstanding	18,033,711.42	15,677,057.11
Current Maturity	2,740,576.41	1,952,047.41
Non - Current Amount	15,293,135.01	13,725,009.70
T/L - 82254620 **		
Balance Outstanding	2,829,581.74	4,467,064.29
Current Maturity	1,791,978.81	1,637,482.55
Non - Current Amount	1,037,602.93	2,829,581.74
T/L - 82254675 **		
Balance Outstanding	2,068,699.06	3,264,378.86
Current Maturity	1,309,129.35	1,196,628.98
Non - Current Amount	759,569.71	2,067,749.88

T/L - 82565002 **		
Balance Outstanding	2,802,520.04	3,898,955.31
Current Maturity	1,201,009.97	1,095,782.34
Non - Current Amount	1,601,510.07	2,803,172.97
T/L - 83880817 **		
Balance Outstanding	417,260.00	
Current Maturity	417,260.00	
Non - Current Amount	-	
T/L - 82721832 **		
Balance Outstanding	20,761,026.29	27,902,557.94
Current Maturity	7,730,632.21	7,261,382.78
Non - Current Amount	13,030,394.08	20,641,175.16
T/L - 82880432 **		
Balance Outstanding	6,097,905.99	7,990,280.59
Current Maturity	2,439,162.40	1,894,774.02
Non - Current Amount	3,658,743.59	6,095,506.57

** (Secured Against Hypothecation of Plant & machinery , Building and personal Guarantee of Directors)

4.2 Vehicle Purchased Under Hire Purchase

Particulars	As at 31.03.2020	As at 31.03.2019
HDFC Bank Ltd. - Innova		
Balance Outstanding	916,287.42	1,407,071.89
Current Maturity	534,180.83	490,784.47
Non - Current Amount	382,106.59	916,287.42
HDFC Bank Ltd. - Brezza		
Balance Outstanding	480,565.40	804,692.53
Current Maturity	354,918.40	324,127.13
Non - Current Amount	125,647.00	480,565.40
HDFC Bank Ltd. - Truck		
Balance Outstanding	704,138.74	1,024,686.12
Current Maturity	351,070.59	319,898.38
Non - Current Amount	353,068.15	704,787.74

4.3 Unsecured:-

Particulars	As at 31.03.2020	As at 31.03.2019
Loans From Directors and their Relatives		
Balance Outstanding	36,959,683.30	25,084,810.83
Current Maturity		
Non - Current Amount	36,959,683.30	25,084,810.83
Others		
Balance Outstanding	7,765,420.00	7,462,298.00
Current Maturity		
Non - Current Amount	7,765,420.00	7,462,298.00

5 Deferred Tax Liabilities (Net)

Particulars	As at 31.03.2020	As at 31.03.2019
Deferred Tax Liabilities , on account of:		
- Depreciation and amortisation	27,371,010.00	15,149,706.00
Total	27,371,010.00	15,149,706.00

6 Short Term Borrowings

Particulars	As at 31.03.2020	As at 31.03.2019
Working Capital Facility from Banks		
- HDFC BANK LTD.-CC	42,233,675.61	28,654,558.74
- HDFC BANK LTD.-WCDL A/C	165,000,000.00	165,000,000.00
- HDFC Bill Discounted	18,670,858.09	9,892,495.62
State Bank Of India C/A 10072871549, MUMBAI	212,524.78	-
- HDFC Credit Card	1,104,224.59	-
Total	227,221,283.07	203,547,054.36

Note: Secured Against Hypothecation of Current Assets inclusive of stocks , Book Debts & other immovable assets of the Company i.e Plot No.269 ,279 , Industrial Area A, B-XXII 2475/853 (P) , Near RK Road , Ludhiana & Plot No. C-5 , Focal Point , Dhandari Kalan , Phase V, Near GT Road , Ludhiana and personal guarantee of the Directors.

