

MANGAL COMPUSOLUTION PRIVATE LIMITED

*(Unit No. 03, Satguru Nanak Industrial Estate, Off Weastern Express
Highway, Goregaon (East), Mumbai)*

STATUTORY AUDIT

(U/S 134 of Companies Act, 2013)

OF

STANDALONE FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR 2019-20

(For the year ended 31st March 2020)

Auditor :

MGB & Co. LLP

Chartered Accountants

Jaipur

MANGAL COMPUSOLUTION PRIVATE LIMITED

CIN : U72900MH2011PTC216111

Email Id : rocefillingmjgroup@gmail.com

BOARD OF DIRECTORS

- ❖ MEGHRAJ S JAIN
- ❖ PATHIK M DESAI

BANKERS

- ❖ THE BHARAT COOPERATIVE BANK (MUMBAI) LTD

REGISTERED OFFICE

UNIT NO. 3, SATGURU NANAK INDUSTRIAL ESTATE, OFF WESTERN EXPRESS HIGHWAY, GOREGAON (E), MUMBAI-400063 MAHARASHTRA

AUDITOR

MGB & CO. LLP
CHARTERED ACCOUNTANT
FRN: 101169W/W-100035

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INDEPENDENT AUDITOR'S REPORT

To

The Members of

MANGAL COMPUSOLUTION PRIVATE LIMITED

Report on the Audit of the Standalone Financial Statements

Opinion

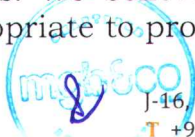
We have audited the accompanying Standalone Financial Statements of **M/S Mangal Compusolution Private Limited** (the "Company") which comprises the Balance Sheet as at March 31st, 2020, the Statement of Profit and Loss, the Statement of Cash Flows for the year then ended and notes to the financial statements, including 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;

- a) in the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2020;
- b) in the case of the Statement of Profit and Loss, of the profit for the year ended on that date; and
- c) in the case of the Cash Flow Statement, of the cash flows 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

Management 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 of 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.

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 the management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Those board of directors are also responsible for overseeing the Company's financial reporting process.

Auditors' Responsibility

Our objective 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 are opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements



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

- Identify and assess the risks of material misstatement of the standalone financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the standalone financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the standalone financial statements, including the disclosures, and whether the standalone financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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



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

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

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the standalone financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on Other Legal and Regulatory Requirements.

1) As required by Companies (Auditor's Report) Order, 2016 ("The Order"), as amended, issued by Central Government of India in terms of Sub Section (11) of Section 143 of Companies Act, 2013 we enclose in the "**Annexure A**", a statement of matters specified in paragraph 3 & 4 of the said order to the extent applicable.

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

- (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
- (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
- (c) The Balance Sheet, the Statement of Profit and Loss, 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, 2020 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2020 from being appointed as a director in terms of Section 164 (2) of the Act.
- (f) With respect to the adequacy of the internal financial controls over financial Reporting of the Company and the operating effectiveness of such controls, Refer to our separate Report in “**Annexure B**”.
- (g) With respect to the other matters to be included in the Auditor’s Report in Accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the Explanations given to us:
- (i) The company has disclosed the impact of pending litigations on its financial position in its financial statements in Note 27 (iii) to the 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 MGB & Co. LLP
CHARTERED ACCOUNTANTS
FRN - 101169W/W-100035**



**SANDEEP JHANWAR
PARTNER**

**M. NO. - 078146
UDIN: 20078146AAAADD4790**

Place: Jaipur

Date : 29.10.2020

MANGAL COMPUSOLUTION PRIVATE LIMITED

Annexure 'A' To Independent Auditor's Report

Referred to in paragraph 1 under the heading "Report on Other Legal & Regulatory Requirement" of our report of even date to the financial statements of the Company for the year ended March 31, 2020:

- i.
 - a. The company has maintained proper records showing full particulars, including quantitative details and situation of its fixed assets.
 - b. The Fixed Assets have been physically verified by the management in a phased manner, designed to cover all the items over a period of three years, which in our opinion, is reasonable having regard to the size of the company and nature of its business. Pursuant to the program, a portion of the fixed asset has been physically verified by the management during the year and no material discrepancies between the books records and the physical fixed assets have been noticed.
 - c. The title deeds of immovable properties are held in the name of the company.
- ii.
 - a. The Management has conducted physical verification of inventory at reasonable intervals.
 - b. No material discrepancy was noticed on physical verifications of stocks by the management as compared to book records.
- iii. According to the information and explanations given to us and on the basis of our examination of the books of account, the Company has not granted any loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or other parties listed in the register maintained under Section 189 of the Companies Act, 2013. Consequently, the provisions of clauses iii (a) to (c) of the order are not applicable to the Company and hence not commented upon.



- iv. In our opinion and according to the information and explanations given to us, the company has complied with the provisions of section 185 and 186 of the Companies Act, 2013 in respect of loans, investments, guarantees, and security.
- v. The company has not accepted any deposits from the public and hence the directives issued by the Reserve Bank Of India and the provisions of Section 73 to 76 or any other relevant provisions of the Act and the Companies (Acceptance of Deposit) Rules, 2015 with regards to the deposits accepted from public are not applicable and hence not commented upon.
- vi. As per information & explanation given by the management, maintenance of cost records has not been specified by the Central Government under sub-section (1) of section 148 of the Companies Act, 2013, in respect of the activity carried on by the company.
- vii.
- a. According to the records of the company, undisputed statutory dues including Provident Fund, Investor Education and Protection Fund, Employees' State Insurance, Income-tax, Sales-tax, Service Tax, Custom Duty, Excise Duty, value added tax, cess and any other statutory dues to the extent applicable, have generally been regularly deposited with the appropriate authorities. According to the information and explanations given to us there were no outstanding statutory dues as on 31st of March, 2020 for a period of more than six months from the date they became payable.
- b. According to the information and explanations given to us, there is no amount payable in respect of service tax, sales tax, customs duty, excise duty, value added tax and cess whichever applicable on account of any disputes.
- viii. In our opinion and according to the information and explanations given by the management, we are of the opinion that, the Company has not defaulted in repayment of dues to a financial institution, bank, Government or debenture holders, as applicable to the company.



- ix. Based on our audit procedures and according to the information given by the management, the company has not raised any money by way of initial public offer or further public offer (including debt instruments), however, the company has taken term loan & the same has been applied for the purpose for which the loan was taken.
- x. According to the information and explanations given to us, we report that no fraud by the company or any fraud on the Company by its officers or employees has been noticed or reported during the year.
- xi. According to the information and explanations given to us, we report that managerial remuneration has been paid in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Companies Act.
- xii. The company is not a Nidhi Company. Therefore clause 3 (xii) of the order is not applicable to the company.
- xiii. According to the information and explanations given to us, all transactions with the related parties are in compliance with sections 177 and 188 of Companies Act, 2013 where applicable and the details have been disclosed in the Financial Statements etc. as required by the applicable accounting standards.
- xiv. Based upon the audit procedures performed and the information and explanations given by the management, the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review. Accordingly, the provisions of clause 3 (xiv) of the Order are not applicable to the Company and hence not commented upon.
- xv. Based upon the audit procedures performed and the information and explanations given by the management, the company has not entered into any non-cash transactions with directors or persons connected with him. Accordingly, the provisions of clause 3 (xv) of the Order are not applicable to the Company and hence not commented upon.



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- xvi. In our opinion, the company is not required to be registered under section 45 IA of the Reserve Bank of India Act, 1934 and accordingly, the provisions of clause 3 (xvi) of the Order are not applicable to the Company and hence not commented upon.

