

V CAN EXPORT PRIVATE LIMITED

AUDITED ACCOUNTS F.Y 2018-19

V CAN EXPORT PRIVATE LIMITED

5th Floor, Sunteck Centre, 37-40, Subhash Road, Vile Parle (East), Mumbai – 400057
CIN: U51909MH2003PTC139722 Tel: +22 4287 7800 Fax: + 22 4287 7890 Email Id: - cosec@niveditaindia.com

DIRECTORS' REPORT

To,
The Members,
V Can Export Private Limited

Your Directors have pleasure in presenting the Sixteenth Annual Report of the Company on the Business operations and state of affairs together with the Audited Financial Statements of the Company for the year ended on 31st March, 2019.

1. FINANCIAL HIGHLIGHTS

(In Lakh)

Sr.No.	Particulars	Current Year	Previous year
		ended	ended
		31 st March, 2019	31 st March, 2018
1.	Total Revenue (Net)	0.627	0.277
2.	Profit/(Loss) before Depreciation & Amortization Expenses, Finance Cost and Tax	(0.032)	0.107
3.	Less: Depreciation and Amortization Expenses	-	-
	Less: Finance Cost	-	-
4.	Profit/(Loss) before Tax	(0.032)	0.107
5.	Less: Provision for Tax		
	Current Tax	-	0.028
	Short taxation of earlier years	-	-
	Deferred tax	-	-
6.	Profit/(Loss) after Tax	(0.032)	0.080

2. STATE OF COMPANY'S AFFAIRS AND FUTURE OUTLOOK

- There were no material changes and commitments to report here that can be considered to affect the financial position of your Company during the Financial Year ended on 31st March, 2019.
- During the period under review, total income stood at Rs. 0.627 lakh as compared to 0.277 in previous Year. During the year under review, the Company earned a loss of Rs. 3,226/- against a profit of Rs. 7,969 in the previous year ended March 31, 2018.
- The Company is envisaging improvement in the market conditions in the near future and expecting positive results in the years to come.
- Your Directors are making efforts to source more business opportunities and the business is expected to increase in future.

3. DIVIDEND AND TRANSFER TO RESERVES

During the year under review, the Company has not earned any profits, thus the present financial position of the Company does not permit your Directors to recommend declaration of any dividend for the financial year 2018-19 at the ensuing Annual General Meeting. Your Directors regret and express their inability to recommend declaration of any dividend at the ensuing Annual General Meeting for financial year 2018-19.

4. TRANSFER TO RESERVES

In the absence of any profit earned by the Company during the year under consideration, no amount was transferred to General Reserve's account of the Company. The Statement of Profit and Loss of the Company for the financial year ended on 31st March, 2019 has reported a debit balance of Rs. 0.032/- lakhs.

5. CHANGES IN SHARE CAPITAL OF THE COMPANY

The Authorised and Paid-up Share Capital of the Company is Rs. 100,000/- (Rupees One Lakh only) divided into 10,000 (Ten Thousand) equity shares of Rs. 10/- (Rupees Ten only) each. There is no change in the shareholding of the Company during the year under review.

6. REPORT ON PERFORMANCE AND FINANCIAL POSITION OF SUBSIDIARIES, ASSOCIATES AND JOINT VENTURE COMPANIES

The Company does not have any Subsidiary, Joint venture or Associate Company. The detail of subsidiaries of the Company, in format AOC-1, for the financial year 2018-19 is not applicable.

7. DETAILS OF BOARD OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

In terms of section 152 (6) of the Companies Act 2013, Mrs. Lalitha Cheripalli (DIN: 07026989), Director of the Company who is liable to retire by rotation at the ensuing Annual General Meeting and being eligible offer herself for re-appointment.

8. DECLARATIONS BY INDEPENDENT DIRECTORS

The provision of Section 149 pertaining to the appointment of Independent Directors is not applicable to the Company.

9. BOARD MEETINGS

- a) The Board of Directors met 4 times during the financial year ended March 31, 2019 in accordance with the provisions of the Companies Act, 2013 and rules made thereunder. All the Directors actively participated in the meetings and contributed valuable inputs on the matters brought before the Board of Directors from time to time.

The Board met Four (04) times during the year on 18th May, 2018, 3rd August, 2018, 15th October, 2018 and 18th January, 2019 respectively.

- b) Composition of Directors /Attendance at Meeting/ Directorship:

Sr.No.	Name of the Director	Category of Directors
01.	Prakash Modi	Director
02.	Lalitha Cheripalli	Director

10. DIRECTOR'S RESPONSIBILITY STATEMENT

Your Directors, to the best of their knowledge and belief and according to the information and explanations obtained by them and as required under Section 134(3) (c) of the Companies Act, 2013 state that:

- a) in the preparation of the Annual Accounts for the year 2018-19, the applicable Accounting Standards have been followed along with proper explanation relating to material departures, if any;
- b) the Directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year under review and of the profit of the Company for that year;
- c) the Directors had taken proper and sufficient care for the 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 fraud and other irregularities;
- d) the Directors have prepared the Annual Accounts on a going concern basis; and
- e) the Directors have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems are adequate and operating effectively;

Pursuant to Section 134(3)(ca) of the Companies Act, 2013 ("Act"), Directors confirm that there are no frauds reported by auditors under sub section (12) of Section 143 of Companies Act, 2013.

11. MATERIAL CHANGES AND COMMITMENTS

No material changes and commitments affecting the financial position of the Company occurred between the end of the financial year to which this financial statement relates on the date of this report which would otherwise have impact on the financial position of the Company.

12. STATEMENT CONCERNING DEVELOPMENT AND IMPLEMENTATION OF RISK MANAGEMENT POLICY OF THE COMPANY

As the element of risk threatening the Company's existence is very minimal, the Company is not required to formulate any Risk Management Policy. However, the Board periodically reviews the risks and suggests steps to be taken to control and mitigate the same through a properly defined framework.

13. DETAILS OF POLICY DEVELOPED AND IMPLEMENTED BY THE COMPANY ON ITS CORPORATE SOCIAL RESPONSIBILITY INITIATIVES

As the Company is not having net worth of rupees five hundred Crores or more, or turnover of rupees one thousand Crores or more or a net profit of rupees five Crores or more during any financial year, the Company is not required to comply with the provisions of Section 135 of the Companies Act, 2013 with the regard to the formation of the CSR Committee and undertaking of Social Expenditure as required under the said Section.

14. PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS MADE UNDER SECTION 186 OF THE COMPANIES ACT, 2013

The Particulars of loans, guarantees or investments made by the Company under Section 186 of the Companies Act, 2013 can be referred from the notes to financial statement for the financial year 2018-2019 of the Company.

15. PARTICULARS OF CONTRACTS OR ARRANGEMENTS MADE WITH RELATED PARTIES

There are no transactions/contracts/arrangements of the nature as specified in Section 188(1) of the Companies Act, 2013 entered by the Company during the year under review with related party(s). Hence, section 188(1) is not applicable and consequently no particulars in form AOC-2 have been furnished.

16. EXPLANATION ON QUALIFICATIONS, RESERVATIONS OR ADVERSE REMARKS OR DISCLAIMERS MADE BY THE AUDITORS AND THE PRACTICING COMPANY SECRETARY IN THEIR REPORTS

There were no qualifications, reservations or adverse remarks made by the Auditors in their report. The provisions relating to submission of Secretarial Audit Report is not applicable to the Company.

17. COMPANY'S POLICY RELATING TO DIRECTORS APPOINTMENT, PAYMENT OF REMUNERATION AND DISCHARGE OF THEIR DUTIES

The Company is not covered under the provisions of section 178 of the Act.

18. EXTRACT OF ANNUAL RETURN

The extracts of Annual Return pursuant to the provisions of Section 92 read with Rule 12 of the Companies (Management and administration) Rules, 2014 and any amendment thereof is attached is attached to this Report as MGT-9 in Annexure I.

19. SUBSIDIARY STATUS

The Company is wholly owned subsidiary of Starteck Finance Limited (formerly known as Nivedita Mercantile & Financing Limited.)

20. STATUTORY AUDITORS

Pursuant to the provisions of Section 139 of the Companies Act, 2013 and the Companies (Audit and Auditors) Rules, 2014, M/s. DMKH & Co., Chartered Accountants, were appointed as Statutory Auditors of the Company, to hold office from the conclusion of Annual General Meeting (AGM) held on 29th September, 2015 till the conclusion of the Annual General Meeting to be held in 2020.

21. DISCLOSURE OF COMPOSITION OF AUDIT COMMITTEE AND PROVIDING VIGIL MECHANISM

The provisions of Section 177 of the Companies Act, 2013 read with Rule 6 and 7 of the Companies (Meetings of the Board and its Powers) Rules, 2013 are not applicable to the Company.

22. PUBLIC DEPOSITS

During the year under review, the Company has not accepted or renewed any deposits within the meaning of Section 73 and 76 of the Companies Act, 2013 read with Companies (Acceptance of Deposits) Rules, 2014.