7 Trade Payables

Particulars	As at 31.03.2020	As at 31.03.2019
(a) Capital Goods	395,237.00	1,234,998.00
(b) Others	68,009,390.50	67,578,066.89
Total	68,404,627.50	68,813,064.89

8 Other Current Liabilities

Particulars	As at 31.03.2020	As at 31.03.2019
(a) Current maturities of Long Term Debt	19,673,780.68	16,907,689.71
(b) Cheques Issued but passed later on	31,682,995.26	52,369,963.72
(c) Advance From Customers	8,683,211.70	2,840,736.99
(d)Commission payableTo Agent	-	-
(e) Other Payables		
- Security Deposit (Received)	32,685.75	32,685.75
- Statutory Dues		
TDS Payable	375,575.00	324,893.00
- Interest Payable		324,886.00
- Employees benefits Payable	11,765,342.06	16,964,023.40
- Electricity Expenses Payable	797,890.00	699,190.00
- Advance against Car sale	440,000.00	250,000.00
- Audit Fees Payable	175,000.00	175,000.00
- Professional Fees Payable	22,400.00	-
- Telephone Expenses Payable	5,098.00	5,123.00

- DN sood HUF	78,750.00	-
- Vig India	76,470.00	
- Other expenses Payable	92,155.00	726,384.00
Total	73,901,353.45	91,620,575.57

9 Short- Term Provisions

Particulars	As at 31.03.2020	As at 31.03.2019
Provision For Income Tax	1,996,144.00	2,968,150.00
Total	1,996,144.00	2,968,150.00





PROPERTY, PLANT AND EQUIPMENT

Note No : 10

Particulars	GROSS BLOCK				DEPRECIATION / AMORTIZATION					NET BLOCK	
	As at April 1,2019	Addition during the year	Ded/Adj during the year	As at March 31,2020	Upto March 31, 2019	For the year	Ded/Adj during the year	Effect on Deprn as per Co. Act,2013	Upto March 31, 2020	As at March 31,2020	As at March 31,2019
TANGIBLE ASSETS											
BUILDINGS	30122415.40	0.00	0.00	30122415.4	12053135.49	956543.00	0.00	0.00	13009678.49	17112736.91	18069279.91
PLANT AND MACHINERY	255592806.63	8268380.66	242076.00	263619111.29	122808908.11	12071758.00	11173.00	-0.25	134869492.86	128749618.43	132783898.52
FURNITURE AND FITTINGS	10051687.77	162724.37	0.00	10214412.14	6518645.18	637425.00	0.00	0.41	7156070.59	3058341.55	3533042.59
MOTOR VEHICLES	11684879.36	0.00	0.00	11684879.36	6388995.93	921094.00	0.00	0.92	7310090.85	4374788.51	5295883.43
OFFICE EQUIPMENT	10171966.63	221410.34	261000.00	10132376.97	7067338.18	746944.00	2885.00	-0.03	7811397.15	2320979.82	3104628.45
COMPUTERS AND DATA PROCESSING UNITS	6089152.62	0.00	0.00	6089152.62	5733388.20	221842.00	0.00	0.00	5955230.2	133922.42	355764.42
ELECTRICAL INSTALLATIONS AND EQUIPMENT	8302124.85	0.00	0.00	8302124.85	3752037.03	635134.00	0.00	0.00	4387171.03	3914953.82	4550087.82
LAND	44719416.00	0.00	0.00	44719416	0.00	0.00	0.00	0.00	0	44719416.00	44719416.00
Total :	376734449.26	8652515.37	503076	384883888.63	164322448.12	16190740	14058	1.05	180499131.17	204384757.46	212412001.14
Previous Year Total	345825588.78	33685849.48	2776989	376734449.26	148930567.4	15791515	399631	0.00	164322448.12	212412001.14	196895021.38

11 Inventories *

Particulars	As at 31.03.2020	As at 31.03.2019
Raw Material, Stock in process, Finished Goods	311,969,279.00	249,082,620.00
Others	2,305,712.00	4,724,795.00
Total	314,274,991.00	253,807,415.00