**FOR MGB & CO. LLP
CHARTERED ACCOUNTANTS
FRN - 101169W/W-100035**



**SANDEEP JHANWAR
PARTNER
M.NO. 078146
UDIN: 20078146AAAADD4790**

**DATE : 29.10.2020
PLACE: JAIPUR**

Annexure 'B' to Independent Auditor's Report of even date on the standalone financial statement of M/s Mangal Compusolution 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")

We have audited the internal financial controls over financial reporting of M/S. **MANGAL COMPUSOLUTION PRIVATE LIMITED** ("the Company") as of March 31, 2020 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. 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 authorizations of management and directors of the company; and
3. Provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.



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Inherent Limitations of Internal Financial Controls over Financial Reporting

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

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2020, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

**FOR MGB & CO. LLP
CHARTERED ACCOUNTANTS
FRN - 101169W/W-100035**

**SANDEEP JHANWAR
PARTNER
M. NO. 078146
UDIN: 20078146AAAADD4790**



**DATE: 29.10.2020
PLACE: JAIPUR**

MANGAL COMPUSOLUTION PRIVATE LIMITED
CIN: UL2900MH2011PTC216111
BALANCE SHEET AS AT 31ST MARCH, 2020

(Amount in Rs.)

PARTICULARS	AS AT 31.03.2020	AS AT 31.03.2019
A. EQUITY AND LIABILITIES		
1. SHARE HOLDER'S FUND		
(a) Share Capital	2,00,00,000	2,00,00,000
(b) Reserve & Surplus	5,89,09,148	5,06,57,286
(c) Money received against share warrants	-	-
2. SHARE APPLICATION MONEY PENDING ALLOTMENT		
3. NON CURRENT LIABILITIES		
(a) Long Term Borrowings	32,53,33,633	32,96,55,655
(b) Deferred tax liabilities - Net	1,07,76,865	1,36,29,887
(c) Other long-term liabilities	-	-
(d) Long-term provisions	-	-
4. CURRENT LIABILITIES		
(a) Short Term Borrowings	6,220	1,00,28,477
(b) Trade Payables	4,51,98,730	2,66,47,083
(c) Other Current Liabilities	3,79,90,538	3,45,41,302
(d) Short Term Provisions	45,51,217	37,51,688
TOTAL	50,27,66,351	48,89,11,377
B. ASSETS		
1. NON-CURRENT ASSETS		
(a) Property, Plant & Equipment		
(i) Tangible Assets	16,22,53,755	18,58,49,661
(b) Non Current Investments	12,77,228	55,75,145
(c) Deferred Tax Asset - Net	-	-
(d) Long term Loans and Advances	13,43,63,916	11,56,77,084
(e) Other Non Current Assets	2,28,125	2,65,625
2. CURRENT ASSETS		
(a) Current Investments	-	-
(b) Inventories	3,50,000	2,90,000
(c) Trade Receivables	11,69,10,225	10,08,15,201
(d) Cash & Cash Equivalents	7,46,046	30,15,813
(e) Short Term Loans and Advances	8,66,37,055	7,68,09,423
(f) Other Current Assets	-	6,13,426
TOTAL	50,27,66,351	48,89,11,377
SIGNIFICANT ACCOUNTING POLICIES	1	
NOTES TO THE FINANCIAL STATEMENTS	2 to 27	

For and on behalf of Board of Directors
MANGAL COMPUSOLUTION PRIVATE LIMITED

MEGHRAJ S JAIN
Director
DIN : 01311041
Date: 29.10.2020
Place: Mumbai

PATHIK M DESAI
Director
DIN : 03048590

As per our report of even date attached
FOR MGB & CO. LLP
CHARTERED ACCOUNTANT
FRN - 101169W/W-100035



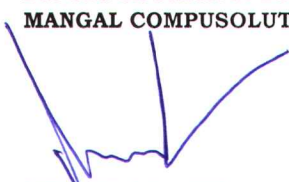
SANDEEP JHANWAR
PARTNER
M. NO. 078146

MANGAL COMPUSOLUTION PRIVATE LIMITED
CIN: UL2900MH2011PTC216111
STATEMENT OF PROFIT AND LOSS
FOR THE PERIOD ENDED 31ST MARCH, 2020

(Amount in Rs.)

PARTICULARS	Note	FOR THE YEAR 2019-20	FOR THE YEAR 2018-19
<u>INCOME</u>			
Revenue from Operations	19	13,91,22,501	12,45,68,453
Other Income	20	1,24,90,791	1,46,40,998
Total Revenue		15,16,13,292	13,92,09,451
<u>EXPENDITURE</u>			
Cost of Material consumed/Other Direct Cost			-
Purchase of Traded Goods		57,45,598	32,90,078
Changes in Inventory	21	-60,000	-40,000
Employee Benefits Expense	22	1,73,41,620	1,15,66,273
Finance Costs	23	4,38,69,029	4,43,22,889
Depreciation & Amortization Expenses	24	6,89,21,208	5,38,58,594
Other Expenses	25	59,02,907	1,06,10,074
Total Expenses		14,17,20,363	12,36,07,907
Profit before exceptional and extraordinary items & tax		98,92,930	1,56,01,544
Exceptional Items		-	-
Profit before extraordinary items and tax		98,92,930	1,56,01,544
Extraordinary Items		-	-
Profit before tax		98,92,930	1,56,01,544
Tax Expenses:			
(a) Current tax expense for current year		45,01,217	37,01,688
(b) (Less): MAT credit		-	-
(c) Tax expense relating to prior years		-7,128	8,97,820
(e) Deferred tax (Net off)		-28,53,022	11,54,716
Profit for the Period		82,51,862	98,47,320
Earnings per share (of Rs. 10/- each):	26		
(a) Basic		4.13	4.92
(b) Diluted		4.13	4.92
Significant Accounting Policies	1		
Notes to the Financial Statements	2 to 27		


For and on behalf of Board of Directors
MANGAL COMPUSOLUTION PRIVATE LIMITED


MEGHRAJ S JAIN
 Director
 DIN : 01311041
 Date: 29.10.2020
 Place: Mumbai


PATHIK M DESAI
 Director
 DIN : 03048590

As per our report of even date attached
FOR MGB & CO. LLP
CHARTERED ACCOUNTANT
FRN - 101169W/W-100035