23. PREVENTION OF SEXUAL HARASSMENT POLICY

As per requirements of Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013, the Company has already maintained internal policy to prevent women's harassment at work and covered all employees so they could directly make complaints to the management or Board of Directors, if such situation arises. The Management and Board of Directors together with confirm total number of complaints received and resolved during the year is as follows:

- a) No. of Complaints received : NIL
- b) No. of Complaints disposed : NIL

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

There was no significant or material order passed by any regulator or court or tribunal, which impacts the going concern status of the Company or will have bearing on company's operations in future.

25. CHANGE IN THE NATURE OF BUSINESS

There is no significant change in the nature of business of the Company. The Company has not diversified business to new activities.

26. DISCLOSURE UNDER SECRETARIAL STANDARDS:

The Company has made adequate Compliances with the applicable Secretarial Standards issued by the Institute of Company Secretaries of India and approved by Central Government under Section 118 (10) of the Companies Act, 2013.

27. INTERNAL FINANCIAL CONTROLS

- a) Your Directors hereby report that, your Company has maintained adequate internal controls commensurate with its size and its nature of the operation. There are suitable monitoring procedures in place to provide reasonable assurance for accuracy and timely reporting of the financial information and compliance with the statutory requirements. There are proper policies, guidelines and delegation of powers issued for the compliance of the same across the Company.
- b) For the purpose of ensuring accuracy in the preparation of the financials, your company has implemented various checks and balances like periodic reconciliation of major accounts, review of accounts, obtaining confirmation of various balances and proper approval mechanism.

Your Company has documented all major processes in the area of expenses, bank transactions, payments, statutory compliances and period end financial accounting process. Your Company is continuously putting its efforts to align the processes and controls with the best practices in the industry.

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

a. Conservation of Energy and Technology Absorption

Information in terms of requirements of Section 134(3)(m) of the Companies Act, 2013 read with Rule 8(3) of the Companies (Accounts) Rules, 2014 with respect to conservation of energy are not given as the same is not applicable to the Company. However, the Company always takes necessary measures to conserve the energy wherever possible.

The Company Management always searches for and takes into consideration new development in Market and the technology so as to absorb the new Technology in carrying out the business activities of the Company.

b. Foreign Exchange Earnings And Outgo

Foreign Exchange Earnings - NIL

Foreign Exchange Outgo - NIL

29. OTHER DISCLOSURES

Your Directors state that no disclosure or reporting is required in respect of the following items as there were no transactions on these items during the year under review:

1. Issue of equity shares with differential rights as to dividend, voting or otherwise.
2. Issue of shares (including sweat equity shares) to employees of the Company.

ACKNOWLEDGEMENTS

Your Directors would like to express their sincere appreciation and gratitude for the co-operation and assistance from its shareholders, regulatory bodies and other business constituents during the year under review.

Your Directors also wish to place on record their deep sense of appreciation for the contribution and commitment shown by the employees.

For and on behalf of the Board of Directors
V Can Export Private Limited



Prakash Modi
Director
DIN: 07026968



Lalitha Cheripalli
Director
DIN: 07026989

Place: Mumbai
Date: 28th May, 2019

**ANNEXURE I TO THE DIRECTORS REPORT
FORM MGT-9**

EXTRACT OF ANNUAL RETURN

As on the financial year ended on 31st March, 2019

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

I. REGISTRATION AND OTHER DETAILS:

CIN	U51909MH2003PTC139722
Registration Date	26.03.2003
Name of the Company	V Can Export Private Limited
Category/ Sub-Category of the Company	Company having Share Capital/Indian Non-Government Company
Address of the Registered Office and contact details	5 th Floor, Sunteck Centre, 37-40, Subhash Road, Vile Parle (East), Mumbai – 400057. Tel. No.: 22 4287 7800 Fax No.: 22 4287 890 Email Id: cosec@niveditaindia.com
Whether Listed Company	No
Name, address and contact details of Registrar and Transfer Agent, if any	N.A.

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

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

Sr. No.	Name and Description of Main Products/Services	NIC code of the Product/ Service	% to total turnover of the Company
-	-	-	-

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES

Sr. No.	Name and Address of the Company	CIN/ GLN	Holding/ Subsidiary/ Associate	% of Shares held	Applicable Section
1.	Starteck Finance Limited (formerly known as Nivedita Mercantile & Financing Limited)	L51900MH1985PLC037039	Holding Company	100	2(46)

IV. SHAREHOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity)

i) Category-wise Shareholding

Category of Shareholders	No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
A. Promoters									
Bodies Corporate	-	10000	10000	100	-	10000	10000	100	-
Total Shareholding of Promoters (A)	-	10000	10000	100	-	10000	10000	100	-
B. Public Shareholding	NIL								
C. Shares held by Custodian for GDRs & ADRs	NIL								
Grand Total (A+B+C)	-	10000	10000	100	-	10000	10000	100	-

(ii) Shareholding of Promoters

Shareholder's Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% change in share holding during the year
	No. of Shares	% of total Shares of the company	% of Shares Pledged/ encumbered to total shares	No. of Shares	% of total Shares of the company	% of Shares Pledged/ encumbered to total shares	
Starteck Finance Limited (formerly known as Nivedita Mercantile & Financing Limited)	10000	100	-	10000	100	-	-
Total	10000	100	-	10000	100	-	-

(iii) Change in Promoters' Shareholding

	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
	No. of shares	% of total shares of the company	No. of Shares	% of total shares of the Company
At the beginning of the year	10000	100	10000	100
Date wise Increase/ Decrease in Promoters Share holding during the year specifying the reasons for increase/decrease (e.g. allotment/transfer/bonus/sweat equity etc.):	No change during the year			
At the end of the year	10000	100	10000	100

(iv) Shareholding Pattern of Top Ten Shareholders (other than Directors, Promoters and Holders of GDRs and ADR): NOT APPLICABLE

(v) Shareholding of Directors and Key Managerial Personnel: NONE

V. INDEBTEDNESS

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

(In Lakh)

	Secured Loans excluding Deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year				
i) Principal Amount	-	-	-	-
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	-	-	-	-
Total (i+ii+iii)	-	-	-	-
Change in Indebtedness during the financial year				
Additions	-	-	-	-
Reduction	-	-	-	-
Net Change	-	-	-	-
Indebtedness at the end of the financial year				
i) Principal Amount	-	-	-	-
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	-	-	-	-
Total (i+ii+iii)	-	-	-	-

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL : NIL

VII. PENALTIES/ PUNISHMENT/COMPOUNDING OF OFFENCES:

Type	Section of the Companies Act	Brief Description	Details of Penalty/ Punishment/ Compounding fees imposed	Authority [RD/ NCLT/COURT]	Appeal made, if any (give details)
A. COMPANY					
Penalty			None		
Punishment					
Compounding					
B. DIRECTORS					
Penalty			None		
Punishment					
Compounding					
C. OTHER OFFICERS IN DEFAULT					
Penalty			None		
Punishment					
Compounding					

For and on behalf of the Board of Directors
V Can Export Private Limited

Place: Mumbai
Date: 28th May, 2019


Prakash Modi
Director
DIN: 07026968


Lalitha Cheripalli
Director
DIN: 07026989



INDEPENDENT AUDITORS' REPORT

To the Members of
V Can Exports Private Limited

Report on the Standalone Financial Statements

Opinion

We have audited the accompanying standalone financial statements of **V Can Exports Private Limited** ("the Company"), which comprise the Balance Sheet as at 31st March, 2019, the Statement of Profit and Loss, the Cash Flow Statement for the year then ended, and a summary of the significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone 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, of the state of affairs of the Company as at 31st March, 2019 and its loss and its cash flows for the year ended on that date.

Basis for Opinion

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

Management's Responsibility for the Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.



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 financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these standalone 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 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 financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. 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. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the 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 Company's Directors, as well as evaluating the overall presentation of the financial statements.

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

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the "Annexure A" 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 Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
- d) In our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- e) On the basis of the written representations received from the directors as on 31st March, 2019 taken on record by the Board of Directors, none of the directors is disqualified as on 31st 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 over financial reporting 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 does not have any pending litigations which would impact its financial position in the aforesaid financial statements.
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company

For DMKH & Co

Chartered Accountants

(Firm Registration No.116886W)

Manish Kankani

MANISH KANKANI

Partner

Membership No. 158020

Place: Mumbai

Date: 28TH May, 2019



ANNEXURE "A" TO INDEPENDENT AUDITORS' REPORT

ANNEXURE REFERRED TO IN PARAGRAPH 1 UNDER THE HEADING "REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS" OF OUR REPORT OF EVEN DATE TO THE MEMBERS OF THE V CAN EXPORTSPRIVATE LIMITED ON STANDALONE FINANCIAL STATEMENTS

On the basis of such checks as we considered appropriate and according to the information and explanations given to us during the course of our audit, we state that:

1. a) The Company does not hold any fixed asset during the year, thus this clause is not applicable.
2. According to the information and explanations given to us, Company does not have inventories during the year.
3. During the year, the Company has not granted any loans, secured or unsecured to companies, firms and other parties covered in the register maintained under section 189 of the Act.
4. 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 Act, with respect to the loans and investments made.
5. No deposits within the meaning of directives issued by RBI (Reserve Bank of India) and Sections 73 to 76 or any other relevant provisions of the Act and rules framed thereunder have been accepted by the Company.
6. The provisions of sec. 148(1) of the Companies Act, 2013 regarding maintenance of Cost records are not applicable to the Company.
7. a) The Company is regular in depositing undisputed statutory dues including Provident Fund, Employees' State Insurance, Income Tax, Goods & services Tax, Sales Tax, Wealth Tax, Service Tax, Customs Duty, Excise Duty, Cess and other material statutory dues applicable to the Company with the appropriate authorities. No undisputed amounts payable in respect of the aforesaid statutory dues were outstanding as at the last day of the financial year for a period of more than six months from the date they became payable.

b) According to the records of the Company, there are no dues of Income Tax, Goods & services Tax, Sales Tax, Service tax, Customs Duty, Wealth Tax, Excise Duty, Cess which have not been deposited on account of any dispute.



