

INDEPENDENT AUDITOR'S REPORT

Independent Auditors' Report To the Members of Ludhiana Stock and Capital Limited

Report on the Audit of the Standalone Financial Statements

Opinion

We have audited the accompanying standalone financial statements of Ludhiana Stock and Capital Limited ('the Company'), which comprise the Balance Sheet as at 31 March 2022, the Statement of Profit and Loss and the Statement of Cash flows for the year then ended and notes to the standalone financial statements, including a summary of the significant accounting policies and other explanatory information. (hereinafter referred to as "standalone financial statements").

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 Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, including the accounting Standards prescribed under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2015, of the state of affairs of the Company as at 31 March 2022, and the Profit and its cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit of the Standalone financial statements 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 standalone 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 Standalone 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 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.

Information Other than the standalone Financial Statements and Auditor's Report Thereon

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Director's Report, but does not include the standalone financial statements and our auditor's report thereon.

Our opinion on the standalone financial statements does not cover the other information and we do not and will not express any form of assurance conclusion thereon.

In connection with our audit of the standalone financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the standalone financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.

If, based on the work we have performed on the other information that we obtained prior to the date of this auditor's report, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

When we read the Director's report including annexures, if any, thereon, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance.

Responsibilities of Management and Those Charged with Governance 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. 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 the 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 standalone financial statements, the Board of Directors 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 Board of Directors 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.

Auditor's Responsibilities for the Audit of the standalone financial Statements

Our objectives are to obtain reasonable assurance about whether the standalone 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 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 the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these standalone financial statements.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional scepticism 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 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.

INDEPENDENT AUDITOR'S REPORT

- 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.

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.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order") issued by the Central Government of India in terms of sub section (11) of section 143 of the Act, we give in "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 statement of cash flows 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, 2015;
 - (e) On the basis of the written representations received from the directors as on 31st March 2022 taken on record by the Board of directors, none of the directors is disqualified as on 31st March 2022 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".

Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the internal financial control over financial reporting;

(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, as amended 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 standalone financial statements. Refer Note 25 to the standalone financial statements.
- ii. The company did not have any long term contracts including derivatives contracts for which there were any material foreseeable losses.
- iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.
- iv.
 - (i) The management has represented that, to the best of its knowledge and belief, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person or entity, including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
 - (ii) The management has represented that, to the best of its knowledge and belief, no funds have been received by the Company from any person or entity, including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
 - (iii) Based on such audit procedures that we considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) contain any material misstatement.
- v. The dividend declared and paid during the year by the company is in compliance with section 123 of the Companies Act, 2013.
- (h) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended: In our opinion and to the best of our information and according to the explanations given to us, the Company has not paid remuneration to its directors during the year

For SCV & Co. LLP
Chartered Accountants
F.R. No.: 000235N/N500089

(Sanjiv Mohan)
Partner
M. No.086066

Place: Ludhiana
Date: 29.08.2022

INDEPENDENT AUDITOR'S REPORT ANNEXURE - A

Annexure – “A” to the Independent Auditors' Report

(Referred to in paragraph 1 under 'Report on Other Legal and Regulatory Requirements' section of our report to the Members of **Ludhiana Stock and Capital Limited** of even date)

In respect of the Company's Property, Plant and Equipment and Intangible Assets:

- i. (a) (A) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment and relevant details of right-of-use assets.
(B) The Company has maintained proper records showing full particulars of intangible assets.
- (b) According to the information and explanation given to us, these Property, Plant and Equipment were physically verified by the Management during the year. No material discrepancies were noticed on such verification and have been properly dealt with in the books of accounts.
- (c) Based on our examination of the registered sale deed / transfer deed / conveyance deed provided to us, we report that, the title deeds of all the immovable properties disclosed in the standalone financial statements included under Property, Plant and Equipment and investment properties are held in the name of the Company as at the balance sheet date.
- (d) The Company has not revalued any of its Property, Plant and Equipment (including right-of-use assets) and intangible assets during the year.
- (e) Based on the information and explanations given to us, no proceedings have been initiated during the year or are pending against the Company as at March 31, 2022 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (as amended in 2016) and rules made thereunder.
- ii. (a) According to the information and explanations given to us, the company has not held any inventory during the year. Hence reporting under clause 3(ii)(a) of the Order is not applicable.
- (b) According to the information and explanations given to us, the Company has not been sanctioned working capital limits during the year, from banks on the basis of security of current assets. Hence reporting under clause 3(ii)(b) of the Order is not applicable.
- iii. According to the information and explanations given to us, we report that the Company has not made any investments in, provided any guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or any other parties during the year, and hence, reporting under clause 3(iii) of the Order is not applicable.
- iv. According to the information and explanations given to us and on the basis of our examination of records of the Company, the Company has not made any investments, provided any loan, guarantee or security as specified under Sections 185 and has complied with section 186 of the Act. Hence reporting under clause 3(iv) of the order is not applicable.
- v. According to the information and explanations given to us, the Company has not accepted any deposits or amounts which are deemed to be deposits within the meaning of Sections 73 to 76 of the Act and the Rules framed thereunder.
- vi. According to the information and explanations given to us, the company is not required to maintain cost records as prescribed under section 148(1) of the Companies Act, 2013. Hence reporting under clause 3 (vi) of the Order is not applicable.
- vii. In respect of statutory dues:
 - (a) According to the information and explanations given to us and the records of the Company examined by us, in our opinion, the Company is generally regular in depositing undisputed statutory dues, including Goods and Services tax, Provident Fund, Employees' State Insurance, Income Tax, Sales Tax, Service Tax, duty of Custom, duty of Excise, Value Added Tax, Cess and other statutory dues applicable to it with the appropriate authorities.
There were no undisputed amounts payable in respect of Goods and Service tax, Provident Fund, Employees' State Insurance, Income Tax, Sales Tax, Service Tax, duty of Custom, duty of Excise, Value Added Tax, Cess and other statutory dues in arrears as at March 31, 2022 for a period of more than six months from the date they became payable.
 - (b) According to the information and explanations given to us and the records of the Company examined by us, there are no statutory dues referred to in sub-clause (a) which have not been deposited with the appropriate authorities on account of any dispute.
- viii. According to the information and explanations given to us and records of the company examined, there are no transactions relating to previously unrecorded income that have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961).
- ix. (a) According to the information and explanations given to us, the Company has not taken any loans or other borrowings from any lender. Hence reporting under clause 3(ix)(a) of the Order is not applicable.
- (b) According to the information and explanations given to us, the Company has not been declared wilful defaulter by any bank or financial institution or government or any government authority.
- (c) The Company has not taken any term loan during the year and there are no outstanding term loans at the beginning of the year and hence, reporting under clause 3(ix)(c) of the Order is not applicable.
- (d) According to the information and explanations given to us, the Company has not taken any loans or other borrowings from any lender. Hence reporting under clause 3(ix)(d) of the Order is not applicable.
- (e) On an overall examination of the standalone financial statements of the Company, the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiary.
- (f) According to the information and explanations given to us and procedures performed by us, we report that the Company has not raised loans during the year on the pledge of securities held in its subsidiary companies.
- x. (a) According to the information and explanations given to us, the Company has not raised any money by way of initial public offer or further public offer (including debt instruments) during the year. Accordingly, clause 3 (x)(a) of the Order is not applicable to the Company.
- (b) The Company has not made any preferential allotment or private placement of shares or convertible debentures (fully or partly or optionally