SANDEEP JHANWAR
 PARTNER
 M. NO. 078146

MANGAL COMPUSOLUTION PRIVATE LIMITED

CIN: UL2900MH2011PTC216111

CASH FLOW STATEMENT

For the year ended, 31st March, 2020

	(Amount in Rs.)	
	Current Year 2019-20	Previous Year 2018-19
A) CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit before tax and extraordinary items	98,92,930	1,56,01,544
Adjustments for :		
Depreciation	6,89,21,208	5,38,58,594
Interest Expenses	4,11,95,214	4,10,09,015
Loan Processing Fees & Closer Expenses	1,50,653	32,47,530
Bad Debts	1,28,198	3,87,337
Creditors Balance Written Off	2,50,000	-
Divident Received	(950)	(150)
Profit/Loss on sale of Shares (Net)	(18,19,647)	13,18,709
Profit on sale of fixed assets	(1,66,486)	(11,64,960)
Interest Income	(1,02,47,871)	(1,31,49,240)
	9,84,10,319	8,55,06,835
Operating profit before working capital changes	10,83,03,249	10,11,08,379
Adjustments for :		
Trade Receivable	(1,62,23,223)	(1,53,48,158)
Inventory	(60,000)	(40,000)
Short term loan and advances	(3,67,814)	(16,30,829)
Trade payables	1,83,01,648	2,16,69,401
Other non current assets	37,500	(2,65,625)
Other Current Liabilities	22,08,160	(21,29,249)
Short term Provision (Except Provision for Tax)	-	-
	38,96,271	22,55,541
Cash generated from Operations	11,21,99,520	10,33,63,920
Income Tax Paid (Net of Refund)	38,70,230	88,13,724
Net cash from operating activities -A.	10,83,29,290	9,45,50,196
B) CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Fixed Assets	(5,54,42,886)	(8,48,68,682)
Purchase of Investment		(1,48,63,760)
Sale of Investment	61,17,564	1,21,32,245
Loan/Advance Given	(13,49,03,000)	(1,95,50,000)
Loan/Advance Received Back	11,58,30,000	15,00,000
Long Term Loan & Advances -Others	3,86,167	1,97,870
Interest Received	10,24,787	1,30,64,924
Sale of Fixed Assets	1,02,84,068	13,97,940
Investment/Withdrawal from Firm	-	9,94,650
Dividend Received	950	150
	(5,67,02,350)	(8,99,94,663)
Net cash generated/(used) in investing activities -B.	(5,67,02,350)	(8,99,94,663)
C) CASH FLOW FROM FINANCING ACTIVITIES		
Long term Borrowing - Loan Borrowed	3,50,00,000	14,44,35,645
Long term Borrowing - Loan Repaid	(3,80,80,947)	(10,80,79,552)
Short term Borrowing - Loan Borrowed	8,77,46,402	7,92,46,194
Short term Borrowing - Loan Repaid	(9,77,68,659)	(6,92,17,717)
Dividend & DDT Paid	-	(60,48,319)
Interest Paid	(4,06,42,850)	(4,07,01,789)
Loan Processing Fees & Closer Expenses Paid	(1,50,653)	(32,47,530)
	(5,38,96,707)	(36,13,068)
Net cash used in financing activities - C.	(5,38,96,707)	(36,13,068)
NET INCREASE/(DECREASE)IN CASH AND CASH EQUIVALENTS	(22,69,767)	9,42,466
Cash and cash equivalents:		
Opening balance	30,15,813	20,73,347
Closing balance	7,46,046	30,15,813

Notes:

- The above cash flow statement has been prepared under "Indirect Method" set out in AS-3, issued by Institute of Chartered Accountants of India.
- Figures in brackets indicates cash outgo.
- Previous year's figures have been re-grouped and reclassified wherever necessary.

For and on behalf of Board of Directors
MANGAL COMPUSOLUTION PRIVATE LIMITED

MEGERAJ S JAIN
Director
DIN : 01311041
Date: 29.10.2020
Place: Mumbai

PATHIK M DESAI
Director
DIN : 03048590

As per our report of even date
FOR MGB & Co. LLP
CHARTERED ACCOUNTANT
FRN: 101169W/W-100035



SANDEEP JHANWAR
PARTNER
M. NO. 078146

MANGAL COMPUSOLUTION PRIVATE LIMITED

“Notes forming part of financial statement for the period ended 31st March, 2020”

1 SIGNIFICANT ACCOUNTING POLICIES

A Accounting Convention / Basis of Accounts Preparation

- ❖ The financial statements have been prepared under historical cost conventions in according with the generally accepted accounting principles and in compliance with the Accounting Standards notified under Section 133 of the Companies Act, 2013 as the Companies (Accounting Standards) Rules, 2006, and in accordance with the other relevant provisions of the Companies Act, 2013.
- ❖ All assets and Liabilities have been classified as current or non-current as per the company's normal operating cycle and other criteria set out in the Schedule III to the Companies Act, 2013. The financial statements for the year ended March 31, 2020 are prepared as per Schedule III to the Companies Act 2013.
- ❖ The company generally follows the mercantile system of accounting & recognizes income and expenditure on an accrual basis except those with significant uncertainties
- ❖ Financial Statements are based on historic cost. Those cost are not adjusted to reflects to impact of the changing the value in the purchase power of money.

B Use of Estimates

The preparation of the financial statements in conformity with the generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of revenues and expenses during the reporting year, the reported amounts of assets and liabilities and the disclosures of contingent liabilities as on the date of the financial statements.

C Property, Plant & Equipment

- ❖ Property, Plant & Equipment assets are stated at cost less accumulated depreciation and amortization.
- ❖ Cost for the purpose of valuing fixed assets & capital work in progress comprises of the purchase price and any attributable cost of bringing the asset to working condition for its intended use.
- ❖ Pre-operative Expenditure and cost relating to borrowed funds attributable to the construction or acquisition up to the date asset is ready for use is included under Capital Work-in-Progress and the same is allocated to the respective fixed assets on its completion for satisfactory commercial commencement.



D. Method Of Depreciation

Depreciation is provided on written down value Method, at the rates so calculated by useful life as specified in Schedule II of the Companies Act, 2013 except in respect of Leased Computer Equipment and accessories wherein useful life is estimated to be 6 years on the basis of management assessment and past experience.

Depreciation is provided on pro-rata basis on the assets acquired, sold or disposed off during the year.

F. Revenue Recognition

Revenue is recognized on accrual basis to the extent it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured.

- Sale of Goods :-

Revenue from sale of goods is recognized when the significant risks and rewards of ownership of the goods are transferred to the customer and is stated net of sales tax and sales returns. Export sales are stated at FOB value.

- Service, Maintenance Charges & installation :-

Revenue from these activities is booked, based on agreements/arrangements with concerned parties.

-Interest :-

Revenue is recognized on a time proportion basis taking into account the amount outstanding and the rate applicable.

-Insurance Claims :-

Insurance claims are accounted for when settled/received. Brokerage & Charges are recognized on completed settlement basis and banks interest on accrual basis.

F. Taxes on Income

Provision for Current Tax is made after taking into consideration benefits admissible under the provision of The Income Tax Act 1961. Deferred Tax resulting from "timing difference"& "rate difference" between book Profit and taxable profit is accounted for using the tax rate and laws that have been enacted or substantively enacted as on the Balance sheet date. The deferred tax asset is recognized and carried forward only to the extent that there is reasonable certainty that the assets will be realized in future.

G. Valuation of Stock

Stock is valued at cost or NRV which are is lower. The cost is computed by applying weighted average cost price.



II. Accounting of CENVAT/VAT benefits/ GST Input

- ❖ CENVAT/VAT/GST credit availed under the relevant provisions in respect of Raw materials, packing materials, capital goods, etc. is reduced from the relevant cost of purchases.

I. Borrowing Costs

- ❖ Borrowing costs that are attributable to the acquisition / construction of qualifying assets are capitalized, net of income / income earned on temporary investments from such borrowings. Other borrowing costs are charged to the Statement of Profit and Loss as expense in the year in which the same are incurred.
- ❖ Redemption Premium payable on borrowings is included as part of borrowing costs on a periodic cost basis.

J. Provisions, Contingent Liabilities And Contingent Assets

- ❖ Provisions are recognized for liabilities that can be measured only by using a substantial degree of estimation, if the Company has a present obligation as a result of a past event, a probable outflow of resources is expected to settle the obligation and the amount of the obligation can be reliably estimated.
- ❖ Reimbursement expected in respect of the expenditure required to settle a provision is recognized only when it is virtually certain that the reimbursement will be received.
- ❖ Contingent liability is stated in the case of a present obligation arising from a past event, when it is not Probable that an outflow of resources will be required to settle the obligation, a possible obligation, unless the probability of outflow of resources is remote.
- ❖ Contingent assets are neither recognized, nor disclosed.
- ❖ Provisions, contingent liabilities and contingent assets are reviewed at each balance sheet date.

K. Cash Flow Statement

The statement of cash flow has been prepared under the indirect method as set out in Accounting Standard - 3 issued under the Companies (Accounting Standard) Rules, 2006.