8. In our opinion and according to the information and explanations given to us, the Company has not defaulted in repayment of dues to banks. And did not have any amount outstanding to financial institutions or debenture holders.
9. The company has not raised any money by way of initial public offer or further public offer (including debt instruments) and based on the information and explanation given to us by the management, term loans were applied for the purpose for which the loans we obtained.
10. In our opinion and according to the information and explanations given to us, no fraud by the Company or on the Company by its officers or employees has been noticed or reported during the course of our audit.
11. According to the information and explanations given to us, the Company has not paid/provided for managerial remuneration in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Act
12. The provisions of Nidhi Company are not applicable to the Company. Therefore, Para 3 (xii) of the Companies (Auditor's Report) Order 2016 is not applicable to the Company.
13. The provision of section 177 and 188 of Act (to the extent applicable) in respect of transactions with the related parties have been complied by the Company and the details have been disclosed in the Financial Statements as required by the applicable accounting standards in Note 29 to the Financial Statements.
14. During the year, The Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures. Therefore, Para 3 (xiv) of the Companies (Auditor's Report) Order 2016 is not applicable to the Company.
15. According to the information and explanations given to us, during the year, the Company has not entered into any non-cash transactions with directors or persons connected with him under section 192 of the Act. Therefore, Para 3 (xv) of the Companies (Auditor's Report) Order 2016 is not applicable to the Company.



16. The Company has not required to be registered under section 45 IA of the Reserve Bank of India Act, 1934. Therefore, Para 3 (xvi) of the Companies (Auditor's Report) Order 2016 is not applicable to the Company.

For DMKH & Co

Chartered Accountants

(Firm Registration No.116886W)



MANISH KANKANI

Partner

Membership No. 158020

Place: Mumbai

Date: 28TH May, 2019

Annexure''B'' – to the Auditor's Report

ANNEXURE TO THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATE ON THE FINANCIAL STATEMENTS OF V CAN EXPORTS PRIVATE LIMITED

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

In conjunction with our audit of the financial statements of the Company for the year ended March 31st, 2019, we have audited the internal financial controls over financial reporting of **V CAN EXPORTS PRIVATE LIMITED** ("the Company") as of that date.

Management's Responsibility for Internal Financial Controls

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

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 deemed to be prescribed under section 143(10) of the Act 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 ICAI. 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 judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.



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

Meaning of Internal Financial Controls over Financial Reporting

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

Inherent Limitations of Internal Financial Controls over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management 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 31st, 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 DMKH & Co

Chartered Accountants

(Firm Registration No. 116886W)



MANISH KANKANI

Partner

Membership No. 158020

Place: Mumbai

Date: 28TH May, 2019

V CAN EXPORT PRIVATE LIMITED

BALANCE SHEET

	Notes	As at 31st March, 2019 Rs.	As at 31st March, 2018 Rs.
<u>EQUITY AND LIABILITIES</u>			
<u>SHAREHOLDERS' FUNDS</u>			
Share Capital	2	1,00,000	1,00,000
Reserves and Surplus	3	10,22,700	10,25,926
<u>CURRENT LIABILITIES</u>			
Trade Payables	4	13,500	23,300
TOTAL		11,36,200	11,49,226
<u>ASSETS</u>			
<u>NON-CURRENT ASSETS</u>			
Long Term Loans and Advances	5	65,853	65,853
<u>CURRENT ASSETS</u>			
Cash and Bank Balances	6	10,51,428	10,71,949
Other Current Asset	7	18,919	11,424
TOTAL		11,36,200	11,49,226

Significant Accounting Policies

1

The accompanying notes including other explanatory information form an integral part of financial statement

As per our annexed report of even date attached

For DMKH & Co

Chartered Accountants

(Firm Registration No. 116886W)


CA Manish Kankani

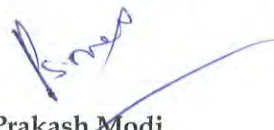
Partner

Membership No. 158020

Place : Mumbai

Date : 28th May, 2019

**For and on behalf of the Board of Directors
of V Can Export Private Limited**


Prakash Modi
Director
DIN: 07026968


Lalitha Cheripalli
Director
DIN: 07026989

V CAN EXPORT PRIVATE LIMITED

STATEMENT OF PROFIT AND LOSS

	Notes	Year ended 31st March, 2019 Rs.	Year ended 31st March, 2018 Rs.
<u>INCOME</u>			
Other income	8	62,735	27,666
Total Income (I)		62,735	27,666
<u>EXPENSES</u>			
Other expenses	9	65,961	16,930
Total Expenses (II)		65,961	16,930
Profit for the year before tax (I - II)		(3,226)	10,736
Tax Expenses :			
Current tax		-	2,767
Profit for the year		(3,226)	7,969
Earning per equity share of face value Rs. 10 each:	11		
Basic		(0.32)	0.80
Diluted		(0.32)	0.80

Significant Accounting Policies

1

The accompanying notes including other explanatory information form an integral part of financial statement

As per our annexed report of even date attached

For DMKH & Co

Chartered Accountants

(Firm Registration No. 116886W)

M Kankani



CA Manish Kankani

Partner

Membership No 158020

Place : Mumbai

Date : 28th May, 2019

**For and on behalf of the Board of Directors
of V Can Export Private Limited**

Prakash Modi

Prakash Modi

Director

DIN: 07026968

Lalitha Cheripalli

Lalitha Cheripalli

Director

DIN: 07026989

V CAN EXPORT PRIVATE LIMITED

CASH FLOW STATEMENT

Particulars	Year ended 31st March 2019		Year ended 31st March 2018	
	Rs		Rs	
Cash Flow from Operating Activities				
Profit Before Tax and Extraordinary items		(3,226)		10,736
Adjustment For				
Interest Income		62,735		27,666
Operating Profit before Working Capital Changes		(65,961)		(16,930)
Adjustment for:				
(Increase)/Decrease in Trade Receivables, Short Term Loans & Advances and in other current Assets	(7,495)		(11,424)	
Increase/(Decrease) in Trade Payable, Short Term provisions and other current liabilities	(9,800)	(17,295)	11,800	376
Cash Generated From Operations		(83,256)		(16,554)
Income Tax Paid		-		2,767
Net Cash inflow from Operating Activities (A)		(83,256)		(19,321)
Cash Flow from Investing Activities				
Interest on FDR		62,735		27,666
Net Cash inflow in Investing Activities (B)		62,735		27,666
Cash Flow from Financing Activities				
Loan Given/(Repayment of Borrowing)		-		9,78,188
Net Cash inflow / (used) in Financing Activities (C)		-		9,78,188
Net Increase in Cash and Cash Equivalents (A+B+C)		(20,521)		9,86,533
Cash and Cash Equivalents - Opening Balance		10,71,949		85,416
Cash and Cash Equivalents - Closing Balance		10,51,428		10,71,949

As per our Report of even date attached herewith
For DMKH & Co

Chartered Accountants
(Firm Registration No. 116886W)


CA Manish Kankani
Partner

Membership No 158020

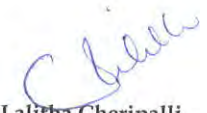
Place : Mumbai

Date : 28th May, 2019

For and on behalf of the Board of Directors
of V Can Export Private Limited


Prakash Modi
Director

DIN: 07026968


Lalitha Cheripalli
Director

DIN: 07026989

V CAN EXPORTS PRIVATE LIMITED

Note -1

Notes annexed to and forming part of accounts for the period ended 31st March, 2019

1. Significant Accounting Policies:

a) Method of Accounting:

The financial statements are prepared as a going concern under historical cost convention on accrual basis, except those with significant uncertainty, and in accordance with the mandatory accounting standards as specified under Section 133 of the Companies Act, 2013 and other provisions of Companies Act, 2013. Accounting policies not stated explicitly otherwise are consistent with generally accepted accounting principles.

b) Use of Estimates

The Preparation of financial statements in conformity with generally accepted accounting principles requires estimates and assumptions to be made that affect the reported amounts of assets and liabilities on the date of the financial statements and reported amounts of revenues and expenses during the reporting period. Differences between actual results and estimates are recognized in the period in which the results are known/ materialized.

c) Investments

Investments are stated at cost, and include all other expenses incurred on its acquisition and interest accrued thereon, if any.

d) Revenue Recognition

Company follows accrual system of accounting and takes into account expense and incomes as accrued.