INDEPENDENT AUDITOR'S REPORT ANNEXURE - A

- convertible) during the year and hence reporting under clause 3(x)(b) of the Order is not applicable.
- xi. (a) According to the information and explanations given to us and based on our examination of records, no fraud by the Company and no fraud on the Company has been noticed or reported during the year.
- (b) No report under sub-section (12) of section 143 of the Companies Act has been filed in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government, during the year and upto the date of this report.
- (c) According to the information and explanations given to us, the whistle blower policy is not applicable to the company. Hence reporting under clause 3 (xi)(c) of the order is not applicable.
- xii. According to the information and explanation given to us, the Company is not a Nidhi Company. Hence reporting under clause 3(xii) of the Order is not applicable.
- xiii. In our opinion and according to the information and explanations given to us and based on our examination of records of the company, the transactions with related parties are in compliance with section 188 of the Companies Act, 2013 and provisions of section 177 are not applicable to the company. The details of related party transactions have been disclosed in the standalone financial statements as required by the applicable accounting standards.
- xiv. According to information and explanations given to us, the provisions of section 138 of The Companies Act, 2013 with regard to internal audit system are not applicable to the company. Hence reporting under clause 3(xiv) of the order is not applicable.
- xv. According to 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 person connected with them. Accordingly, clause 3 (xv) of the Order is not applicable to the Company.
- xvi. (a) Based on the information and explanations given to us, in our opinion, the Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934 and hence reporting under clause 3(xvi)(a) of the order is not applicable to the Company.
- (b) Based on information and explanation given to us, the company has not conducted any Non-Banking Financial or Housing Finance activities without a valid Certificate of Registration (CoR) from the Reserve Bank of India as per the Reserve Bank of India Act, 1934; and accordingly reporting under clause 3(xvi)(b) of the Order is not applicable.
- (c) Based on information and explanation given to us, the company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India, and accordingly reporting under clause 3(xvi)(c) of the Order is not applicable.
- (d) In our opinion, there is no core investment company within the Group (as defined in the Core Investment Companies (Reserve Bank) Directions, 2016) and accordingly reporting under clause 3(xvi)(d) of the Order is not applicable.
- xvii. The company has not incurred cash losses in the financial year covered by our audit and in the immediately preceding financial year.
- xviii. There has been no resignation of the statutory auditors of the Company during the year.
- xix. On the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the standalone financial statements and our knowledge of the Board of Directors and Management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report indicating that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.
- xx. According to the information and explanation given to us, the provisions of section 135 of The Companies Act, 2013 are not applicable to the company.
- xxi. According to the information and explanation given to us, there have not been any qualifications of adverse remarks by the respective auditors in the Companies (Auditor's report) order of its subsidiary company included in its consolidated financial statements.

For SCV & Co. LLP
Chartered Accountants
F.R. No.: 000235N/N500089

Place: Ludhiana
Date: 29.08.2022

(Sanjiv Mohan)
Partner
M. No.086066

INDEPENDENT AUDITOR'S REPORT ANNEXURE - B

Annexure – “B” TO THE INDEPENDENT AUDITORS REPORT

(Referred to in paragraph 2(f) under 'Report on Other Legal and Regulatory Requirements' section of our report to the members of Ludhiana Stock and Capital Limited of even date)

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

Opinion

We have audited the internal financial control over financial reporting of **Ludhiana Stock and Capital Limited** (“the Company”) as of 31st March 2022 in conjunction with our audit of standalone financial statements of company for the year ended on that date.

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 with reference to these standalone financial statements were operating effectively as at 31st March 2022, 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.

Management's Responsibility for Internal Financial Controls

The Company Board of Directors 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 respective 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 internal financial controls over financial reporting with respect to these standalone financial statement 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”) issued by the Institute of Chartered Accountants of India and the Standards on Auditing, 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 with reference to these standalone financial statement were 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 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 standalone 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 over financial reporting with reference to these standalone financial statements.

Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting with reference to these standalone financial statements is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of standalone financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting with reference to these standalone financial statements 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 standalone 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 standalone financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting with reference to these standalone financial statements, 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 with reference to these standalone financial statements may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

For SCV & Co. LLP
Chartered Accountants
F.R. No.: 000235N/N500089

Place: Ludhiana
Date: 29.08.2022

(Sanjiv Mohan)
Partner
M. No.086066

BALANCE SHEET AS AT 31ST MARCH 2022

(All amounts in ₹ Lacs, unless otherwise stated)