MANGAL COMPUSOLUTION PRIVATE LIMITED

CIN: UL2900MH2011PTC216111

Notes forming part of financial statement for the year ended 31st Mar, 2020

2. SHARE CAPITAL

(Amount in Rs.)

Particulars	AS AT	AS AT
	31-03-2020	31-03-2019
<u>Authorised Share Capital</u> 20,00,000 Equity shares of Rs. 10/- each (Previous Year 2000000 Equity shares of Rs. 10/- each)	2,00,00,000	2,00,00,000
	2,00,00,000	2,00,00,000
<u>Issued,Subscribed and Paid Up Capital</u> 20,00,000 Equity Shares of Rs. 10 /- each (Previous Year 2000000 Equity shares of Rs. 10/- each fully paid up)	2,00,00,000	2,00,00,000
TOTAL	2,00,00,000	2,00,00,000

2.1 The details of Shareholders holding more than 5% shares:

Name of the Shareholder	As at 31st March 2020		As at 31st March 2019	
	No. of Shares	% Held	No. of Shares	% Held
Neeta M. Desai	400000	20.00 %	0	0.00 %
Binny P. Desai	400000	20.00 %	0	0.00 %
Pathik M. Desai	400000	20.00 %	0	0.00 %
Sohalal V Jain	400000	20.00 %	0	0.00 %
Sohalal V Jain HUF	399999	20.00 %	0	0.00 %
Mangal Credit and Fincorp Limited	0	0.00%	1999999	99.99 %

2.2 The reconciliation of the number of shares outstanding is set out below:-

Particulars	AS AT	AS AT
	31-03-2020	31-03-2019
Equity Shares at the beginning of the year	20,00,000	20,00,000
Add:-Shares issued during the year	-	-
Less:-Shares cancelled on buy back of Equity Shares	Nil	Nil
Equity Shares at the end of the year	20,00,000	20,00,000

2.3 TERM/RIGHT ATTACHED TO EQUITY SHARES

2.3.1 The company has only one class of equity shares having a par value of Rs. 10/- per share. Each share holder of equity share is entitled to one vote per share.

2.3.2 In the event of the liquidation of the company, the holders of equity shares will be entitled to receive remaining assets of the company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

2.4 Post transfer of 19,99,999 shares on 30th March 2020 by the erstwhile holding company, M/s Mangal Credit and Fincorp Limited, is no more a subsidiary of the said company.

2.5 No shares have been reserved for issue under options and contracts/commitments for the sale of shares/disinvestment.

2.6 During the past 5 years the company has not allotted any shares pursuant to contracts, without payment being received in cash.

2.7 During the past 5 years the company has not allotted any bonus shares.

2.8 During the past 5 years the company has not bought back any shares.

2.9 No shares have been forfeited by the company.

2.10 No Calls were remain unpaid from directors and officers of the company.



MANGAL COMPUSOLUTION PRIVATE LIMITED

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Notes forming part of financial statement for the year ended 31st Mar, 2020

3. RESERVE AND SURPLUS

(Amount in Rs.)

Particulars	AS AT	AS AT
	31-03-2020	31-03-2019
Share Premium	-	-
General Reserve	-	-
Profit and Loss Appropriation		
Opening balance	5,06,57,286	4,68,58,285
Add: Profit/(Loss) for the year	82,51,862	98,47,320
Less:- Dividend & DDT Paid	-	60,48,319
Less:-Transferred to General Reserve	-	-
Closing Balance	5,89,09,148	5,06,57,286
TOTAL	5,89,09,148	5,06,57,286

Dividend

- No Dividend has been recommended for the FY 2019-20 (Dividend was recommended for the FY 2018-19).

4. LONG TERM BORROWINGS

(Amount in Rs.)

Particulars	AS AT	AS AT
	31-03-2020	31-03-2019
From banks:		
Secured:		
Kotak Mahindra Bank Ltd	3,86,48,619	4,23,26,458
(Nature of Security : Secured by way of Equitable Mortgage by depositing of title deeds of immovable properties of director's residence) (Amount guaranteed by directors & director's relatives, sanction Limit Rs. 4.91 Crore) (Period of defaults: Nil, No defaults in repayment of Interest)		
The Bharat Co-Operative Bank Ltd (11 Cr)	8,14,84,219	9,03,98,055
(Nature of Security : Secured by way of Equitable Mortgage by depositing of title deeds of immovable properties being residence of director's relative & immovable properties of the company controlled by directors & hypothecation charges over company's fixed assets) (Amount guaranteed by directors & director's relatives and group company, sanction Limit Rs. 11 Crore) (Period of defaults: Nil, No defaults in repayment of Interest)		
The Bharat Co-Operative Bank Ltd (3 Cr)	1,99,60,536	2,26,23,778
(Nature of Security : Secured by way of Equitable Mortgage by depositing of title deeds of immovable properties being residence of director's relative & hypothecation charges over company's fixed assets) (Amount guaranteed by directors & director's relatives and group company, sanction Limit Rs. 3 Crore) (Period of defaults: Nil, No defaults in repayment of Interest)		



MANGAL COMPUSOLUTION PRIVATE LIMITED

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Notes forming part of financial statement for the year ended 31st Mar, 2020

Particulars	(Amount in Rs.)	
	AS AT 31-03-2020	AS AT 31-03-2019
Fullerton India Credit Company Ltd (Nature of Security : Secured by way of Equitable Mortgage by depositing of title deeds of immovable properties of company controlled by relative of Director) (Amount guaranteed by directors & director's relatives and group company, sanction Limit Rs. 5 Crore) (Period of defaults: Nil, No defaults in repayment of Interest)	4,40,17,190	4,53,62,279
Reliance Home Finance (Nature of Security : Secured by way of Equitable Mortgage by depositing of title deeds of immovable properties of company controlled by director) (Period of defaults: Nil, No defaults in repayment of Interest)	2,23,32,150	2,25,69,479
The Bharat Co-Operative Bank Ltd (4 Cr) (Nature of Security : Secured by way of Equitable Mortgage by depositing of title deeds of immovable properties being residence of director's relative & hypothecation charges over company's fixed assets) (Amount guaranteed by directors & director's relatives and group company, sanction Limit Rs. 4 Crore) (Period of defaults: Nil, No defaults in repayment of Interest)	2,92,00,849	3,60,60,362
Kotak Mahindra Bank Limited (Nature of Security : Secured by way of Equitable Mortgage by depositing of title deeds of immovable properties of company controlled by director) (Amount guaranteed by directors & director's relatives and group company, sanction Limit Rs. 2.03 Crore) (Period of defaults: Nil, No defaults in repayment of Interest)	1,46,82,418	1,62,76,386
ICICI Bank Limited (Term Loan 1) (Nature of Security : Secured by way of Equitable Mortgage by depositing of title deeds of immovable properties of company controlled by director) (Amount guaranteed by directors & director's relatives and group company, sanction Limit Rs. 7.25 Crore) (Period of defaults: Nil, No defaults in repayment of Interest)	6,72,98,376	7,17,76,757
ICICI Bank Limited (Term Loan 2) (Nature of Security : Secured by way of Equitable Mortgage by depositing of title deeds of immovable properties of company controlled by director) (Amount guaranteed by directors & director's relatives and group company, sanction Limit Rs. 1.34 Crore) (Period of defaults: Nil, No defaults in repayment of Interest)	1,24,28,682	1,32,61,705
The Bharat Co-Operative Bank Ltd (3.50 Cr) (Amount guaranteed by directors & director's relatives and group company, sanction Limit Rs. 3.50 Crore)	2,75,21,274	
	35,75,74,314	36,06,55,260
Less: Current Maturities on Long Term Borrowings (Refer Note No. 8)	3,22,40,681	3,09,99,605
Unsecured:		-
From Other Parties		
Secured:	-	-
Unsecured:	-	-
TOTAL	32,53,33,633	32,96,55,655



MANGAL COMPUSOLUTION PRIVATE LIMITED

CIN: UL2900MH2011PTC216111

Notes forming part of financial statement for the year ended 31st Mar, 2020

5. DEFERRED TAX

(Amount in Rs.)