Income from interest on loan and fixed deposit is recognized when it is reliably measured that it will flow to the company.

e) Taxation

Income-tax expenses comprises of Current Tax charge or credit. Provision for Current Tax is made on the assessable income at the tax rate applicable to the relevant assessment year.

f) Provision

A provision is recognized when an enterprise has a present obligation as a result of past event it is probable that an outflow of resources will be required to settle the obligation, in respect of which a reliable estimate can be made. Provisions are not discounted to its present value and are determined based on best estimate required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates.

2. Outstanding Balances of Debtors, Creditors, Loans and Advances & Other Parties are subject to Confirmation / Re-reconciliation by / with the Parties.

V CAN EXPORT PRIVATE LIMITED

NOTES TO FINANCIAL STATEMENTS

		As at 31st March, 2019		As at 31st March, 2018	
		Rs.		Rs.	
2	Share Capital				
	Authorised				
	10,000 (Previous year 10,000) Equity Shares of Rs. 10 each	1,00,000		1,00,000	
	Total authorized share capital	1,00,000		1,00,000	
	Issued, Subscribed and Paid up				
	10,000 (Previous year 10,000) Equity Shares of Rs. 10 each	1,00,000		1,00,000	
	Total issued, subscribed and fully paid up share capital	1,00,000		1,00,000	
a	Reconciliation of the number of shares outstanding at the beginning and at the end of the reporting year:				
	Equity shares	Number of shares		Number of shares	
	Outstanding at the beginning of the year	10,000		10,000	
	Issued during the year	-		-	
	Bought back during the year	-		-	
	Outstanding at the end of the year	10,000		10,000	
b	Terms/rights attached to equity shares				
	The Company has only one class of Equity shares having face value of Rs. 10/- each with an entitlement of one vote per share. The company declares and pays dividends in Indian rupees. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting. In the event of liquidation of the company, the holder of equity shares will be entitled to receive any of the remaining assets of the company, after distribution of all preferential amounts. the distribution will be in proportion to the number of equity shares held by the shareholders				
c	Details of shareholders holding more than 5% shares in the company				
		As at 31st March, 2019		As at 31st March, 2018	
	Equity shares of Rs. 10 each fully paid	Numbers of shares	% holding in the class	Numbers of shares	% holding in the class
	Starteck Finance Limited (Formerly Nivedita Mercantile & Financing Limited)	9,999	99.99%	9,999	99.99%
	Mr. Kamal Khetan (Nominee of Starteck Finance Limited)	1	0.01%	1	0.01%
3	Reserve & Surplus				
	Statement of profit and loss				
	Balance as per last financial statements	10,25,926		10,17,957	
	Profit for the year	(3,226)		7,969	
	Total reserves and surplus	10,22,700		10,25,926	

V CAN EXPORT PRIVATE LIMITED

NOTES TO FINANCIAL STATEMENTS

	As at 31st March, 2019 Rs.	As at 31st March, 2018 Rs.
4	<u>Trade Payables</u>	
	Trade payables (Refer note 10 for details of dues to micro, medium and small enterprises)	23,300
	Total trade payables	23,300
5	<u>Long Term Loans and Advances</u>	
	Advance tax (Net of provision for tax Rs.14,014/ Previous Year Rs.14,014/)	65,853
	Total long term loans and advances	65,853
6	<u>Cash and Bank Balances</u>	
	Cash on hand	34,225
	Balances with bank	1,37,724
	Deposit with original maturity exceeding 3 months but less than 12 months	9,00,000
	Total cash and bank balances	10,71,949
7	<u>Other Current Asset</u>	
	Interest Accured and Due	11,424
	Advance tax (Net of provision for tax Nil, Previous Year Nil)	-
	Total other current asset	11,424

V CAN EXPORT PRIVATE LIMITED

NOTES TO FINANCIAL STATEMENTS

		Year ended 31st March, 2019	Year ended 31st March, 2018
		Rs.	Rs.
8	Other Income		
	Interest Received	62,735	27,666
	Total other income	62,735	27,666
9	Other Expenses		
	Auditors' remuneration (Refer note 13)	11,800	11,800
	ROC Charges	36,461	-
	Miscellaneous Expenses	17,700	5,130
	Total other expenses	65,961	16,930
10	Disclosure in accordance with Section 22 of the Micro, Small and Medium Enterprises Development Act, 2006:		
		As at 31st March, 2019	As at 31st March, 2018
		Rs.	Rs.
	<u>The details of amounts outstanding to Micro, Small and Medium Enterprises based on available information with the Company are as under:</u>		
	Principal amount due and remaining unpaid	-	-
	Interest due on above and the unpaid interest	-	-
	Interest Paid	-	-
	Payment made beyond the appointed day during the year	-	-
	Interest due and payable for the period of delay	-	-
	Interest accrued and remaining unpaid	-	-
	Amount of further interest remaining due and payable in succeeding years	-	-
11	Earnings per share (EPS)		
		Year ended 31st March, 2019	Year ended 31st March, 2018
		Rs.	Rs.
	Profit after tax	(3,226)	7,969
	Weighted average number of equity shares of Rs. 10 in calculating basic and diluted EPS	10,000	10,000
	Basic EPS	(0.32)	0.80
	Diluted EPS	(0.32)	0.80

V CAN EXPORT PRIVATE LIMITED

NOTES TO FINANCIAL STATEMENTS

12 Related Party Disclosures

Name of the Related Parties :

Holding Companies:

Stardeck Finance Limited (Formerly Nivedita Mercantile & Financing Limited)

	Year ended 31st March, 2019	Year ended 31st March, 2018
	Rs.	Rs.
(i) Transaction during the year		
(a) Loans and advances given / (received)		
Stardeck Finance Limited	-	(2,75,000)
(ii) Outstanding balances as at the year end		
(a) Loans and advances received/(given)		
Stardeck Finance Limited	-	-

13 Auditors' Remuneration (excluding Taxes)

	Year ended 31st March, 2019	Year ended 31st March, 2018
	Rs.	Rs.
<u>Auditors' Remuneration</u>		
As auditor		
Audit fee	10,000	10,000
Total auditors remuneration	10,000	10,000

14

A In the opinion of the management, any of the assets other than fixed assets and non- current investments have a value on realisation in the ordinary course of business atleast equal to the amount at which these are stated.


B The accounts of certain Trade Receivables, Trade Payables, Loans and Advances are, however, subject to formal confirmations or reconciliations and consequent adjustments, if any. However there is no indication of dispute on these accounts, other than those mentioned in the Financial Statements. The management does not expect any material difference affecting the current year's financial statements on such reconciliation / adjustments.

15 Previous year's figures have been regrouped, rearranged, reclassified to the extent possible.

Signature to Note No 1 to 15

As per our annexed report of even date attached

For DMKH & Co
Chartered Accountants
(Firm Registration No. 116886W)


CA Manish Kankani
Partner
Membership No 158020
Place : Mumbai
Date : 28th May, 2019

For and on behalf of the Board of Directors
V Can Export Private Limited


Prakash Modi
Director
DIN: 07026968


Lalitha Cheripalli
Director
DIN: 07026989

DIRECTORS REPORT

To,
 The Members,
 Chitta Finlease Private Limited

Your Directors are pleased to present the 23rd Annual Report of the Company on the Business and operations of the Company together with Audited Financial Statements for the financial year ended March 31, 2019.

FINANCIAL HIGHLIGHTS:-

The Company's financial performance for the year ended March 31, 2019 is summarized below:

(₹ in Rupees)

Sr. No.	Particulars	Current Year ended 31 st March, 2019	Previous year ended 31 st March, 2018
1.	Total Revenue (Net)	-	-
2.	Finance Cost	-	15,997
3.	Other expenses	442,025	586,994
2.	Total Expenses	442,025	602,991
4.	Profit/(Loss) before Tax	(442,025)	(602,991)
5.	Less: Provision for Tax		
	Current Tax	-	-
	Short taxation of earlier years	-	-
	Deferred tax	-	-
6.	Profit/(Loss) after Tax	(442,025)	(602,991)

STATE OF COMPANY'S AFFAIRS AND FUTURE OUTLOOK

- a) There were no material changes and commitments to report here that can be considered to affect the financial position of your Company during the Financial Year ended on 31st March, 2019.
- b) The Company had no revenue during the period under review. The Company incurred a loss of Rs.442,025/- against a loss of Rs. 602,991/- in the previous year ended March 31, 2018.
- c) The Company is envisaging improvement in the market conditions in the near future and expecting positive results in the years to come.

- d) Your Directors are making efforts to source more business opportunities and the business is expected to increase in future.

DIVIDEND

In view of the losses incurred by the Company, the Directors do not recommend any dividend for the financial year 2018-19.

TRANSFER TO RESERVES

During the year under consideration, no amount is proposed to be transferred to any reserves.

DEPOSITS

In terms of Sections 73 and 74 of the Companies Act, 2013 read with the Companies (Acceptance of Deposit) Rules, 2014 during the year financial year 2018-19, your Company has not accepted any deposits from public and as such, no amount on account of principal or interest on public deposits was outstanding as on the date of the Balance Sheet.