* As taken, valued and certified by management

12 Trade Receivables

Particulars	As at 31.03.2020	As at 31.03.2019
Trade Receivables	169,770,533.27	194,575,972.89
Total	169,770,533.27	194,575,972.89

13 Cash and Cash Equivalents

Particulars	As at 31.03.2020	As at 31.03.2019
a. Cash & Cash Equivalents		
Cash in hand	1,630,363.85	840,665.85
Cheques in Hand (Net)	31,869.14	31,869.14
Balance with banks in :		
- Current Accounts	3,414,448.19	1,257,304.64
b. Other Bank Balances		
- Margin Money With Banks	50,000.00	1,130,375.00
Total	5,126,681.18	3,260,214.63

14 Short Term Loans and Advances (Unsecured Considered Good)

Particulars	As at 31.03.2020	As at 31.03.2019
Vat Receivable (F.Y 2017-18)	887,855.89	887,855.89
Vat Receivable (F.Y 2016-17)	567,976.94	567,976.94
Vat Receivable (F.Y 2015-16)	2,887,869.30	2,887,869.30
Vat Receivable (F.Y 2014-15)	1,684,351.70	2,481,069.70
Staff Advance	23,000.00	354,384.00
Advance Entry Tax	-	4,603.38
Advances to Supplier	16,438,073.60	19,548,755.00
Prepaid Expenses	1,031,753.00	465,478.00
Water & Sewerage Charges	-	8,979.00
Duty Draw Back Receivable	1,236,990.00	1,268,935.00
ROSL Receivable	133,025.00	32,828.00
Total	24,890,895.43	28,508,734.21

15 Other Current Assets

Particulars	As at 31.03.2020	As at 31.03.2019
Advance Income Tax	1,195,000.00	4,384,234.54
Advance Income Tax (2017-18)	-	459,060.00
Advance Income Tax (2018-19)	-	35,155.46
GST	6,114,853.26	10,710,640.79
TDS AY 2019-20	-	723,336.64
TDS AY 2020-21	1,124,458.40	-
TCS AY 2019-20	-	31,616.00
Security Deposits	1,455,390.00	1,479,890.00
Total	9,889,701.66	17,823,933.43

16 Revenue From Operations

Particulars	31.03.2020	31.03.2019
Revenue From Sales		
-Cloth	441,825,770.66	492,736,866.89
-Garments (Export)	7,062,880.43	23,069,279.74
-Garments (Domestic)	395,723,049.85	354,069,251.74
-Yarn	2,889,673.90	12,031,842.20
-Labour Earned	69,789,023.40	38,786,870.55
-Other Sales	1,806,325.26	840,556.23
Total	919,096,723.50	921,534,667.35

17 Other Income

Particulars	31.03.2020	31.03.2019
Interest	80,476.86	176,580.20
Dividend	20,290.50	30,313.00
Duty Drawback	154,851.00	379,847.00
Rental Income	156,906.74	132,250.00
ROSL	100,197.00	286,009.00
Interest on Income tax Refund	303,245.00	-
Insurance claim	-	255,327.00
Miscellaneous Income	11,706.30	2,000.00
Total	827,673.40	1,262,326.20

18 Cost of Materials Consumed

Particulars	31.03.2020	31.03.2019
Opening Stock	25,697,850.00	27,850,500.00
Add: Purchases	573,800,974.85	586,176,518.43
	599,498,824.85	614,027,018.43
Less: Closing Stock	16,255,245.00	25,697,850.00
Total	583,243,579.85	588,329,168.43

19 Changes in Inventories of finished goods, work in progress and stock in trade

Particulars	31.03.2020	31.03.2019
Opening Stock		
- Stock in process	5,587,250.00	5,410,750.00
- Finished Goods	217,797,520.00	180,899,385.00
Closing Stock		
- Stock in process	4,773,863.00	5,587,250.00
- Finished Goods	290,940,171.00	217,797,520.00
	295,714,034.00	223,384,770.00
Net Decrease (Increase in Stock)	(72,329,264.00)	(37,074,635.00)