Particulars	AS AT 31-03-2020	AS AT 31-03-2019
Deferred Tax Assets		
Opening Balance	-	-
Add: Created During the year	-	-
Less: Reversed During the year	-	-
Balance Total	-	-
Deferred Tax Liabilities		
Opening Balance	1,36,29,887	1,24,75,171
Add: Created During the year	-	11,54,716
Less: Reversed During the year	28,53,022	-
Balance Total	1,07,76,865	1,36,29,887
Deferred Tax - Net	(1,07,76,865)	(1,36,29,887)

6. SHORT TERM BORROWINGS

(Amount in Rs.)

Particulars	AS AT 31-03-2020	AS AT 31-03-2019
Loans repayable on demand		
From banks:		
Secured:	-	-
Unsecured:	-	-
From Other Parties		
Secured:		
Unsecured:		
Inter-Corporate Loans		
a) From Other Corporates	-	-
Xangars Solutions Pvt. Ltd. - Loan A/c	-	-
b) From Holding Company	-	-
Other Loans		
c) From Members, Directors & their Relatives	-	-
Meghraj Sohanlal Jain - Loan A/c	6,220	1,00,28,477
TOTAL	6,220	1,00,28,477

7. TRADE PAYABLE

(Amount in Rs.)

Particulars	AS AT 31-03-2020	AS AT 31-03-2019
Acceptance		
Other than acceptance		
Payable for Goods/Advance from customers	4,49,72,340	2,64,78,159
Payable for Expenditure	2,26,390	1,68,924
TOTAL	4,51,98,730	2,66,47,083



MANGAL COMPUSOLUTION PRIVATE LIMITED

CIN: UL2900MH2011PTC216111

Notes forming part of financial statement for the year ended 31st Mar, 2020

8. OTHER CURRENT LIABILITIES**(Amount in Rs.)**

Particulars	AS AT	AS AT
	31-03-2020	31-03-2019
Current Maturity Of Term Loan (Refer Note No 4)		
Secured:		
Kotak Mahindra Bank Ltd	34,74,483	37,07,321
The Bharat Co-Operative Bank Ltd	61,20,125	88,50,922
The Bharat Co-Operative Bank Ltd	18,17,130	26,46,035
Fullerton India Credit Company Ltd	12,13,255	13,45,089
Reliance Home Finance	2,52,959	6,86,935
ICICI Bank Limited	53,08,085	44,05,510
ICICI Bank Limited	9,81,324	8,13,982
Kotak Mahindra Bank Ltd	15,59,968	16,83,504
The Bharat Co-Operative Bank Ltd	46,33,661	68,60,307
The Bharat Co-Operative Bank Ltd	68,79,691	
Outstanding Liabilities		
Salary Payable	17,83,761	3,92,220
Sundry Expenses Payable	-	-
Interest Accrued But Not Due - Term Loan	20,18,562	22,61,826
Statutory Remittances		
Professional Tax Payable	74,275	52,275
GST Payable	-	-
ESIC Payable	17,658	-
TDS Payable	18,26,871	8,35,376
Provident Fund Payable	28,730	-
TOTAL	3,79,90,538	3,45,41,302

9. SHORT TERM PROVISIONS**(Amount in Rs.)**

Particulars	AS AT	AS AT
	31-03-2020	31-03-2019
Provision for Audit Fees	50,000	50,000
Provision For Taxation	45,01,217	37,01,688
TOTAL	45,51,217	37,51,688

11. NON CURRENT INVESTMENT**(Amount in Rs.)**

Particulars	AS AT	AS AT
	31-03-2020	31-03-2019
Investment (at Cost)		
A. Trade Investment		
-		
B. Other Investment		
(a) Investment in Equity Instruments		
- Unquoted Shares	1,000	1,000
- Quoted Shares	12,76,228	55,74,145
TOTAL	12,77,228	55,75,145



MANGAL COMPUSOLUTION PRIVATE LIMITED

CIN: UL2900MH2011PTC216111

Notes forming part of financial statement for the year ended 31st Mar, 2020

12. LONG TERM LOANS AND ADVANCES

Particulars	(Amount in Rs.)	
	AS AT 31-03-2020	AS AT 31-03-2019
(a) Balance with government authorities		
Unsecured, Considered good		
GST credit receivable	1,02,651	-
MAT credit receivable	50,67,455	55,56,274
(b) Security Deposits		
Unsecured, Considered good		
Office Rent Deposit	5,00,000	5,00,000
Electricity Deposit with Reliance Infrastructure Ltd	16,680	16,680
Electricity Deposit with Tata Power	2,130	2,130
VAT Voluntary Deposit	25,000	25,000
(c) Loans & Advances - Others		
Unsecured, Considered good	12,86,50,000	10,95,77,000
TOTAL	13,43,63,916	11,56,77,084

13. OTHER NON CURRENT ASSETS

Particulars	(Amount in Rs.)	
	AS AT 31-03-2020	AS AT 31-03-2019
Unamortised Expenses		
Insurance Charges to be amortised	2,28,125	2,65,625
TOTAL	2,28,125	2,65,625

14. INVENTORIES

Particulars	(Amount in Rs.)	
	AS AT 31-03-2020	AS AT 31-03-2019
Store & Spare Parts	3,50,000	2,90,000
TOTAL	3,50,000	2,90,000

15. TRADE RECEIVABLES

Particulars	(Amount in Rs.)	
	AS AT 31-03-2020	AS AT 31-03-2019
Outstanding for a period exceeding six months from the date they were due for payment		
Secured, considered good		
Unsecured, considered good (Debtors)	7,61,75,915	5,67,14,083
Doubtful	-	-
Less: Provision for doubtful trade receivable	-	-
Other trade receivable/Advances to Suppliers		
Secured, considered good		
Unsecured, considered good	4,07,34,310	4,41,01,118
Doubtful	-	-
Less: Provision for doubtful trade receivable	-	-
TOTAL	11,69,10,225	10,08,15,201



MANGAL COMPUSOLUTION PRIVATE LIMITED

CIN: UL2900MH2011PTC216111

Notes forming part of financial statement for the year ended 31st Mar, 2020

16. CASH AND BANK BALANCES

(Amount in Rs.)

Particulars	AS AT	AS AT
	31-03-2020	31-03-2019
(a) Cash in Hand	4,33,275	9,70,247
(b) Cheques, drafts on hand	-	-
(c) Balance with banks		
(i) in current accounts		
- The Bharat Co-operative Bank Ltd	3,12,771	20,45,566
- Bank Mahindra Bank	-	-
TOTAL	7,46,046	30,15,813

17. SHORT TERM LOANS AND ADVANCES

(Amount in Rs.)

Particulars	AS AT	AS AT
	31-03-2020	31-03-2019
(a) Balance with government authorities		
Unsecured, Considered good		
TDS Recoverable	47,35,650	34,36,576
GST Credit Receivable	-	12,46,534
(b) Prepaid Expenses		
Unsecured, Considered good		
Prepaid Expenses (AMC Charges)	3,56,927	41,653
(c) Intangible Asset		
Secured, Considered good		
Unsecured, Considered good		
Doubtful	-	-
(d) Loans and Advances - Others		
Secured, Considered good		
Unsecured, Considered good (Other Advances)	8,15,44,477	7,20,84,660
Doubtful	-	-
Less: Provision for doubtful trade receivable	-	-
TOTAL	8,66,37,054	7,68,09,423

18. OTHER CURRENT ASSETS

(Amount in Rs.)