PARTICULARS	Note No.	AS AT 31-03-2022	AS AT 31-03-2021
I EQUITY AND LIABILITIES			
1 Shareholders' Funds			
a) Share capital	3	6.02	6.02
b) Reserves and surplus	4	2194.48	2091.15
		<u>2200.50</u>	<u>2097.17</u>
2 Non-current liabilities			
a) Long-term borrowings		-	-
b) Deferred tax liability (Net)	5	5.54	0.77
c) Other long term liabilities	6	210.32	201.58
d) Long-term provisions		-	-
		<u>215.86</u>	<u>202.36</u>
3 Current liabilities			
a) Short-term borrowings		-	-
b) Trade payables	7		
i) Total outstanding dues of micro enterprises and small enterprises; and		-	-
ii) Total outstanding dues of creditors other than micro enterprise and small enterprise		5.86	6.21
c) Other current liabilities	8	52.85	109.27
d) Short-term provisions	9	0.72	0.76
		<u>59.43</u>	<u>116.25</u>
TOTAL		<u>2475.79</u>	<u>2415.77</u>
II ASSETS			
1 Non-current assets			
a) Property, Plant & Equipment and Intangible Assets	10		
i) Property, Plant & Equipment		837.29	787.98
ii) Intangible assets		-	-
		<u>873.29</u>	<u>787.98</u>
b) Non-current investments	11	345.18	345.18
c) Long-term loans and advances	12	67.22	94.58
d) Other non-current assets	13	586.10	289.39
		<u>1871.79</u>	<u>1517.12</u>
2 Current assets			
a) Current investments	14	53.71	84.39
b) Inventories		-	-
c) Trade receivables	15	6.05	8.06
d) Cash and cash equivalents	16	517.72	772.65
e) Short-term loans and advances	17	25.18	32.22
f) Other current assets	18	1.33	1.33
		<u>604.00</u>	<u>898.65</u>
TOTAL		<u>2475.79</u>	<u>2415.77</u>
See accompanying notes to the financial statements			

As per our separate report of even date
For SCV & Co. LLP
Chartered Accountants
Firm Regn. No. 000235N/N500089

(Sanjiv Mohan)
Partner
M. No. 086066

PLACE : LUDHIANA
DATED : 29-08-2022

Sd/-
(Tribhawan Singh Thapar)
Chairperson
(DIN - 00494576)

Sd/-
(Ashwani Kumar)
Corporate Advisor
(PAN - ACBPK0351M)

For and on behalf of the Board of Directors
of Ludhiana Stock and Capital Limited
(Formerly Ludhiana Stock Exchange Limited)

Sd/-
(Ashok Kumar)
Director
(DIN - 01971376)

Sd/-
(Vikas Batra)
Director
(DIN - 01964260)

Sd/-
(Pankaj Jain)
Manager Accounts
(PAN - AAPPJ9925N)

STATEMENT OF PROFIT AND LOSS

FOR THE YEAR ENDED 31ST MARCH, 2022

(All amounts in ₹ Lacs, unless otherwise stated)

PARTICULARS	Note No.	For the year ended 31st March 2022	For the year ended 31st March 2021
i Revenue from operations	19	97.98	91.92
ii Income from investments and deposits	20	63.74	76.27
iii Other income	21	120.60	108.53
iv Total Income (i + ii + iii)		282.32	276.72
v Expenses :			
Employee benefits expense	22	45.44	43.31
Depreciation and amortization expense		12.89	6.88
Finance Cost	23	1.01	-
Other expenses	24	215.27	175.62
Total expenses		274.61	225.81
vi Profit/(Loss) before exceptional and extraordinary items and tax (iv - v)		7.71	50.91
vii Exceptional Items - Profit on Sale of Property, Plant and Equipment (Net)		137.82	-
viii Profit/(Loss) before extraordinary items and tax (vi + vii)		145.53	50.91
ix Extraordinary items - Unclaimed credit balances written back - (Refer note - 29)		58.27	84.67
x Profit before tax (viii + ix)		203.80	135.58
xi Tax expense :			
- Current tax		36.50	1.00
- Income Tax relating to prior years		-	0.36
- Deferred tax		4.77	(0.29)
xii Profit for the year (x - xi)		162.53	134.52
Earnings per share (of Rs. 10/- each) (Refer note no. 33)			
- Basic		274.55	227.22
- Diluted		274.55	227.22

See accompanying notes to the financial statements

As per our separate report of even date
For SCV & Co. LLP
Chartered Accountants
Firm Regn. No. 000235N/N500089

(Sanjiv Mohan)
Partner
M. No. 086066

PLACE : LUDHIANA
DATED : 29-08-2022

For and on behalf of the Board of Directors
of Ludhiana Stock and Capital Limited
(Formerly Ludhiana Stock Exchange Limited)

Sd/-
(Tribhawan Singh Thapar)
Chairperson
(DIN - 00494576)

Sd/-
(Ashok Kumar)
Director
(DIN - 01971376)

Sd/-
(Vikas Batra)
Director
(DIN - 01964260)

Sd/-
(Ashwani Kumar)
Corporate Advisor
(PAN - ACBPK0351M)

Sd/-
(Pankaj Jain)
Manager Accounts
(PAN - AAPPJ9925N)

CASH FLOW STATEMENT

FOR THE YEAR ENDED 31ST MARCH, 2022

(All amounts in ₹ Lacs, unless otherwise stated)

PARTICULARS	2021-22	2020-21
1. Cash Flow from Operating Activity		
Profit before tax & after exceptional item	145.53	50.91
Adjustments for:		
Depreciation and amortization expenses	12.89	6.88
Interest Income	(56.25)	(68.21)
Finance Cost	1.01	-
Dividend Income	(7.49)	(6.66)
Profit/Loss on sale of current investments	0.25	(1.41)
Allowances for doubtful debts	-	-
Profit on sale of property, plant & equipment	(137.31)	-
Sundry balances written back	(5.69)	(0.25)
Loss on write off of asset	-	0.03
Operating Profit Before Working Capital changes	(47.07)	(18.71)
Changes in Working Capital :		
Adjustments for (increase)/decrease in operating assets :		
Trade receivables	2.01	(1.83)
Short Term Loans and Advances	2.73	(4.66)
Other current assets	-	0.50
Long Term loans and advances	(0.07)	0.40
Other non-current assets	(3.99)	(7.07)
Adjustments for increase/(decrease) in operating liabilities :		
Trade Payables	(0.35)	(3.74)
Short Term Provisions	(0.05)	0.19
Other Current Liabilities	(48.95)	34.58
Other long term liabilities	8.74	7.54
Cash Generated/(used) For Operations	(86.99)	7.20
Income tax paid (net)	(10.08)	11.04
Add : Extraordinary items and Non Recurring Items		
- Unclaimed credit balances written back - Refer Note 29	58.27	84.67
Net Cash generated/(used) For Operating Activity (A)	(38.80)	102.91
2. Cash Flow From Investing Activity		
Addition in Plant & Machinery		
Proceeds from Sale of Property, Plant & Equipment	145.39	-
Interest received	52.69	85.66
Dividend received	7.49	6.66
Proceeds from sale of Current investments	30.43	24.41
Purchase of Current investments	-	-
Purchase of Property, Plant and Equipment	(106.29)	(0.39)
Movement in bank deposits other than cash and cash equivalents	(36.72)	(193.41)
Increase/Decrease in earmarked deposits	1.78	(0.40)
Net Cash Flow From Investing Activity (B)	94.79	(77.47)