20 Other Manufacturing Expenses

Particulars	31.03.2020	31.03.2019
Consumable Stores	39,147,496.55	37,103,342.97
Dyeing Charges	52,037,774.86	54,533,017.78
Dyes and Chemicals	14,303,720.39	9,370,026.95
Freight and Cartage	3,917,714.86	3,099,598.84
Power & Fuel	18,379,676.78	19,688,691.63
Oil and Lubricants	11,002,311.89	10,885,133.48
Outside Labour	39,356,003.49	34,507,332.50
Wages	112,234,838.00	77,684,285.00
Packing Exp.	14,956,113.43	23,964,422.42
Total	305,335,650.25	270,835,851.57

21 Employee Benefits Expenses

Particulars	31.03.2020	31.03.2019
Salaries	10,695,785.00	10,410,490.00
Bonus	5,246,480.00	3,542,831.00
Diwali expenses	119,904.46	51,240.00
Labour Welfare Fund	234,695.00	164,720.00
ESI	2,221,230.00	2,078,070.00
EPF	4,570,408.00	1,458,662.00
Total	23,088,502.46	17,706,013.00

22 Finance Costs

Particulars	31.03.2020	31.03.2019
Bank and Processing Charges	385,184.63	418,312.80
Interest on		
- Bank interest on Cash Credit	18,205,948.00	17,661,142.16
- Bank interest on Term loan	5,667,591.24	5,568,855.74
- Interest on Bill Discounted	653,903.53	586,630.83
- Interest on LC	-	92,378.47
- Interest on loan to others	661,125.00	747,323.00
- Interest on Credit Card	93,829.59	95,239.70
- Interest to others	1,195,738.84	204,572.00
- Hire purchase charges	160,796.40	196,445.28
Total	27,024,117.23	25,570,899.98

23 Other Expenses

Particulars	31.03.2020	31.03.2019
Administrative Expenses	14,744,530.70	17,908,183.61
Selling Expenses	1,996,760.19	1,912,102.33
Repair and Maintenance	6,089,048.05	7,400,160.24
Total	22,830,338.94	27,220,446.18

23.1 Administrative Expenses

Particulars	31.03.2020	31.03.2019
AMC Charges	50,508.47	112,317.02
Admn Charges	267,810.00	-
Attendance Machine Rental Exp	63,336.00	-
Auditor's Fees	175,000.00	175,000.00
Computer Expenses	900.00	124,571.13
Director Salary	4,080,000.00	4,080,000.00
Donation	55,500.00	39,500.00
Electricity Expenses	186,640.00	162,773.00
Exchange Fluctuation	207,907.93	461,618.55
Fees and Taxes	552,099.00	536,363.92
Finance Charges	-	450,809.79
Fine & Penalties	289,911.00	319,111.00
Insurance	1,026,551.78	990,141.90
Interest on TDS	4,138.00	11,966.00
Lab & Testing Fees	146,547.50	218,222.25
Listing Charges	25,000.00	103,000.00
Loss on Sale of Car	-	246,035.00
Loss on Sale of Machinery	85,070.92	284,323.00
Loss on Sale of Investments	-	12,239.28
Medical Expenses	3,874.04	-
Membership Fee	13,500.00	25,305.08
Misc. Exp.	150,407.87	226,795.56
Newspaper and Periodicals	250.00	3,131.00
Postage and Telegram	503,539.50	491,522.00
Printing and Stationery	357,841.21	690,735.28
Professional Charges	1,071,337.00	905,846.29
Rebate & discount	3,989,449.63	4,531,051.58
Rent	840,000.00	963,000.00
Round Off	587.38	-
Security Charges	290,199.70	1,286,619.01
Staff Welfare Expenses	8,383.20	202,720.94
Telephone Expenses	197,045.57	242,205.03
Training Expenses	101,195.00	11,260.00
Total	14,744,530.70	17,908,183.61