SHARE CAPITAL OF THE COMPANY

The Authorised and Paid-up Share Capital of the Company is Rs. 100,000/- (Rupees One Lakh) divided into 1,000 (One Thousand) equity shares of Rs. 100/- (Rupees Hundred) each. There is no change in the share capital of the Company during the year.

REPORT ON PERFORMANCE AND FINANCIAL POSITION OF SUBSIDIARIES, ASSOCIATES AND JOINT VENTURE COMPANIES

The Company does not have any Subsidiary, Joint venture or Associate Company. The detail of subsidiaries of the Company, in format AOC-1, for the Financial Year 2018-19 is not applicable.

DETAILS OF BOARD OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

In terms of section 152 (6) of the Companies Act 2013, Mr. Prakash Modi (DIN: 07026968), Director of the Company who is liable to retire by rotation at the ensuing Annual General Meeting and being eligible offer himself for re-appointment. At the end of the Financial Year 2018-19 the Board of Directors comprises of:

Sr. No	Name	Designation
1.	Mr. Prakash Subhashchandra Modi	Director
2.	Mr. Hitesh Popatlal Sanghoi	Director
3.	Ms. Lalitha Cheripalli	Director

DECLARATIONS BY INDEPENDENT DIRECTORS

The provisions of Section 149 pertaining to the appointment of Independent Directors is not applicable to

the Company.

BOARD MEETINGS

The Board of Directors met 5 times during the financial year ended 31st March, 2019 in accordance with the provisions of the Companies Act, 2013 and rules made thereunder. All the Directors actively participated in the meetings and contributed valuable inputs on the matters brought before the Board of Directors from time to time.

DIRECTOR'S RESPONSIBILITY STATEMENT

Pursuant to Section 134(5) of the Act and to the best of their knowledge and belief and according to the information and explanations obtained from the Management, the Directors of your Company state that:-

- in the preparation of the annual Accounts, the applicable Accounting Standards have been followed and there were no material departures from the same;
- such accounting policies have been selected and applied consistently and the Directors made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as on 31st March, 2019 and of the profits of the Company for the year ended on that date;
- proper and sufficient care was 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;
- the annual Accounts of the Company have been prepared on a going concern basis;
- proper systems have been devised to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

Pursuant to Section 134(3)(ca) of the Companies Act, 2013 ("Act"), Directors confirm that there are no frauds reported by auditors under sub section (12) of Section 143 of Companies Act, 2013.

MATERIAL CHANGES AND COMMITMENTS

No material changes and commitments affecting the financial position of the Company occurred between the end of the financial year to which this financial statement relates till the date of this report which would otherwise have impact on the financial position of the Company.

STATEMENT CONCERNING DEVELOPMENT AND IMPLEMENTATION OF RISK MANAGEMENT POLICY OF THE COMPANY

As the element of risk threatening the Company's existence is very minimal, the Company is not required to formulate any Risk Management Policy. However, the Board periodically reviews the risks and suggest steps to be taken to control and mitigate the same through a properly defined framework.

DETAILS OF POLICY DEVELOPED AND IMPLEMENTED BY THE COMPANY ON ITS CORPORATE SOCIAL RESPONSIBILITY INITIATIVES

As the Company is not having net worth of Rupees Five Hundred Crores or more, or turnover of Rupees One Thousand Crores or more or a net profit of Rupees Five Crores or more during previous financial year,

the Company is not required to comply with the provisions of Section 135 of the Companies Act, 2013 with the regard to the formation of the CSR Committee and undertaking of Social Expenditure as required under the said Section.

PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS MADE UNDER SECTION 186 OF THE COMPANIES ACT, 2013

The particulars of investments made by the Company under Section 186 of the Companies Act, 2013 can be referred from the notes to financial statement for the financial year 2018-19 of the Company.

PARTICULARS OF CONTRACTS OR ARRANGEMENTS MADE WITH RELATED PARTIES

All contracts/arrangements/transactions entered into by the Company during the year with related parties were in the ordinary course of business and on an arm's length basis.

EXPLANATION ON QUALIFICATIONS, RESERVATIONS OR ADVERSE REMARKS OR DISCLAIMERS MADE BY THE AUDITORS AND THE PRACTICING COMPANY SECRETARY IN THEIR REPORTS

There were no qualifications, reservations or adverse remarks made by the Auditors in their report. The provisions relating to submission of Secretarial Audit Report is not applicable to the Company.

COMPANY'S POLICY RELATING TO DIRECTORS APPOINTMENT, PAYMENT OF REMUNERATION AND DISCHARGE OF THEIR DUTIES

The Company is not covered under the provisions of section 178 of the Act.

EXTRACT OF ANNUAL RETURN

The extracts of Annual Return pursuant to the provisions of Section 92 read with Rule 12 of the Companies (Management and administration) Rules, 2014 and any amendment thereof is attached to this Report as MGT-9 (Annexure I).

AUDITORS AND AUDITORS REPORT

M/s. A. C. Modi & Associates, (Firm Registration No. 116555W), Chartered Accountants resigned as Statutory Auditors of the Company on 25th March, 2019. Subsequently the members of the Company appointed M/s. N Somani & Co., (Firm Registration No. 139934W), Chartered Accountants, Mumbai as Statutory Auditors of the Company to fill the casual vacancy caused by the resignation of M/s. A.C. Modi & Associates, Chartered Accountants (Firm Registration No. 116555W) to hold office until the conclusion of the ensuing Annual General Meeting for the audit of accounts of the Company for the financial year 2018-19. The Board has recommended the appointment of M/s. N Somani & Co. as Statutory Auditors of the Company from the conclusion of the 23rd Annual General Meeting to the conclusion of the 28th Annual General Meeting of the Company.

DISCLOSURE OF COMPOSITION OF AUDIT COMMITTEE AND PROVIDING VIGIL MECHANISM

The provisions of Section 177 of the Companies Act, 2013 read with Rule 6 and 7 of the Companies (Meetings of the Board and its Powers) Rules, 2013 are not applicable to the Company.

PREVENTION OF SEXUAL HARASSMENT POLICY

During the year under review, no case was filed pursuant to the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013. Your Company has a policy and framework for employees to report sexual harassment cases at workplace and the Process ensures complete anonymity and confidentiality of information. The Company has complied with provisions relating to the constitution of Internal Complaints Committee under the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013.

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

There was no significant or material order passed by any regulator or court or tribunal, which impacts the going concern status of the Company or will have bearing on company's operations in future.

CHANGE IN THE NATURE OF BUSINESS

There is no significant change in the nature of business of the Company. The Company has not diversified business to new activities.

DISCLOSURE UNDER SECRETARIAL STANDARDS:

The Company has made adequate Compliances with the applicable Secretarial Standards issued by the Institute of Company Secretaries of India and approved by Central Government under Section 118 (10) of the Companies Act, 2013.

INTERNAL FINANCIAL CONTROLS

- a) Your Directors hereby report that, your Company has maintained adequate internal controls commensurate with its size and its nature of the operation. There are suitable monitoring procedures in place to provide reasonable assurance for accuracy and timely reporting of the financial information and compliance with the statutory requirements. There are proper policies, guidelines and delegation of powers issued for the compliance of the same across the Company.
- b) For the purpose of ensuring accuracy in the preparation of the financials, your company has implemented various checks and balances like periodic reconciliation of major accounts, review of accounts, obtaining confirmation of various balances and proper approval mechanism.

Your Company has documented all major processes in the area of expenses, bank transactions, payments, statutory compliances and period end financial accounting process. Your Company is continuously putting its efforts to align the processes and controls with the best practices in the industry.

ENERGY CONSERVATION, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO

- a. *Conservation of Energy and Technology Absorption*

Information in terms of requirements of Section 134(3)(m) of the Companies Act, 2013 read with Rule 8(3) of the Companies (Accounts) Rules, 2014 with respect to conservation of energy are not given as the same is not applicable to the Company. However, the Company always takes necessary measures to conserve the energy wherever possible.

The Company Management always searches for and takes into consideration new development in Market and the technology so as to absorb the new Technology in carrying out the business activities of the Company.

b. Foreign Exchange Earnings And Outgo

Foreign Exchange Earnings - NIL
Foreign Exchange Outgo - NIL

OTHER DISCLOSURES

Your Directors state that no disclosure or reporting is required in respect of the following items as there were no transactions on these items during the year under review:

1. Issue of equity shares with differential rights as to dividend, voting or otherwise.
2. Issue of shares (including sweat equity shares) to employees of the Company.

ACKNOWLEDGEMENTS

Your Directors would like to express their sincere appreciation and gratitude for the co-operation and assistance from its shareholders, regulatory bodies and other business constituents during the year under review.

Your Directors also wish to place on record their deep sense of appreciation for the contribution and commitment shown by the employees.