CASH FLOW STATEMENT

FOR THE YEAR ENDED 31ST MARCH, 2022

(All amounts in ₹ Lacs, unless otherwise stated)

PARTICULARS	2021-22	2020-21
3. Cash Flow From Financing Activity		
Dividend Paid	(60.98)	(14.40)
Finance Cost	(0.01)	-
Net Cash (used in)/generated from Financing Activity (C)	(60.99)	(14.40)
4. Net Increase/ (Decrease) in Cash and Cash Equivalents (A)+(B)+(C)	(5.00)	11.04
5. Cash and Cash Equivalents at the beginning of the year	18.00	6.96
6. Cash and Cash Equivalents at the end of the year (4)+(5)	13.00	18.00
Cash and Cash equivalents at the end of the year Comprises (Refer Note 16)		
Cash on hand	0.27	0.21
Cheques in hand	-	0.01
Balances with Banks:		
-In current account	12.73	17.78
	13.00	18.00

Notes:

The figures in brackets represent outflows/adjustments.

As per our separate report of even date
For SCV & Co. LLP
Chartered Accountants
Firm Regn. No. 000235N/N500089

(Sanjiv Mohan)
Partner
M. No. 086066

PLACE : LUDHIANA
DATED : 29-08-2022

For and on behalf of the Board of Directors
of Ludhiana Stock and Capital Limited
(Formerly Ludhiana Stock Exchange Limited)

Sd/-
(Tribhawan Singh Thapar)
Chairperson
(DIN - 00494576)

Sd/-
(Ashok Kumar)
Director
(DIN - 01971376)

Sd/-
(Vikas Batra)
Director
(DIN - 01964260)

Sd/-
(Ashwani Kumar)
Corporate Advisor
(PAN - ACBPK0351M)

Sd/-
(Pankaj Jain)
Manager Accounts
(PAN - AAPPJ9925N)

NOTES FORMING PART OF FINANCIAL STATEMENTS

1. CORPORATE INFORMATION

Ludhiana Stock and Capital Limited is a public company domiciled in India and incorporated under the provisions of the Companies Act, 1956 on 17.10.1981. (At the time of incorporation the name of the company was Ludhiana Stock Exchange Limited ("the Company")) The Company is engaged in performing functions of a Holding Company by coordinating the policy and administration of existing subsidiary apart from providing infrastructure and related services to its members and contributing to the society by providing summer training to the students of various streams.

2. SIGNIFICANT ACCOUNTING POLICIES

a) Basis of preparation of Financial Statements

The financial statements of the company have been prepared in accordance with Generally Accepted Accounting Principles in India (Indian GAAP) to comply with the Accounting Standard (AS) specified under section 133 of the Companies Act, 2013. The financial statements have been prepared on accrual basis under historical cost convention.

The accounting policies adopted in the preparation of the financial statement are consistent with those followed in previous year.

b) Use of Estimates

The preparation of financial statements, in conformity with the generally accepted accounting principles, requires the management to make estimates and assumptions considered in the reported amounts of assets and liabilities (including contingent liabilities) as of the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Difference between the actual results and estimates are recognized in the period in which the results are known /materialize.

c) Revenue Recognition

Interest

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

Dividend

II. Dividend from investment is recognized when right to receive payment is established.

Fee from training and education cell

III. Fee from training and educational cell is recognized on the accrual basis depending upon the tenure of the training batch.

Insurance and Other Claims

IV. Revenue in respect of Insurance and other claims are recognized when no significant uncertainty exists with regard to the amount to be realized and the ultimate collection thereof.

d) Property, Plant and Equipment

i) Tangible Assets

Tangible Assets are stated at cost, less accumulated depreciation. The Cost of an item of tangible assets comprises:

- its purchase price and any attributable expenditure (directly or indirectly) for bringing the asset to its working condition for its intended use.
- expenditure incurred on renovation/modernization of the existing property, plant and equipment is added to the book value of these assets where such renovation/modernization increases the future benefit from them beyond their previously assessed standard of performance.
- Subsequent expenditures relating to property, plant and equipment is capitalized only when it is probable that future economic benefits associated with these will flow to the Company and the cost of the item can be measured reliably. Repairs and maintenance costs are recognized in net profit in the statement of profit and loss when incurred. The cost and related accumulated depreciation are eliminated from the financial statements upon sale or retirement of the asset and the resultant gains or losses are recognized in the statement of profit and loss. Assets to be disposed off are reported at the lower of the carrying value or the fair value less cost to sell.

ii) Intangible Assets

Intangibles assets are stated at cost less accumulated amount of amortization

e) Depreciation

Depreciation on Property plant and equipment is provided on Written Down Value method in accordance with and in the manner specified in Schedule II to the Companies Act, 2013.

Depreciation on assets costing Rs. 5000/- or below is charged @ 100% per annum on proportionate basis.

f) Amortization

Intangible assets are amortized on straight line method over their estimated useful life.

g) Employee Benefits:

1) Short Term Employee Benefits:

Short Term Employee Benefits are recognized as an expense on an undiscounted basis in the statement of profit and loss of the year in which the related service is rendered. This also includes leave encashment which are expected to occur within twelve months after the end of the period in which employee render the related services.