23.2 Selling Expenses

Particulars	31.03.2020	31.03.2019
Advertisement	35,404.00	19,588.00
Business Promotion	4,193.00	260,876.10
Entertainment Expenses	5,936.00	19,011.00
Clearing and Forwarding	117,282.29	366,161.39
Commission and Brokerage	36,000.00	885,468.00
Cash Discount	1,234,848.55	-
Goods Lost in Transit	-	32,155.00
Sales Promotion	1,697.00	6,320.00
Travelling and Conveyance		
-Director's Travelling	560,599.35	304,117.84
- Others	800.00	18,405.00
Total	1,996,760.19	1,912,102.33

23.3 Repair and Maintenance

Particulars	31.03.2020	31.03.2019
Building Repair and Maintenance	492,608.80	580,934.10
Machinery Repair and Maintenance	4,158,322.79	4,267,585.46
General Repair & Maintenance	708,833.90	1,703,121.89
Vehicle Repair and Maintenance	729,282.56	848,518.79
Total	6,089,048.05	7,400,160.24



Other Notes

- a) In the opinion of the Board of Directors, Current Assets Loans & Advances have the value at which these are stated in the Balance Sheet, if realized in the ordinary course of business.
- b) Debit and Credit Balances are subject to confirmation & reconciliation, if any.
- c) The provision of the Income Tax has been made as per the Income Tax Act 1961.
- d) The Company has not received information from suppliers regarding their status under the Micro, Small and Medium Enterprises Development Act, 2006 and hence disclosure relating to amounts unpaid as at the yearend together with interest paid/payable under this Act has not been given.
- e) Consequent to the issuance of AS-22 "Accounting for Taxes on Income" by the Institute of Chartered Accountants of India, the Company has recognized Deferred tax, Subject to the Consideration of prudence, on timing differences, being the difference between taxable incomes and accounting income that originate in one period and are capable of reversal in one or more subsequent periods.

Deferred Tax Liability:-

Deferred Tax Liability as on 31.03.2019	Rs. 15,149,706.00
Addition of D.T.A. due to timing difference of Deprecation	Rs. 12,221,304.00
Deferred Tax Liability as on 31.03.2020	Rs. 27,371,010.00

- f) Contingent Liability not provided for

S. No.	Particulars	2019-20 (Rs. In Lacs)	2018-19 (Rs. In Lacs)
i)	Inland Bill discounted	NIL	NIL
ii)	ILC for purchase	NIL	NIL
iii)	FLC for Import	NIL	NIL

- g) Directors' salary represents only the basic salary and no perks have been paid.
- h) The payment made to Directors is as under:-

Nature of Payment	Name of Director	Amount (in Rs.) 2019-20	Amount (in Rs.) 2018-19
Salary	Mr. Ajit Lakra	1500000.00	1500000.00
Salary	Mrs. Gita Lakra	1200000.00	1200000.00
Salary	Mr. Vivek Lakra	1380000.00	1380000.00

- i) The Earning per Share (EPS) in accordance with Accounting Standards (AS)-20 on Earning per share issued by The Institute of Chartered Accountants of India is as under:-

Particulars	For the Year Ended 31.03.2020	For the Year Ended 31.03.2019
Earning		
-Profit available to equity share holders	Rs. (11.68 lacs)	Rs. 109.38 lacs
Shares		
-Weighted average Number of Equity Share- Basic	12393070	12393070
-Weighted average Number of Equity Share-Diluted	12393070	12393070
Earning per Share – Basic	-0.09	Rs. 0.88
Earning per Share- Diluted	-0.09	Rs. 0.88
Nominal Value of Share	10/-	10/-

- j) In Compliance to the provisions of Accounting Standard 11 (AS-11) Rs 207,907.93 has been debited in foreign Currency Fluctuation and Balances of Respective Parties are restated.
- k) The provision for Bonus amounting to Rs. 5,246,480.00 has been recognized on mercantile basis for the years ending 2020.
- l) Figures of the previous year have been reworked, regrouped, rearranged and reclassified wherever necessary, to make them comparable with the current year figure.
- m) As the Company operates only in one segment i.e. Knitted Cloth and Garment, as primary business segment, the disclosure requirement of Accounting Standard (AS-17) on "Segment Reporting" issued by The Institute of Chartered Accountants of India are not Applicable
- n) Related Party Disclosure (AS-18)

- a. Related parties where control exists or with whom transactions have taken place during the year, as informed by the Managing Director of the Company.