For and on behalf of the Board of Directors
Chitta Finlease Private Limited



Prakash Modi
Director
DIN: 07026968



Lalitha Cheripalli
Director
DIN: 07026989

Place: Mumbai
Date: 28th May, 2019

**ANNEXURE I TO THE DIRECTORS REPORT
FORM MGT-9**

EXTRACT OF ANNUAL RETURN

As on the financial year ended on 31st March, 2018

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

I. REGISTRATION AND OTHER DETAILS:

CIN	U65900MH1995PTC090846
Registration Date	02.07.1995
Name of the Company	Chitta Finlease Private Limited
Category/ Sub-Category of the Company	Company having Share Capital/Indian Non-Government Company
Address of the Registered Office and contact details	5th Floor, Sunteck Centre, 37-40 Subhash Road, Vile Parle (East) Mumbai 400057 Email ID: cosec@niveditaindia.com
Whether Listed Company	No
Name, address and contact details of Registrar and Transfer Agent, if any	N.A.

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

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

Sr.No.	Name and Description of Main Products/Services	NIC code of the Product/ Service	% to total turnover of the Company
	NIL		

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES

Sr. No.	Name and Address of the Company	CIN/ GLN	Holding/ Subsidiary/ Associate	% of Shares held	Applicable Section
1.	Starteck Finance Limited (Formerly known as Nivedita Mercantile and Financing Limited) Add: 5 th Floor, Sunteck Centre, 37-40 Subash Road, Vile Parle East Mumbai 400057	L51900MH1985PLC037039	Holding Company	100	2(46)

IV. SHAREHOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity)

i) Category-wise Shareholding

Category of Shareholders	No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
A. Promoters									
Individual	-	198	198	19.80	-	1	1	0.10	(19.70%)
Bodies Corporates	-	802	802	80.20	-	999	999	99.90	19.70%
Total Shareholding of Promoters (A)	-	1000	1000	100.00	-	1000	1000	100.00	0.00%
B. Public Shareholding	NIL								
C. Shares held by Custodian for GDRs & ADRs	NIL								
Grand Total (A+B+C)	-	1000	1000	100.00	-	1000	1000	100.00	0.00%

(ii) Shareholding of Promoters

Shareholder's Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% change in share holding during the year
	No. of Shares	% of total Shares of the company	% of Shares Pledged/ encumbered to total shares	No. of Shares	% of total Shares of the company	% of Shares Pledged/ encumbered to total shares	
Starteck Finance Limited (Formerly known as Nivedita Mercantile and Financing Limited)	802	80.20	-	999	99.90%	-	19.7%
Heena Sanjay Shah	150	15.00	-	0	0	-	(15.00)%
Julie Mehul Shah	48	4.80	-	0	0	-	(4.80)%
Kamal Khetan as Nominee of (Starteck Finance Limited)	0	0.00	-	1	0.1	-	0.1%
Total	1000	100.00	-	1000	100.00	-	0.00%

(iii) Change in Promoters' Shareholding

Stardeck Finance Limited	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
	No. of shares	% of total shares of the company	No. of Shares	% of total shares of the Company
At the beginning of the year	802	80.20	802	80.20
Date wise Increase/ Decrease in Promoters Shareholding during the year specifying the reasons for increase/decrease (e.g. allotment/transfer/bonus/sweat equity etc.):				
Increase in shareholding by transfer of shares from Heena Shah on	149	14.90	951	95.10
Increase in shareholding by transfer of shares from Julie Shah on	48	4.80	999	99.90
At the end of the year			999	99.90

Heena Sanjay Shah	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
	No. of shares	% of total shares of the company	No. of Shares	% of total shares of the Company
At the beginning of the year	150	15.00	150	15.00
Date wise Increase/ Decrease in Promoters Shareholding during the year specifying the reasons for increase/decrease (e.g. allotment/transfer/bonus/sweat equity etc.):				
Decrease in shareholding by transfer of shares to Stardeck Finance Limited on	149	14.90	1	0.10
Decrease in shareholding by transfer of shares to Kamal Khetan as nominee of Stardeck Finance Limited on		0.10	0	0.00
At the end of the year			0	0.00

Julie Mehul Shah	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
	No. of shares	% of total shares of the company	No. of Shares	% of total shares of the Company
At the beginning of the year	98	9.80	98	9.80
Date wise Increase/ Decrease in Promoters Shareholding during the year specifying the reasons for increase/decrease (e.g. allotment/transfer/bonus/sweat equity etc.):				
Decrease in shareholding by transfer of shares to Stardeck Finance Limited on	98	9.80	0	0.00
At the end of the year			0	0.00

(iv) Shareholding Pattern of Top Ten Shareholders (other than Directors, Promoters and Holders of GDRs and ADR): NOT APPLICABLE

(v) Shareholding of Directors and Key Managerial Personnel: NONE

V. INDEBTEDNESS

Indebtedness of the Company including interest outstanding/accrued but not due for payment: (In Lakhs)

	Secured Loans excluding Deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year				
i) Principal Amount	-	175,401,249	-	175,401,249
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	-	-	-	-
Total (i+ii+iii)	-	175,401,249	-	175,401,249
Change in Indebtedness during the financial year				
Additions	-	1,01,600	-	1,01,600
Reduction	-	-	-	-
Net Change	-	1,01,600	-	1,01,500
Indebtedness at the end of the financial year				
i) Principal Amount	-	175,502,849	-	175,502,849
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	-	-	-	-
Total (i+ii+iii)	-	175,502,849	-	175,502,849

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL : NIL

VII. PENALTIES/ PUNISHMENT/COMPOUNDING OF OFFENCES:

Type	Section of the Companies Act	Brief Description	Details of Penalty/ Punishment/ Compounding fees imposed	Authority [RD/ NCLT/COURT]	Appeal made, if any (give details)
A. COMPANY					
Penalty				None	
Punishment					
Compounding					
B. DIRECTORS					
Penalty				None	
Punishment					
Compounding					
C. OTHER OFFICERS IN DEFAULT					

Penalty	None
Punishment	
Compounding	

For and on behalf of the Board of Directors of
Chitta Finlease Private Limited

Place: Mumbai
Date: 28th May, 2019



Prakash Modi
Director
DIN: 07026968



Lalitha Cheripalli
Director
DIN: 07026989

INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF CHITTA FINLEASE PRIVATE LIMITED REPORT ON STANDALONE FINANCIAL STATEMENTS.

OPINION

We have audited the accompanying standalone financial statements of M/s.Chitta Finlease Private Limited ('the Company'), which comprise the balance sheet as at 31 March 2019, the statement of profit and loss and the cash flow statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone 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 of the state of affairs of the Company as at March 31, 2019, and its loss and its cash flow for the year ended on that date.

BASIS FOR OPINION

We conducted our audit in accordance with the Standards on Auditing specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

MANAGEMENT'S RESPONSIBILITY FOR THE STANDALONE FINANCIAL STATEMENTS

The Company's Board of Directors is responsible for the matter stated in section 134(5) of the Companies Act, 2013 (The Act) with respect to the preparation and presentation of these Financial statements that give a true and fair view of the financial position and financial performance and cash flow of the Company in accordance with the Accounting principles generally accepted in India, including the accounting standards specified u/s.133 of the Act read with Rule 7 of the Companies (Accounts) Rules, 2014.

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 the adequate internal financial control, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements.

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. The Board of Directors are also responsible for overseeing the company's financial reporting process.

AUDITORS' RESPONSIBILITY

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Standards on Auditing will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS

- 1) As required by the Companies (Auditor's Report) Order, 2016 (the Order) issued by the Central Government of India in terms of sub Section 11 of section 143 of the Act ("The Order"), and on the basis of such checks of the books and records of the company as we considered appropriate and according to the information and explanations given to us, we give in the "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order to the extent applicable.
- 2) As required by Section 143(3) of the Act, we report that:

We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;

- a) In our opinion, proper books of account as required by law have been kept by the Company so far as appears from our examination of those books.
- b) The Balance Sheet, the Statement of Profit and Loss and cash flow statement dealt with by this Report are in agreement with the books of account.
- c) In our opinion, the aforesaid standalone financial statements comply with Accounting Standards specified under section 133 of the Act read with the Rule 7 of the Companies (Accounts) Rules, 2014.
- d) On the basis of the written representations received from the directors as on March 31, 2019, taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2019, from being appointed as a director in terms of Section 164(2) of the Act.
- e) with respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in "Annexure B"; and



f) With respect to the other matters to be included in the Auditors report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules 2014, in our opinion and to the best of our knowledge and belief and according to the explanation given to us;

- 1) There was no any pending litigation which would impact the financial position of the company.
- 2) The Company did not have any long term contracts including derivative contracts.
- 3) There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

For N Somani & Co.

Chartered Accountants

Firm's registration number: 139934W



Nidhi Somani

Partner

Membership number: 157200

Place: Mumbai

Date: 28th May, 2019

Annexure - A to the Auditors' Report

The Annexure referred to in Independent Auditors' Report to the members of the Company on the standalone financial statements for the year ended 31 March 2019, we report that:

1. In respect of its fixed assets:

- a) Based on our scrutiny of the company's books of accounts and other records and according to the information and explanations received by us from the management, we are of the opinion that the question of commenting on maintenance of proper records of fixed assets and physical verification of fixed assets does not arise since the company had no fixed assets at the end of the financial year nor at any time during the financial year ended on that date.