2) Post Employment Benefits:

i) Defined Contribution Plans:

Provident Fund , Employee State Insurance Contribution (ESIC) are defined Contribution Plans:

The contribution to these Scheme are made in accordance with the provisions of Employees Provident Fund Act and Miscellaneous Provisions Act, 1952 and Employee State Insurance Corporation and is recognised as an expense in the statement of profit and loss.

ii) Defined Benefit Plans:

Gratuity:

The Group Gratuity Scheme managed by Life Insurance Corporation of India is a defined benefit plan. The liability for gratuity is provided

NOTES FORMING PART OF FINANCIAL STATEMENTS

on the basis of actuarial valuation carried out by an independent actuary as at the balance sheet date using projected unit credit method. The present value of the company's obligation is determined on the basis of actuarial valuation at the year end and the fair value of plan assets is reduced from the gross obligations under the gratuity scheme to recognize the obligation on a net basis.

Actuarial Gain or Loss:

Actuarial gain or loss is recognized in the statement of profit and loss in the period in which they occur.

h) Investments

Long term investments are carried at cost, less provisions, if any, for diminution in value which is other than temporary. Current investments are carried at lower of cost and fair value.

i) Borrowing Costs

Borrowing costs that are directly attributable to the acquisition, construction or production of a qualifying asset are capitalised as a part of cost of such asset. Qualifying asset is one that takes substantial period of time to get ready for its intended use. Other borrowing costs, if any, are recognised as an expense in the period in which they are incurred.

j) Impairment of Assets

At each balance sheet date, an assessment is made whether any indication exists that an asset has been impaired. If any indication exists, an impairment loss i.e. the amount by which the carrying amount of an asset exceeds its recoverable amount is provided in the books of account.

k) Accounting for Taxes on Income

The accounting treatment followed for taxes on income is to provide for Current Tax and Deferred Tax. Current tax is the aggregate amount of income tax determined to be payable in respect of taxable income for a period in accordance with the provisions of the Income Tax Act, 1961.

Deferred tax is the tax effect of timing difference between taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent period. Deferred tax is measured using tax rate and tax laws enacted or subsequently enacted as at reporting date.

l) Earnings per share

Basic earning per share is computed by dividing the net profit or loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period.

For the purpose of calculating diluted earning per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period and weighted average number of equity shares which would be issued on the conversion of all dilutive potential equity shares into equity shares.

m) Leases

Company as a lessor

Leases in which the company does not transfer substantially all the risks and rewards of ownership of an asset are classified as operating leases. Rental income from operating lease is recognized on a systematic basis over the term of the relevant lease.

n) Cash flow statement

The cash flow statement has been prepared using the indirect method in accordance with the Accounting Standard (AS) – 3 “Cash flow statements” prescribed in Companies (Accounts) Rules, 2014.

o) Cash and cash equivalent

Cash comprises of cash on hand and demand deposit with banks other than under lien and cash equivalents are short term, highly liquid investment that are readily convertible into known amount of cash and which are subject to insignificant risk of change in value.

p) Provisions and Contingent Liabilities

i) Provision is recognized (for liabilities that can be measured by using a substantial degree of estimation) when:

- a) the company has a present obligation as a result of a past event;
- b) a probable outflow of resources embodying economic benefits is expected to settle the obligation; and
- c) the amount of the obligation can be reliably estimated

ii) Contingent liability is disclosed in case there is :

- a) (i) possible obligation that arises from past events and existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the enterprise; or
(ii) a reliable estimate of the amount of the obligation cannot be made.
- b) a present obligation arising from past events but is not recognized
(i) when it is not probable that an outflow of resources embodying economic benefits will be required to settle the obligation; or
(ii) a reliable estimate of the amount of the obligation cannot be made.

q) Operating Cycles:

Based on the nature of activities of the company and the normal time between acquisition of assets and their realization in cash or cash equivalents, the company has determined its operating cycle as 12 months for the purpose of classification of its assets and liabilities as current and noncurrent.

r) Material Events:

Material events occurring after the balance sheet date are taken into cognizance in accordance with the principles laid down in AS4 “Contingencies and events occurring after the balance sheet date”

NOTES FORMING PART OF FINANCIAL STATEMENTS

3 Share capital

Particulars	As at 31 March 2022		As at 31 March 2021	
	Number	Amount	Number	Amount
Authorised :				
Equity shares of Rs.10/- each (par value)	50.00	500.00	50.00	500.00
Total	50.00	500.00	50.00	500.00
Issued :				
Equity shares of Rs.10/- each	0.70	7.00	0.70	7.00
Total	0.70	7.00	0.70	7.00
Subscribed :				
Equity shares of Rs.10/- each	0.60	6.02	0.60	6.02
Total	0.60	6.02	0.60	6.02
Paid up :				
Equity shares of Rs.10/- each	0.60	6.02	0.60	6.02
Less : Forfeited 1,000 equity shares of Rs.10/- each		0.10		0.10
	0.60	5.92	0.60	5.92
Add : Forfeited shares (Amount originally paid up)		0.10		0.10
Total	0.60	6.02	0.60	6.02

a. Reconciliation of the number of shares and amount outstanding at the beginning and at the end of the reporting period

Equity shares	As at 31 March 2022		As at 31 March 2021	
	Number	Amount	Number	Amount
At the beginning of the reporting period	0.60	6.02	0.60	6.02
Add: Issued during the period	-	-	-	-
Outstanding at the end of the reporting period	0.60	6.02	0.60	6.02

b. Rights, preferences and restrictions attached to equity shares

The company has one class of shares referred to as equity shares having a par value of Rs. 10/- each. Each holder of equity shares is entitled to one vote per share. The dividend proposed by the Board of directors is subject to the approval of the shareholders in the ensuing annual general meeting and entitlement to dividend to an equity shareholder shall arise after such approval except in case of interim dividend.

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

During the year ended on 31 March 2022 on account of final dividend for fiscal 2021 amounting to Rs. 59.20 lacs, has incurred a net cash outflows of Rs. 57.42 lacs.

The Board of Directors in its meeting recommended a final dividend of Rs. 51/- per share for the financial year ended March 2022. The payment is subject to the approval of shareholders at the ensuing AGM of the company; if approved, good result in net cash flow of Rs. 59.20 lacs.