Particulars	AS AT	AS AT
	31-03-2020	31-03-2019
Interest Receivable	-	6,13,426
Unamortised Expenses		
Instalment charges to be amortised	-	-
Provision for doubtful debts	-	-
TOTAL	-	6,13,426



MANGAL COMPUSOLUTION PRIVATE LIMITED

Notes forming part of financial statement for the period ended 31st Mar, 2020

19. REVENUE FROM OPERATIONS

Particulars	(Amount in Rs.)	
	FOR THE YEAR 2019-20	FOR THE YEAR 2018-19
Sale of Products	48,10,411	22,93,170
Income From Lease Rent	13,24,50,490	12,16,36,324
Other Operating Revenues	18,61,600	6,38,959
TOTAL	13,91,22,501	12,45,68,453

19.1 SALE OF PRODUCTS

Computer Accessories sale	48,10,411	22,93,170
TOTAL	48,10,411	22,93,170

19.2 INCOME FROM LEASE RENT

Rent Income From Lease of Computers & Peripherals	13,24,50,490	12,16,36,324
TOTAL	13,24,50,490	12,16,36,324

19.3 OTHER OPERATING REVENUE

IT Services	18,61,600	6,38,959
TOTAL	18,61,600	6,38,959

20. OTHER INCOME

Particulars	(Amount in Rs.)	
	FOR THE YEAR 2019-20	FOR THE YEAR 2018-19
Dividend Received	950	150
Interest on Loans & Advances	1,02,47,871	1,31,49,240
Discount Received	5,836	-
Other Income	2,50,000	-
Profit on sale of asset - computer	1,66,487	11,64,960
Short Term Capital Gain Shares	-	3,26,649
Long Term Capital Gain Shares	18,19,647	-
TOTAL	1,24,90,791	1,46,40,998

21. INCREASE/(DECREASE) IN INVENTORY

Particulars	(Amount in Rs.)	
	FOR THE YEAR 2019-20	FOR THE YEAR 2018-19
Inventory at close)		
Store of Parts	3,50,000	2,90,000
Less: Inventory at commencement)		
Store of Parts	2,90,000	2,50,000
TOTAL	(60,000)	(40,000)

22. EMPLOYEE BENEFITS EXPENSE

Particulars	(Amount in Rs.)	
	FOR THE YEAR 2019-20	FOR THE YEAR 2018-19
Remuneration to Director	39,27,000	9,99,000
Board of Directors	11,48,590	12,41,565
Staff	1,74,525	2,07,428
Salaries to Staff	1,20,91,505	91,18,280
TOTAL	1,73,41,620	1,15,66,273



MANGAL COMPUSOLUTION PRIVATE LIMITED

Notes forming part of financial statement for the period ended 31st Mar, 2020

23. FINANCE COSTS

Particulars	(Amount in Rs.)	
	FOR THE YEAR 2019-20	FOR THE YEAR 2018-19
Interest expenses on:		
(i) Borrowings Cost		
Bank interest on Term Loan	4,02,18,896	4,10,09,015
Other interest	9,76,318	-
(ii) State taxes	36,262	680
(iii) Other	23,81,828	1,80,000
(b) Other Borrowing Cost		
Bank charges	1,05,072	65,664
Loan processing Charges	1,50,653	12,85,617
Term loan closure charges	-	17,81,913
(c) Net loss on foreign currency transactions and transfers considered as finance cost)	-	-
TOTAL	4,38,69,029	4,43,22,889

24. DEPRECIATION & AMORTISATION EXPENSES

Particulars	(Amount in Rs.)	
	FOR THE YEAR 2019-20	FOR THE YEAR 2018-19
Depreciation	6,89,21,208	5,38,58,594
Prepaid expenses Written Off	-	-
TOTAL	6,89,21,208	5,38,58,594

25. OTHER EXPENSES

Particulars	(Amount in Rs.)	
	FOR THE YEAR 2019-20	FOR THE YEAR 2018-19
Advertisement / Business Promotion Expenses	20,000	4,03,580
Bank charges	1,28,198	3,87,337
Bank interest	-	4,13,000
Car expenses	6,440	7,045
Contractual	30,41,044	39,57,640
Depreciation	1,195	47,441
Discount	-	37,047
Donation	1,002	3,630
Electronics	2,02,469	1,64,495
Freight	49,833	1,76,378
Gift	-	-
GST	8,600	14,238
Insurance	1,55,045	1,74,402
Loan loading charges	14,000	12,100
Marketing charges- Madhukunj	-	56,608
Motor Vehicle	5,38,776	4,93,878
Office	42,834	66,747
Miscellaneous Expenses	100	2,421
Overseas Working Pay	68,550	94,590
Payable Auditor	60,000	55,000
Professional expenses	-	23,930
Postage & Courier Charges	7,363	9,659
Printing Stationery	98,428	1,13,265
Professional & Legal Fees	67,500	29,500
Provision	5,000	2,500
Real Estate	3,00,000	4,24,019
Repairs	8,060	4,200
Repairs / Maintenance / Computer AMC	3,70,323	7,39,405
Revolving	3,600	18,700
Salaries	1,297	18
Share	-	45,727
Software Development Expense	16,050	26,550
Share Capital Loss	-	16,45,358
Telephone & Internet Charges	2,17,662	2,25,620
Travel Registration charges	-	10,000
Travel Charges	2,94,464	5,77,268
Travel Conveyance Expenses	1,75,075	1,46,778
TOTAL	59,02,907	1,06,10,074



MANGAL COMPUSOLUTION PRIVATE LIMITED

Notes forming part of financial statement for the period ended 31st Mar, 2020

25.1 PARTICULARS TO AUDITORS AS:

Particulars	(Amount in Rs.)	
	FOR THE YEAR 2019-20	FOR THE YEAR 2018-19
(a) Audit Fees	40,000	40,000
Statutory Audit Fees	10,000	10,000
Other Audit Fees	10,000	5,000
(b) Certification and Consultation Fees	-	-
TOTAL	60,000	55,000

26. EARNINGS PER SHARE (EPS)

Particulars	(Amount in Rs.)	
	FOR THE YEAR 2019-20	FOR THE YEAR 2018-19
i) Net Profit after tax as per Statement of Profit and Loss attributable to Equity Shareholders	82,51,862	98,47,320
ii) Weighted average number of equity shares outstanding in the year (denominator for calculating EPS)	20,00,000	20,00,000
iii) Diluted Earnings per share	4.13	4.92
iv) Face value per equity share	10.00	10.00



27. OTHER NOTES ON ACCOUNTS



- I As required under the accounting standard of Related Party Disclosure (AS 18) issued by Institute of Chartered Accountants of India, The disclosure of Related Party name & Their Transactions are as per Annexure "A1 & A2".
- II The Company has not received any Registration Certificate From Any Vendor as to whether it is Registered under the Sec 22 of Micro, Small & Medium Enterprises Development Act, 2006.
- III As required under the accounting standard of Provisions, Contingent Liability & Contingent Asset (AS 29) issued by Institute of Chartered Accountants of India. The detail as per below.
- The company has given co-guarantee against Term Loan taken by the company M/s Orient Autocare Pvt Ltd Rs. 2.20 crore. However, the outstanding balance as on 31.03.20 is Rs. 1.46 Crore. If The Company fail to repaid loan than liability may be incurred.
 - The company has given co-guarantee against Term Loan taken by the company M/s Orient Laboratories Pvt Ltd Rs. 2.20 crore. However, the outstanding balance as on 31.03.20 is Rs. 1.46 Crore. If The Company fail to repaid loan than liability may be incurred.
- IV Previous year figures have been regrouped, re-arranged and reclassified wherever necessary to confirm to the current year's classification.