2. In respect of its inventories:

The company does not engaged in the business of manufacturing, marketing and processing of any goods and articles. Accordingly, it does not hold any physical inventories. Thus the paragraph 3(ii) of the order is not applicable.

3. In respect of loan given:

According to the information and explanations given to us, the company has not given any secured or unsecured loans to the persons covered under the register maintained u/s.189 of the Companies Act,2013 (The Act).

4. In our opinion and according to the information and explanations given to us, the Company has not given any loans or made any new investment during the year and hence reporting related to compliance with the provisions of section 185 and 186 of the Act does not required.
5. The company has not accepted any deposits from the public within the meaning of section 73 to 76 of the Act and the Rules framed thereunder to the extent notified.
6. The Central Government has not prescribed the maintenance of cost records under section 148(1) of the Act.
7. In respect of statutory dues:

- a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, amounts deducted/ accrued in the books of account in respect of undisputed statutory dues including provident fund, income tax, sales tax, wealth tax, service tax, duty of customs, value added tax, cess and other material statutory dues have been regularly deposited during the year by the company with the appropriate authorities. As explained to us, the Company did not have any dues on account of state insurance and duty of excise. According to the Information and Explanations given to us, no undisputed amounts payable in respect of the aforesaid dues were outstanding as at 31st March, 2019 for a period of more than six months from the date of becoming payable.
- b) There are no any dues of Income Tax, Sales Tax, and Wealth Tax. Service Tax and other statutory dues which have not been deposited on account of any disputes



- c) According to the information and explanations given to us, there are no any amount required to be transferred to investor education and protection fund in accordance with the relevant provisions of the Companies Act, 2013 and rules made thereunder.
8. The Company does not have any loans or borrowings from any financial institution, banks, government. The company has not defaulted in payment of any dues to the debenture holders.
9. The Company did not raise money by way of initial public offer or further public offer (including debt instruments). In our opinion and according to information and explanations given to us, the company has utilized the money raised by way of term loan during the year for the purpose for which they were raised.
10. According to the information and explanations given to us, no material fraud by the Company or on the Company by its officers or employees has been noticed or reported during the course of our audit.
11. According to the information and explanations give to us and based on our examination of the records of the Company, the Company has not paid/provided for managerial remuneration and Accordingly, paragraph 3 (xi) of the Order is not applicable.
12. In our opinion and according to the information and explanations given to us, the Company is not a nidhi company. Accordingly, paragraph 3(xii) of the Order is not applicable.
13. 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.
14. According to the information and explanations give 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 and hence reporting under clause (xiv) of the Order is not applicable to the company.
15. 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, paragraph 3(xv) of the Order is not applicable.
16. The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act 1934.

For N Somani & Co.

Chartered Accountants

Firm's registration number: 139934W

Nidhi Somani

Partner

Membership number: 157200

Place: Mumbai

Date: 28th May, 2019



Annexure - B to the Auditors' Report

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

We have audited the internal financial controls over financial reporting of M/s.Chitta Finlease Private Limited ('the Company'), as of 31 March 2019 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

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

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 31 March 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 **N Somani & Co.**

Chartered Accountants

Firm's registration number: 139934W


Nidhi Somani

Partner

Membership number: 157200

Place: Mumbai

Date: 28th May, 2019



CHITTA FINLEASE PRIVATE LIMITED

Balance Sheet as at 31st March, 2019

(Amount in Rs.)

PARTICULARS	Note No.	As at 31st	As at 31st
		March, 2019	March , 2018
		Rs.	Rs.
EQUITY AND LIABILITIES			
Shareholders' funds			
(a) Share capital	3	1,00,000	1,00,000
(b) Reserves and surplus	4	(16,83,835)	(12,41,810)
Non-Current liabilities			
(a) Long Term Borrowings	5	17,44,22,849	17,43,21,249
Current liabilities			
(a) Short Term Borrowings	6	10,80,000	10,80,000
(b) Other Current Liabilities	7	5,07,622	1,73,710
TOTAL		17,44,26,636	17,44,33,149
ASSETS			
Non - Current assets			
(a) Non-Current Investments	8	17,43,63,955	17,43,63,955
Current assets			
(a) Cash and Cash Equivalents	9	62,681	69,194
(b) Short Term Loans & Advances	10	-	-
TOTAL		17,44,26,636	17,44,33,149

Notes forming part of the Financial Statements

1-22

As Per our report of even date

for N Somani & Co.

Chartered Accountants

Firm Registration No : 139934W

For and on behalf of the Board of Directors
of Chitta Finlease Private Limited

Nidhi Somani

Proprietor

Membership number: 157200

Prakash Modi

Director

DIN:07026968

Lalitha Cheripalli

Director

DIN:07026989

Place :Mumbai

Dated: 28th May, 2019

CHITTA FINLEASE PRIVATE LIMITED

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

(Amount in Rs.)

PARTICULARS	Note No.	Year ended 31st March, 2019	Year ended 31st March, 2018
		Rs.	Rs.
Revenue :			
Other income		-	-
Total Revenue		-	-
Expenses:			
Finance Cost	11	-	15,997
Other expenses	12	4,42,025	5,86,994
Total expenses		4,42,025	6,02,991
Profit/(Loss) before tax		(4,42,025)	(6,02,991)
Less: Tax expense:			
(1) Current tax		-	-
(2) Income Tax of Earlier Years		-	-
(3) Deferred tax Assets/(Liability)		-	-
Profit (Loss) for the Year		(4,42,025)	(6,02,991)
Earnings per equity share:	13		
(1) Basic		(442.03)	(602.99)
(2) Diluted		(442.03)	(602.99)

Notes forming part of the Financial Statements

1-22

As Per our report of even date

for N Somani & Co.

Chartered Accountants

Firm Registration No : 139934W

For and on behalf of the Board of Directors
of Chitta Finlease Private Limited

Nidhi Somani

Proprietor

Membership number: 157200

Prakash Modi

Director

DIN:07026968

Lalitha Cheripalli

Director

DIN:07026989

Place :Mumbai

Dated: 28th May, 2019

CHITTA FINLEASE PRIVATE LIMITED CASH FLOW STATEMENT FOR THE YEAR 2018-19				
(Amount in Rs.)				
PARTICULARS	2018-19	2018-19	2017-18	2017-18
A. Cash Flow Arising From Operating Activities :				
Net Profit Before Tax & Extra ordinary Items		(4,42,025)		(6,02,991)
Adjustment for:				

Finance Cost		-		15,997
Operating Profit Before working capital changes		(4,42,025)		(5,86,994)
Adjustment for:				

Short Term Loans & Advances	-		9,607	
Trade Payables & Other Liabilities	3,33,912		45,611	
		3,33,912		55,218
Cash flow before extra-ordinary items		(1,08,113)		(5,31,777)
Less: Income Tax Paid		-		-
Net Cash from operating Activities	(A)	(1,08,113)	(A)	(5,31,777)
B) Cash Flow from Investment Activities				
Net Cash from Investment Activities		-		-
Net Cash from Investment Activities	(B)	-	(B)	-
C) Cash Flow from Financing Activities				
Borrowings (Net)		1,01,600		21,249
Finance cost		-		(15,997)
Net Cash from financing Activities	(C)	1,01,600	(C)	5,252
Net increase in cash and cash equivalent (A+B+C)		(6,513)		(5,26,525)
Cash and cash equivalent at the beginning		69,194		5,95,719
Cash and cash equivalent at the end		62,681		69,194
Notes forming part of the Financial Statements				
for N Somani & Co. Chartered Accountants Firm Registration No : 139934W			For and on behalf of the Board of Directors of Chitta Finlease Private Limited	
Nidhi Somani Proprietor Membership number: 157200			Prakash Modi Director DIN:07026968	Lalitha Cheripalli Director DIN:07026989
Place :Mumbai Dated: 28th May, 2019				

CHITTA FINLEASE PRIVATE LIMITED

Notes forming part of financial statements

1) Companies Overview:

Chitta Finlease Private Limited (the company) is a private limited company incorporated under the provisions of the companies Act, 1956 vide CIN:U65900MH1995PTC090846

2) Significant Accounting Policies:

Basis of Accounting:

All income and expenditure items having a material bearing on the financial statements are generally recognised on accrual basis. Material known liabilities are provided for on the basis of the available information/estimates. However, certain claims and income which are not ascertainable/acknowledged are not taken into account. The accounts are prepared on historical cost basis. Accounting policies not referred to otherwise are consistent with generally accepted accounting policies.

Use of Estimates:

The preparation of financial statements in conformity with the generally accepted accounting principles requires estimates and assumptions to be made that affect the reported amount of assets and liabilities on the date of the financial statements and the reported amount of revenues and expenses during the reporting period. Differences between the actual results and estimates are recognized in the period in which the results are known / materialized.

Investments

Investments are stated at cost, and include all other expenses incurred on its acquisition , if any.

Revenue Recognition:

Revenue is recognized only when it is reasonably certain that the ultimate collection will be made.

Revenue in respect of Insurance / Other Claims, etc., is recognized only when it is admitted by the insurance / other authorities and there is reasonable certainty that the ultimate collection will be made.