Dividend

The final dividend on shares is recorded as a liability on the date of approval by the shareholders and interim dividend are recorded as a liability on date of Declaration by the Company's Board of Directors.

The amount of per share dividend recognised as distributed to equity shareholders in accordance with Companies Act, 2013 is as follows :

Particulars	Year ended 31 March 2022	Year ended 31 March 2021
	Amount	Amount
Final dividend for the financial year 2021	59.20	-
Final dividend for the financial year 2020	-	14.80

Company is required to pay dividend after deducting applicable withholding income tax

NOTES FORMING PART OF FINANCIAL STATEMENTS

c. Detail of Shares held by holding company/ ultimate holding company their subsidiaries and associates.

There is no holding or ultimate holding company of the company.

d. Details of shares held by each shareholder holding more than 5% shares : Nil

e. Aggregate number and class of shares allotted (a) as fully paid up pursuant to contract(s) without payment being received in cash, (b) as fully paid up by way of bonus shares and (c) aggregate number and class of shares bought back during the period of five years immediately preceding the balance sheet date:

F. Details of Shareholdings by the Promoters and Promoter's Group of the Company

Name	As at 31st March, 2022		As at 31st March, 2021		% change
	No of Shares	% of Total shares	No of Shares	% of Total shares	
Sat Pal Kanwar	240.00	0.00	240.00	0.00	-
Subash Chander Jain	120.00	0.00	120.00	0.00	-
Raghubir Chand Singal	-	-	190.00	0.00	(0.00)
Total	360.00	0.01	360.00	0.01	(0.00)

Name	As at 31st March, 2021		As at 31st March, 2020		% change
	No of Shares	% of Total shares	No of Shares	% of Total shares	
Sat Pal Kanwar	240.00	0.00	240.00	0.00	-
Subash Chander Jain	120.00	0.00	120.00	0.00	-
Raghubir Chand Singal	190.00	0.00	190.00	0.00	-
Total	550.00	0.01	550.00	0.01	-

Note: The disclosure of shareholding of Promoter and Promoter's Group is based on shareholding pattern filed on Ludhiana Stock and Capital Ltd Website (lse.co.in).

	As at 31 March 2022 Number of shares	As at 31 March 2021 Number of shares
A Equity shares allotted as fully paid up pursuant to contract (s) without payment being received in cash	-	-
B Equity shares allotted as fully paid up by way of bonus shares	-	-
C Equity shares bought back by the Company	-	-
	-	-

4. Reserves and surplus

Particulars	As at 31 March 2022	As at 31 March 2021
Capital reserve		
Balance as per last financial statements	1,527.22	1,527.22
	<u>1,527.22</u>	<u>1,527.22</u>
Other reserves :		
General reserve		
Balance as per last financial statements	367.61	367.61
	<u>367.61</u>	<u>367.61</u>
Surplus i.e. balance in statement of profit and loss		
Balance as per the last financial statements	196.32	76.60
Add : Profit for the year transferred from statement of profit and loss	162.53	134.52
Less : Appropriations :	358.85	211.12
Dividend	59.20	14.80
Closing Balance	<u>299.65</u>	<u>196.32</u>
Total	<u>2,194.48</u>	<u>2,091.15</u>

NOTES FORMING PART OF FINANCIAL STATEMENTS

5. Deferred tax liabilities

Particulars	As at 31 March 2022	As at 31 March 2021
Deferred tax liability		
Arising on account of accelerated depreciation	5.54	0.77
	5.54	0.77

6. Other long-term liabilities

Particulars	As at 31 March 2022	As at 31 March 2021
Others :		
Retention money	34.35	34.35
Security from members	152.53	147.29
Security Trading Right	3.50	-
Security from others	19.94	19.94
	210.32	201.58

7. Trade payables

Particulars	As at 31 March 2022	As at 31 March 2021
Total outstanding dues of micro enterprise and small enterprise (Refer note No. 31)	-	-
Total outstanding dues of creditors other than micro enterprise and small enterprise (Refer note No. 40)	5.86	6.21
	5.86	6.21

8. Other current liabilities

Particulars	As at 31 March 2022	As at 31 March 2021
Unpaid dividend	10.12	11.91
Due to members	4.75	4.75
Other payables		
- Statutory remittances**	1.01	1.23
- Due to employees	5.22	5.40
- Expense payable	2.91	3.59
- Earnest money for membership	0.25	0.25
- Advances from members	6.24	55.06
- Security from members	19.40	20.26
- Cheques issued but not yet presented	-	0.03
- Other Advances	0.08	0.08
- Other payables	2.86	6.72
	52.85	109.27

** Statutory remittance includes contribution to provident fund, ESIC, tax deducted at source, Goods and service tax etc.
Unpaid dividend does not include any amount due and outstanding required to be credited to Investors' Education and Protection Fund.

9 Short-term provisions

Particulars	As at 31 March 2022	As at 31 March 2021
Provision for employee benefits :		
Leave encashment	0.72	0.76
	0.72	0.76

NOTES FORMING PART OF FINANCIAL STATEMENTS

10 PROPERTY, PLANT AND EQUIPMENT

The changes in the carrying value of Property, Plant and Equipment for the year ended 31 March 2022 are as follows:

PARTICULARS	G R O S S B L O C K			ACCUMULATED DEPRECIATION			NET BLOCK		
	Balance as at 1 April, 2021	Additions	Disposal	Balance as at 31 March, 2022	Balance as at 1 April, 2021	Depreciation/ amortisation expenses during the year	Eliminated on disposal of assets	Balance as at 31 March, 2022	Balance as at 31 March, 2021
a) Tangible assets									
Freehold Land	657.43	-	-	657.43	-	-	-	657.43	657.43
Buildings	385.14	-	24.72	360.41	275.11	5.53	18.69	98.45	110.03
Plant and Equipments	278.93	98.38	-	377.31	263.58	5.89	-	107.83	15.35
Office Equipments	83.93	7.91	35.36	56.47	79.63	1.36	33.59	9.07	4.29
Furniture and Fixtures	5.55	-	-	5.55	5.30	0.03	-	0.23	0.26
Vehicles	6.60	-	5.45	1.15	5.97	0.08	5.18	0.27	0.62
Total (a)	1417.57	106.29	65.53	1461.00	629.60	12.89	57.45	873.29	787.98
b) Intangible assets									
Computer Software	2.96	-	-	2.96	2.96	-	-	-	-
Total (b)	2.96	-	-	2.96	2.96	-	-	-	-
Grand Total (a + b)	1420.53	106.29	66.53	1461.29	632.56	12.89	57.45	873.29	787.98
Previous year	1420.92	0.39	0.78	1420.53	626.42	6.88	0.75	787.98	794.50