KEY MANAGERIAL PERSONNEL REPRESENTED ON THE BOARD

○ Mr. Ajit Lakra	Managing Director
○ Mrs. Gita Lakra	Director
○ Mr. Vivek Lakra	Director
Others	
Ajit Lakra (HUF)	Mr. Ajit Lakra , Karta
Vivek Lakra (HUF)	Mr. Vivek Lakra, Karta

- b. The following is a summary of significant related party transactions.

Sr. No.	Name of Company/Firm/ Individual	Nature of Transaction	31.03.2020 (Rs. In Lacs)	31.03.2019 (Rs. In Lacs)
1.	Mr. Ajit Lakra	Loan Received	83.90	52.87
		Loan Repaid	32.58	58.19
		Salary Paid	15.00	15.00
2.	Mrs. Gita Lakra	Loan Received	17.35	37.29
		Loan Repaid	5.71	-
		Salary paid	12.00	12.00
3.	Mr.Vivek Lakra	Loan Received	187.55	192.32
		Loan Repaid	131.76	66.64
		Salary Paid	13.80	13.80
4.	Ajit Lakra (HUF)	Loan Received	6.61	39.70
		Loan Repaid	3.58	43.17
		Interest Paid	-	6.10
5.	Mr.Vivek Lakra (HUF)	Loan Received	-	12.50
		Loan Repaid	-	74.75
		Interest Paid	-	1.37
6.	Ruhaan Lakra	Loan Received	-	-
		Loan Repaid	-	2.15
		Interest Paid	-	-
7.	Tasvi Lakra	Loan Received	-	-
		Loan Repaid	-	1.85
		Interest Paid	-	-

- c. Amount due To Related Parties

Sr. No.	Particulars	As On 31.03.2020 (Rs. In Lacs)	As On 31.03.2019 (Rs. In Lacs)
1	Due to Related Parties (included in Current Liabilities & Unsecured Loans)		
2	-Mr. Ajit Lakra	97.53	46.22
3	-Mrs. Gita Lakra	90.31	78.67
4	-Ajit Lakra HUF	77.65	74.62
5	-Mr.Vivek Lakra	181.74	125.95

o) Leases (AS-19)

Sr. No.	Particulars	31.03.2020	31.03.2019
a.	The Total of future minimum lease payments under non- cancelable operating leases for each of the following periods; 1. Not later than one year: 2. Later than one year and not later than five year. 3. Later than five year:	Rs. Nil/- Rs Nil/- Rs Nil/-	Rs. Nil/- Rs Nil/- Rs Nil/-
b.	The total of future minimum sub-leases payment expected to be received under non-cancelable sub-leases at the balance sheet	-	-
c.	Lease payments recognized in the statement of profit and loss for the minimum lease payments	-	-
d.	Sub-lease payments received (or receivable) recognized in the statement of profit and loss for the period	Rs. 1,56,906/-	Rs. 1,32,250/-
e.	A general description of the lessee's significant leasing arrangements including the following: The existence and terms of renewal or purchase options and escalations clauses: and restrictions imposed by lease arrangements, such as those concerning dividends, additional debt and further leasing	The lease agreement renewable every year or every three years subject to escalation of 15% respectively	The lease agreement renewable every year or every three years subject to escalation of 15% respectively

As per our report of even date

FOR MEHTA SHARMA & ASSOCIATES

Firm Reg. No.018946N

Chartered Accountants



For and on Behalf of Board

(Mohit Sharma)

Partner

M.No. 501072

(Ajit Kumar Lakra)

Managing Director

DIN 01067195

(Vivek Lakra)

Whole Time Director

DIN 01067219

Date: 31st July, 2020

Place: Ludhiana

(Davinder Pal Singh)

Chief Financial

Officer

(Samridhi Seth)

Company Secretary