Provisions, Contingent Liabilities and Contingent Assets:

Provisions involving substantial degree of estimation in measurement are recognized when there is a present obligation as a result of past events and it is probable that there will be an out flow of resources. Contingent liabilities are not recognized but are disclosed at their estimated value in the notes. Contingent Assets are neither recognized nor disclosed in the financial statements.

3) Share Capital :

Share Capital	As at 31st March 2019		As at 31st March 2018	
	Number	Rs.	Number	Rs.
Authorised Share Capital				
Equity Shares of Rs.100/- each	1,000	1,00,000	1,000	1,00,000
	1,000	1,00,000	1,000	1,00,000
Issued, Subscribed & Paid up Share Capital				
Equity Shares of Rs.100/- each	1,000	1,00,000	1,000	1,00,000
Total	1,000	1,00,000	1,000	1,00,000

Particulars	As at 31st March 2019		As at 31st March 2018	
	Number	Rs.	Number	Rs.
Shares outstanding at the beginning of the year	1,000	1,00,000	1,000	1,00,000
Shares Issued during the year	-	-	-	-
Shares bought back during the year	-	-	-	-
Shares bought back during the year	1,000	1,00,000	1,000	1,00,000

Terms/Rights attached to Equity Shares

The Company has issued only one class of Equity shares having par value of Rs. 100/- per shares. Each shareholders of equity shares is entitled to one vote per share.

In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the company in proportion to their share holding.

Details of Share Holders holding more than 5% shares in the company at the end of the Year.

Name of Shareholder	As at 31st March 2019		As at 31st March 2018	
	No. of Shares held	% of Holding	No. of Shares held	% of Holding
1) Starteck Finance Limited - Holding Company	1,000	100.00%	802	80.20%
2) Heena Sanjay Shah	-	0.00%	150	15.00%
3) Julie Mehul Shah	-	0.00%	48	4.80%

Note:

During the Year The company has become wholly-owned subsidiary of public Limited company namely M/s. Starteck Finance Limited (Formerly Nivedita & Mercantile Financing Limited)

4) Reserves and Surplus

Particulars	As at 31st March 2019	As at 31st March 2018
	Rs.	Rs.
a. Surplus/(Deficit) in the statement of Profit and Loss Account		
As per Last Balance Sheet	(12,41,810)	(6,38,819)
Add: Net Profit/(Net Loss) For the current year	(4,42,025)	(6,02,991)
Closing Balance	(16,83,835)	(12,41,810)
Total	(16,83,835)	(12,41,810)

5) Long Term Borrowings

Particulars	As at 31st March 2019	As at 31st March 2018
	Rs.	Rs.
(Unsecured)		
Term Loan		
From Holding Company	17,44,22,849	17,43,21,249
Total	17,44,22,849	17,43,21,249

Terms of Loan

Interest free loan from holding Company. Repayable on demand

6) Short Term Borrowings

Particulars	As at 31st March 2019	As at 31st March 2018
	Rs.	Rs.
(Unsecured)		
Loan from Shareholders , Directors & Related Parties - Repayable on demand (#)	10,80,000	10,80,000
Total	10,80,000	10,80,000

Note (#) The amount of Unsecured loans include the amount of loan borrowed from persons before 01.04.2014 who at the time of receipt of the amount were director, members or relatives of directors, not included in the definition of Deposit in terms of Clause 2 (ix) of Companies (Acceptance of Deposits) Rules, 1975 and were not treated as deposits under section 58A of the Companies Act, 1956. and the same are not to be treated as deposit under the Companies Act, 2013 as per General Circular No. 05/2015 (F.No. 1/8/2013-CL-V) dated 30th March, 2015 issued by the Government of India, Ministry of Corporate Affairs, New Delhi.

7) Other Current Liabilities

Particulars	As at 31st March 2019	As at 31st March 2018
	Rs.	Rs.
(a) Creditor for Capital Investment	1,00,000	1,00,000
(b) Other Payables	4,07,622	72,110
(c) Statutory dues	-	1,600
Total	5,07,622	1,73,710

There are No amounts due for payment to the investor education and protection fund under section 205C of the Companies Act, 1956 as at the year end. Section 125 of the Companies Act, 2013 which corresponds to section 205C of the Companies Act, 1956 has not yet been enforced.

The Company has not received the required information from Suppliers regarding their status under the Micro, Small and Medium Enterprises Development Act, 2006 . Hence disclosure, if any, relating to amount unpaid as at year end together with interest paid/payable as required under the said Act is not been made. This has been relied upon by the Auditors.

8) Non- Current Investments

Particulars	As at 31st March 2019	As at 31st March 2018
	Rs.	Rs.
Long term investments (valued at cost unless stated otherwise)		
(a) Investment in Property	17,43,63,955	17,43,63,955
Total	17,43,63,955	17,43,63,955

9) Cash and Cash equivalents

Particulars	As at 31st March 2019	As at 31st March 2018
	Rs.	Rs.
a. Cash on hand	874	924
b. Balances with schedule banks		
- In Current accounts	61,807	68,270
Total	62,681	69,194

10) Short Term Loans & Advances

<u>Particulars</u>	As at	As at 31st
	31st March 2019	March 2018
	Rs.	Rs.
(Unsecured, considered good)		
(a) Advance payment of taxes (net of Provisions)	-	-
(b) Other receivables	-	-
Total	-	-

11) Finance Cost

<u>Particulars</u>	2018-19	2017-18
	Rs.	Rs.
Interest Expenses	-	15,997
Total	-	15,997

12) Other Expenses:

<u>Particulars</u>	2018-19	2017-18
	Rs.	Rs.
Rates & Taxes	65,842	2,35,848
Professional Fees	10,000	-
Maintenance Charges	3,35,512	3,10,147
Miscellaneous Expenses	581	10,909
Payment Made to Auditors toward:		
(a) Audit Fee	17,700	17,700
(b) Certification Charges	12,390	12,390
Total	4,42,025	5,86,994

13) Earning per share

<u>Particulars</u>	2018-19	2017-18
	Rs.	Rs.
Net Profit/(Loss) after tax	(4,42,025)	(6,02,991)
Weighted average No. of Shares	1,000	1,000
Nominal value per Share	100	100
Earnings per Share	(442.03)	(602.99)
Diluted Earnings per Share	(442.03)	(602.99)

14) Imports (Valued on the Cost, Insurance and Freight)

<u>Particulars</u>	2018-19	2017-18
	Rs.	Rs.
CIF value of Imports	Nil	Nil

15) FOB value of goods exported

<u>Particulars</u>	2018-19	2017-18
	Rs.	Rs.
FOB value of goods exported	Nil	Nil

16) Activity in Foreign Currency

<u>Particulars</u>	2018-19	2017-18
	Rs.	Rs.
Earnings in Foreign currency	Nil	Nil
Expenditure in Foreign currency	Nil	Nil

17) Remittance in Foreign currency

<u>Particulars</u>	2018-19	2017-18
	Rs.	Rs.
For payment of Dividend	Nil	Nil

18) Balances in respect of Borrowings in most of the cases are subject to confirmations, reconciliations and adjustments, if any.

19) Related Party Transactions

Related party disclosure in accordance with the Accounting Standard 18-issued by the Institute of chartered Accountants of India is as under

NAME OF THE RELATED PARTY	RELATIONSHIP
Starteck Finance Limited	Holding Company
Hitesh Popatlal Sanghoi	Key Managerial Personnel
Lalitha Cheripalli	Key Managerial Personnel
Prakash Modi	Key Managerial Personnel
Mehul Jadavji Shah	Relative of KMP
Usha Atul Shah	Relative of KMP

The following transactions were carried out with the related parties in the ordinary course of business.

Name of Related Party & Relationship	Holding Company	Relative of KMP
	Amount	Amount
	Rs. in Lacs	Rs. in Lacs
Loans Taken		
Opening Balance	1,743.21	10.80
	1,743.00	10.80
Taken during the year	1.01	-
	0.21	-
Repaid during the year	-	-
	-	-
Closing Balance	1,744.22	10.80
	1,743.21	10.80
Other receivables	-	-
Interest	-	-
	0.16	-

Notes :

- (a) The aforesaid parties are identified by management.
 (b) Figures in brackets refer to previous years figures.

20) As the Company does not fulfill the criteria specified in section 135 of the companies Act read with rule 3 of the Companies (Corporate Social Responsibility Policy) Rule, 2014 ('CSR Rules') for three consecutive Financial Years, CSR Provisions is not applicable to the company.

21) The Company is not engaged in any operational Business activity and hence Segment reporting is not applicable to the company.

22) The previous year's figures have been regrouped & recast wherever necessary to make them comparable.

As Per our report of even date
 for **N Somani & Co.**
Chartered Accountants
Firm Registration No : 139934W

For and on behalf of the Board of Directors
of Chitta Finlease Private Limited

Nidhi Somani
Proprietor
Membership number: 157200

Prakash Modi **Lalitha Cheripalli**
Director **Director**
DIN:07026968 **DIN:07026989**

Place :Mumbai
Dated: 28th May, 2019