Note - Intangible assets are not internally generated.
- Solar Plant

The changes in the carrying value of Property, Plant and Equipment for the year ended 31 March 2021 are as follows:

PARTICULARS	G R O S S B L O C K			ACCUMULATED DEPRECIATION			NET BLOCK		
	Balance as at 1 April, 2020	Additions	Disposal	Balance as at 31 March, 2021	Balance as at 1 April, 2020	Depreciation/ amortisation expenses during the year	Eliminated on disposal of assets	Balance as at 31 March, 2021	Balance as at 31 March, 2020
a) Tangible assets									
Freehold Land	657.43	-	-	657.43	-	-	-	657.43	657.43
Buildings	385.14	-	-	385.14	269.52	5.59	-	110.03	115.61
Plant and Equipments	278.93	-	-	278.93	262.66	0.92	-	15.35	16.27
Office Equipments	84.31	0.39	0.78	83.93	80.15	0.23	0.75	4.29	4.16
Furniture and Fixtures	5.55	-	-	5.55	5.25	0.04	-	0.26	0.30
Vehicles	6.60	-	-	6.60	5.87	0.10	-	0.62	0.73
Total (a)	1417.96	0.39	0.78	1417.57	623.46	6.88	0.75	787.98	794.50
b) Intangible assets									
Computer Software	2.96	-	-	2.96	2.96	-	-	-	-
Total (b)	2.96	-	-	2.96	2.96	-	-	-	-
Grand Total (a + b)	1420.92	0.39	0.78	1420.53	626.42	6.88	0.75	787.98	794.50
Previous year	1420.68	0.23	-	1420.92	619.01	7.41	-	794.50	801.67

NOTES FORMING PART OF FINANCIAL STATEMENTS

11 Non current investments

Particulars	As at 31 March 2022	As at 31 March 2021
Long term investments		
Unquoted (Valued at cost unless stated otherwise)		
Investment in Equity Instrument		
Trade		
Investment in equity instruments of subsidiary company	345.18	345.18
33,31,075 (previous year 33,31,075) Equity shares of ₹ 10/- fully paid up of LSC Securities Limited (formerly L.S.E. Securities Limited)		
	345.18	345.18
Aggregate amount of unquoted investments	345.18	345.18
Aggregate provision for diminution in the value of investment	-	-

12 Long-term loans and advances

Particulars	As at 31 March 2022	As at 31 March 2021
(Unsecured considered good)		
Security deposits	15.32	15.32
Advance income tax { net of provision for tax ' Rs. 36.50 lacs (Previous year Rs. 1 lac)}	50.92	78.34
Fair value of Plan Assets (Net) (Refer Note- 36)	0.99	0.92
	67.22	94.58

13 Other non-current assets

Particulars	As at 31 March 2022	As at 31 March 2021
(Unsecured considered good)		
Others :		
Members security:		
- Held as fixed deposits.	144.55	139.71
- Held as members investment	5.63	6.48
Security received from others (held as fixed deposits)	1.25	1.25
Deposits with maturity of more than twelve months	425.00	140.14
Interest accrued on fixed deposits	9.68	1.81
	586.10	289.39

14 Current Investments

Particulars	As at 31 March 2022	As at 31 March 2021
At cost or fair value whichever is less		
Investments in Mutual Funds (Unquoted)		
Nil (Previous Year- 1351.927) of face value of Rs.1000/- each fully paid up of UTI Liquid Cash Plan - Direct Grown	-	20.00
Investments in bonds (Quoted)		
(Tax free bonds listed on Stock Exchange)		
8.76% 199 (Previous Year- 199) bonds face value of Rs. 5,000/- each of National Housing Bank	11.88	11.88
8.20% Nil (Previous Year- 999) bonds face value of Rs. 1,000/- each of National Highway Authority of India	-	10.68

NOTES FORMING PART OF FINANCIAL STATEMENTS

Particulars	As at 31 March 2022	As at 31 March 2021
8.50% 150 (Previous Year- 150) bonds face value of Rs. 1,000/- each of National Highway Authority of India	1.74	1.74
7.35% 999 (Previous Year- 999) bonds face value of Rs. 1,000/- each of National Bank for Agriculture and Rural Development	10.60	10.60
7.39% 1,299 (Previous Year- 1299) bonds face value of Rs. 1,000/- each of Housing Urban Development Corporation	13.83	13.83
7.35% 999 (Previous Year- 999) bonds face value of Rs. 1,000/- each of Indian Railway Finance Corporation Limited	10.59	10.59
7.37% 300 (Previous Year- 300) bonds face value of Rs. 1,000/- each of National Highway Authority of India	3.18	3.18
7.43% 100 (Previous Year- 100) bonds face value of Rs. 1,000/- each of National Highway Authority of India	1.06	1.06
7.35% 78 (Previous Year- 78) bonds face value of Rs. 1,000/- each of Power Finance Corporation	0.83	0.83
	53.71	84.39
Aggregate amount of quoted investments	53.71	64.39
Aggregate fair value of unquoted investments	-	20.14
Aggregate amount of unquoted investments	-	20.00
Aggregate market value of quoted investments	62.19	73.11
Aggregate provision for diminution in value of other current investment	-	-

The basis of valuation of individual investment

- 1 Fair value of investments in mutual funds is determined by reference to quotes from the financial institutions, i.e. net asset value (NAV) for investments in mutual funds declared by mutual fund house.
- 2 Market value of investments in bonds is determined by reference to quotes from the Stock Exchange