For and on behalf of Board of Directors
MANGAL COMPUSOLUTION PVT LTD

As per our report of even date attached for
FOR MGB & CO. LLP
CHARTERED ACCOUNTANT
FRN - 101169W/W-100035


MEGHRAJ S JAIN
Director
DIN NO.: 01311041


PATHIK M DESAI
Director
DIN NO.: 03048590



SANDEEP JHANWAR
PARTNER
M. No. 078146

Date : 29.10.2020
Place: Mumbai

MANGAL COMPUSOLUTION PVT LTD

Forming Part of Notes on Accounts Annexure -"A1"

Name of Related Parties and Relationships

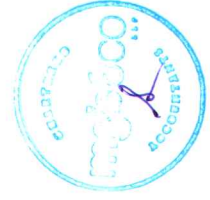
S. No.	Parties	
A.	Common Directors	
	Mangal Credit & Fincorp Ltd	
	Mangal Buildhome Pvt Ltd	
	Chakshu Realtors Pvt Ltd	
	Indtrans Container Lines Pvt Ltd	
	Satco Capital Markets Ltd	
	Mangal Comusolution Pvt Ltd	
	Woodland Construction Private Limited	
	Xangars Infratech Solutions Pvt Ltd	
B.	List of Key Managerial Personnel	
	Key Management Personnel	
	Mughraj Jain	Directors
	Pathik M desai	Directors
C.	List of Related Concern of Key Managerial Person	
	Pathik Computers	
D.	Director's relative	
	Binny Pathik Desai	
	Mukesh Desai	
	Neeta Mukesh Desai	

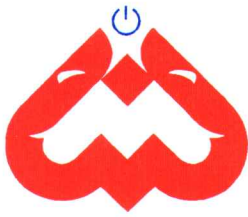


Forming Part of Notes on Accounts Annexure - "A2"

Name of Related Parties and Their Transaction

Name of the Related Parties & Nature of Relationships	Nature of Transaction	2019-20		2018-19	
		Transaction Value	O/s Amount carried to Balance Sheet	Transaction Value	O/s Amount carried to Balance Sheet
Common Directors					
Mangal Credit & Fincorp Limited	Sale of Fixed Assets	1,58,727	1,39,481	94,170	2,360
	Sale of Fixed Assets	1,58,727	1,39,481	94,170	2,360
	Dividend paid	-	-	49,99,997	-
	Guarantee Fees	28,84,105	-	-	-
Satco Capital market Limited	Sale /Rental Charges	1,46,644	58,144	2,10,629	13,133
	Shares Trading	61,09,504	-	2,04,38,315	-
Indrans Container Lines Pvt Ltd	Sales	81,468	-	8,000	7,080
Mangal Buildhome Pvt Ltd	Sales	14,160	1,13,280	2,10,008	99,120
	Loan Taken	12,86,50,000	-	-	-
Directors					
Pathik M Desai	Loan Taken	-	-	13,000	-
	Loan Repaid	-	-	13,000	-
	Director Remuneration	15,27,000	-1,55,893	12,49,000	-58,003
	Bonus	1,38,375	-	-	-
Meghraj Jain	Director Remuneration	24,00,000	19,36,000	-	-
	Loan Taken	8,77,46,402	6,220	7,92,46,191	1,00,28,477
	Loan Repaid	9,77,68,659	-	6,92,17,716	-
	Dividend Paid	-	-	3	-
Director's Relatives					
Binny Pathik Desai	Salary paid	15,67,000	-1,20,043	10,00,000	8,443
	Bonus paid	1,38,375	-	1,50,000	-
Mukesh Desai	Salary paid	13,20,000	-2,21,400	12,00,000	1,10,540
	Bonus paid	1,37,500	-	1,50,000	-
	Loan given	-	2,00,000	2,00,000	2,00,000
Neeta Mukesh Desai	Salary paid	15,60,000	-1,71,915	10,00,000	50,865
	Bonus paid	1,37,500	-	1,50,000	-





MANGAL
Compusolution Pvt. Ltd.

Regd. Off : Unit No.3,
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Premises Co-op. Soc. Ltd.,
Near Western Express Highway,
Goregaon (E), Mumbai - 400 063

Specialists in Computer Rentals
www.mangalcompusolution.com
info@mangalcompusolution.com

Board Line :
022-40360500 (30 Lines)
CIN : U72900MH2011PTC216111

M/s MGB & Co. LLP
Chartered Accountants
Jaipur

Dear Sir,

This representation letter is provided in connection with your audit of the financial statements of **MANGAL COMPUSOLUTION PRIVATE LIMITED** for the year ended **31.03.2020** for the purpose of expressing an opinion as to whether the financial statements give a true and fair view of the financial position of **MANGAL COMPUSOLUTION PRIVATE LIMITED** as of **31.03.2020** and of the results of operations for the year then ended. We acknowledge our responsibility for preparation of financial statements in accordance with the requirements of the Companies Act 2013 and recognized accounting policies and practices including the Standards on Accounts issued by the Institute of Chartered Accountants of India.

We confirm and certify, to the best of our knowledge and belief, the following representations:

Accounting Policies

The accounting policies, which are material or critical in determining the results of operations for the year of financial position are set out in the financial statements. The financial statements are prepared on accrual basis.

Fixed Assets

16,22,53,755

The said fixed assets valued at WDV cost.

Capital Commitments

At the balance sheet date, there were no outstanding commitments for capital expenditure.

Investments

12,77,228

Inventories

3,50,000

Debtors, Loans & Advances

The following items appearing in the books as at **31.03.2020** are considered good and fully recoverable with the exception of those specifically shown as “doubtful” in the Balance Sheet.

Sundry Debtors	11,69,10,225
Loans and Advances	22,10,00,972

Cash and Bank balances

The cash and bank balances as on the date of financial statements are as under:

Cash Balance	Rs.	4,33,275
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Bank Balances

I) In Current Accounts	Rs.	3,12,771
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Other Current Assets

In the opinion of the Board of Directors, other current assets have a value on realization in the ordinary course of the company's business, which is atleast equal to the amount at which they are stated in the balance sheet, except as stated in the financial statements.

Liabilities

We have recorded all known liabilities in the financial statements.

Contingent liabilities disclosed in the notes to the financial statements do not include any contingencies which are likely to result in a loss and which, therefore, require adjustment of assets or liabilities.

Provisions for Claims and Losses

Provision has been made in the accounts for all known losses and claims of material amounts.

There have been no events subsequent to the balance sheet date, which require adjustment of, or disclosure in, the financial statements or notes thereto.

General

The following have been properly recorded and, when appropriate, adequately disclosed in the financial statements:

- (a) Losses arising from sale and purchase commitments.
- (b) Agreements and options to buyback assets previously sold.
- (c) Assets pledged as collateral.

There have been no irregularities involving management or employees who have a significant role in the system of internal control that could have a material effect on the financial statements.

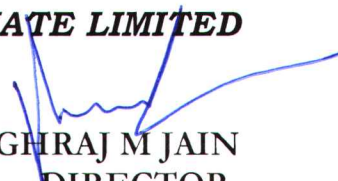
The financial statements are free of material misstatements, including omissions

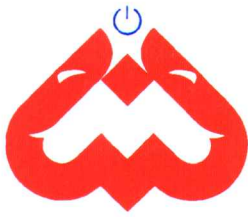
The Company has complied with all aspects of contractual agreements that could have a material effect on the financial statements in the event of non-compliance. There has been no non-compliance with requirements of regulatory authorities that could have a material effect on the financial statements in the event of non-compliance.

We have no plans or intentions that may materially affect the carrying value or classification of assets and liabilities reflected in the financial statements.

FOR MANGAL COMPUSOLUTION PRIVATE LIMITED

PLACE: MUMBAI
DATE: 29.10.2020


MEGHRAJ M JAIN
DIRECTOR
DIN NO. 01311041



MANGAL
Compusolution Pvt. Ltd.

Regd. Off : Unit No.3,
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Premises Co-op. Soc. Ltd.,
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Audit Engagement Letter

Specialists in Computer Rentals

www.mangalcompusolution.com
info@mangalcompusolution.com

Board Line :
022-40360500 (30 Lines)
CIN : U72900MH2011PTC216111

Date: 01.04.2020

To

MANGAL COMPUSOLUTION PRIVATE LIMITED

You have requested that we audit the financial statements of MANGAL COMPUSOLUTION PRIVATE LIMITED, which comprise the Balance Sheet as at March 31, 2020, and the Statement of Profit & Loss for the year then ended, and a summary of significant accounting policies and other explanatory information. We are pleased to confirm our acceptance and our understanding of this audit engagement by means of this letter. Our audit will be conducted with the objective of our expressing an opinion on the financial statements.

We will conduct our audit in accordance with Standards on Auditing (SAs), issued by the Institute of Chartered Accountants of India (ICAI). 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 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. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

Because of the inherent limitations of an audit, together with the inherent limitations of internal control, there is an unavoidable risk that some material misstatements may not be detected, even though the audit is properly planned and performed in accordance with SAs.

In making our risk assessments, we consider internal control relevant to the entity's preparation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. However, we will communicate to you in writing concerning any significant deficiencies in internal control relevant to the audit of the financial statements that we have identified during the audit.

Our audit will be conducted on the basis that management acknowledge and understand that they have responsibility:

(a) For the preparation of financial statements that give a true and fair view in accordance with the Financial Reporting Standards. This includes:

- The responsibility for the preparation of financial statements on a going concern basis.
- The responsible for selection and consistent application of appropriate accounting policies, including implementation of applicable accounting standards along with proper explanation relating to any material departures from those accounting standards.
- The responsibility for making judgments and estimates that is reasonable and prudent so as to give a true and fair view of the state of affairs of the entity at the end of the financial year and of the profit or loss of the entity for that period.

(b) For such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error; and

(c) To provide us with:

- Access, at all times, to all information, including the books, account, vouchers and other records and documentation, of the Company, whether kept at the head office of the company or elsewhere, of which management is aware that is relevant to the preparation of the financial statements such as records, documentation and other matters;
- Additional information that we may request from management for the purpose of the audit; and
- Unrestricted access to persons within the entity from whom we determine it necessary to obtain audit evidence. This includes our entitlement to require from the officers of the Company such information and explanations as we may think necessary for the performance of our duties as auditor.

As part of our audit process, we will request from management written confirmation concerning representations made to us in connection with the audit.

We also wish to invite your attention to the fact that our audit process is subject to 'peer review' under the Chartered Accountants Act, 1949 to be conducted by an Independent reviewer. The reviewer may inspect, examine or take abstract of our working papers during the course of the peer review.

We look forward to full cooperation from your staff during our audit.

The form and content to four reports may need to be amended in the light of our audit findings.

Please sign and return the attached copy of this letter to indicate your acknowledgement of, and agreement with, the arrangements for our audit of the financial statements including our respective responsibilities.

FOR MGB & CO. LLP
CHARTERED ACCOUNTANTS
FRN: 101169W/W-100035



(SANDEEP JHANWAR)

PLACE:

PARTNER

DATED: 01.04.2020

M. NO. 078146

Acknowledged on behalf of MANGAL COMPUSOLUTION PRIVATE LIMITED, by

A handwritten signature in blue ink, appearing to read 'MEGHRAJ S JAIN', written over a horizontal line.

(MEGHRAJ S JAIN)

DIRECTOR

DIN: 01311041



MANGAL
Compusolution Pvt. Ltd.

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Specialists in Computer Rentals

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info@mangalcompusolution.com

Board Line :
022-40360500 (30 Lines)
CIN : U72900MH2011PTC216111

Date: 31st March, 2020

To
The Board of Directors
Mangal Compusolution Private Limited
Unit No. 03, New Satguru Nanak Industrial Estate,
Near Western Express Highway,
Goregaon East, Mumbai -400063

Re: Compliance pursuant to Section 164(2) of the Companies Act, 2013

Dear Sir,

I hereby declare that I am not disqualified to act as the Director under any of the circumstances stipulated under Section 164(2) of the Companies Act, 2013 and that I at present, stand free from any disqualification from being a director under other provisions of Section 164 of the Companies Act, 2013.

Thanking you,

Yours faithfully,

Meghraj Sohanlal Jain
(Director)
DIN: 01311041



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Board Line :
022-40360500 (30 Lines)
Date: 31 March, 2020
CID: 201MH2011PTC2020

To
The Board of Directors
Mangal Compusolution Private Limited
Unit No. 3, New Satguru Nanak Industrial Estate,
Near Western Express Highway,
Goregaon East, Mumbai -400063

Re: Compliance pursuant to Section 164(2) of the Companies Act, 2013

Dear Sir,

I hereby declare that I am not disqualified to act as the Director under any of the circumstances stipulated under Section 164(2) of the Companies Act, 2013 and that I at present, stand free from any disqualification from being a director under other provisions of Section 164 of the Companies Act, 2013.

Thanking you,

Yours faithfully,

Pathik Mukesh Desai
(Director)
DIN: 03048590



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CIN : U72900MH2011PTC216111

CERTIFICATE OF PHYSICAL VERIFICATION OF CASH-IN-HAND

I, Meghraj Jain, Director of the company do hereby certify on behalf of the Board of Directors of the company that the management of the company has physically verified the Cash-in-hand being Rs 433275/- as on 31st March, 2020. There are no discrepancies found at the time of physical verification of Cash and they are tallied with Cash Book maintained with the company as on 31st March, 2020.

In Witness and Confirmation of Facts
for **Mangal Compusolution Private Limited**

Place : Mumbai
Dated : 29.10.2020


Director



MANGAL
Compusolution Pvt. Ltd.

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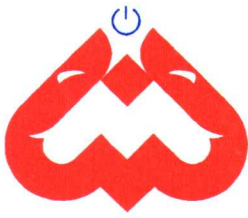
CERTIFICATE OF PHYSICAL VERIFICATION OF FIXED ASSETS

I, Meghraj Jain, Director of the company do hereby certify on behalf of the Board of Directors of the company that the management of the company has physically verified the quantitative details and situations of fixed assets as on 31st March, 2020. There are no discrepancies found at the time of physical verification of fixed assets and they are tallied with fixed assets register maintained with the company as on 31st March, 2020.

In Witness and Confirmation of Facts
for **Mangal Compusolution Private Limited**

Place : Mumbai
Dated : 29.10.2020


Director



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Board Line :
022-40360500 (30 Lines)
CIN : U72900MH2011PTC216111

CERTIFICATE OF VERIFICATION OF INVENTORIES

I, Meghraj Jain, Director of the company do hereby certify on behalf of the Board of Directors of the company that the management of the company has verified the Inventories found Rs. 3,50,000 as on 31st March, 2020

INVENTORY DETAIL	AMOUNT
Store & Spare Parts	3,50,000
TOTAL	3,50,000

In Witness and Confirmation of Facts
for **Mangal Compusolution Private Limited**


Director

Place: Mumbai

Dated : 29.10.2020