15 Trade receivables

PARTICULARS	As at 31 March 2022	As at 31 March 2021
- Secured, considered good (Refer Note 39)	6.05	7.00
- Unsecured, considered good	-	1.06
- Doubtful	0.61	0.61
	6.66	8.67
Less : Allowances for doubtful advances	0.61	0.61
	6.05	8.06

NOTES FORMING PART OF FINANCIAL STATEMENTS

16 Cash and cash equivalents

Particulars	As at 31 March 2022	As at 31 March 2021
1) Cash and cash equivalents		
a) Balances with banks		
- In current accounts	12.73	17.78
b) Cheques in hand	-	0.01
c) Cash in hand	0.27	0.21
	13.00	18.00
2) Other Bank balances		
Earmarked balances with banks :		
- Dividend account	10.12	11.91
Deposit with maturity of more than three months but less than twelve months	494.60	742.74
Deposits with maturity of more than twelve months	425.00	140.14
Less: Shown under other Non-Current assets (Refer note 13)	(425.00)	(140.14)
	504.72	754.64
	517.72	772.65

17 Short-term loans and advances

Particulars	As at 31 March 2022	As at 31 March 2021
(Unsecured considered good)		
Loans and advances to related parties	0.90	0.84
Others:		
Loans and advances to employees'	0.54	0.55
Prepaid expenses	1.44	2.39
Interest accrued on:		
- Fixed deposits	18.93	22.84
- Bonds	1.10	1.51
	2.26	4.08
Other recoverables	2.26	4.08
	25.18	32.22

18 Other Current Assets

Particulars	As at 31 March 2022	As at 31 March 2021
Members security:		
- Held as fixed deposits	1.33	1.33
	1.33	1.33

NOTES FORMING PART OF FINANCIAL STATEMENTS

19 Revenue from operations

Particulars	For the year ended 31 March 2022	For the year ended 31 March 2021
Other operating revenues :		
- Membership fee	2.96	2.97
- Transfer fee received	1.04	2.27
- Maintenance charges received	93.97	86.67
	97.98	91.92

20 Income from investments and deposits

Particulars	For the year ended 31 March 2022	For the year ended 31 March 2021
Interest received (Gross):		
- From banks	50.11	50.89
- From current investments	4.45	4.60
- From others	1.69	12.72
Dividend income from Non Current Investments		
- Subsidiary	7.49	6.66
Profit on sale of Current Investments		
- Mutual Funds	-	1.41
	63.74	76.27

21 Other income

Particulars	For the year ended 31 March 2022	For the year ended 31 March 2021
Rent received	107.12	103.60
Sundry balances written back	5.69	0.32
Miscellaneous receipts	7.79	4.36
Bad Debts Recovered	-	0.32
	120.60	108.53

22 Employee benefits expense

Particulars	For the year ended 31 March 2022	For the year ended 31 March 2021
Salaries and wages	38.17	36.59
Contribution to provident and other funds	4.96	4.59
Staff welfare	2.31	2.13
	45.44	43.31

23 Finance Cost

Particulars	For the year ended 31 March 2022	For the year ended 31 March 2021
Interest on Self Assessment Tax	1.00	-
Interest on TDS	0.01	-
	1.01	-

NOTES FORMING PART OF FINANCIAL STATEMENTS

24 Other expenses

Particulars	For the year ended 31 March 2022	For the year ended 31 March 2021
Electricity and water	87.20	87.86
Repairs and maintenance - Plant and machinery	25.77	3.17
Repairs and maintenance - Buildings	12.21	2.19
Insurance	2.65	2.06
Rates and taxes	3.11	3.06
Legal and professional	13.09	13.75
Travelling and conveyance	0.09	0.04
Printing and stationery	0.61	0.47
Payment to auditor's (note no. 34)	1.86	1.33
Meeting expenses	0.87	0.66
Directors' sitting fee	0.21	0.21
Computer Repair & Maintenance	0.09	-
Communication expenses	2.77	2.18
Security & Housekeeping Charges	52.11	48.99
Miscellaneous	11.88	9.62
Loss on sale of assets	0.51	-
Loss on discard of assets	-	0.03
Loss on sale of current investment (Net)	0.25	-
	215.27	175.62

NOTES FORMING PART OF FINANCIAL STATEMENTS

25. **Contingent Liabilities and commitments** (to the extent not provided as no cash flow is expected)

Claims against the company not acknowledged as debt in respect of M/s Ginnar Fibres Limited amounting to Rs. 11.08 lakhs with the interest @ 6% per annum from the due date of payment till the realization of the amount. M/s Ginnar Fibres Limited, a public company had filed a recovery suit against the company for the recovery of an amount of Rs. 11.08 lakhs being the security deposited with the Ludhiana Stock Exchange (LSE) for listing of its shares when that company came out with Rights cum Public Issue in year 1995. Subsequently a penalty of Rs. 5 lakhs was imposed by LSE on the said Company for non-compliance of some post-listing requirements and breach of Listing Agreement. The said penalty was adjusted against the security deposit and the balance amount of Rs. 6.08 lakhs was finally transferred to SEBI on 22.02.2014 to comply with the conditions laid down in Exit Policy.

The Hon'ble court of Civil Judge (Junior Division), Ludhiana, vide its decision dated 03.01.2020, has decreed the recovery suit for the principal amount of Rs. 11.08 lakhs with the interest @ 6% per annum from the due date of payment till the realization of the amount. The Company has filed an appeal against the said order.

According to the legal opinion obtained by the company it has been advised that the decision is bad in law and company is not liable to pay the dues claimed by M/s Ginnar Fibres Limited. Accordingly no provision has been made for the aforesaid liability in the books of account as the company is confident to get the desired relief.

(No outflow is expected in view of the past history relating to these items)

26. The company is a Small and Medium Sized Company (SMC) as defined in the General Instructions in respect of Accounting Standards notified under the Companies Act, 1956. Accordingly, the company has complied with the Accounting Standards, as applicable to a Small and Medium sized company.

27. The company is presently performing functions of a holding company by coordinating the policy and administration of existing subsidiary apart from providing infrastructure and related services to its members and contributing to the society by providing summer training to the students of various streams.

28. "Current investment is an investment that is by its nature readily realizable and is intended to be held for not more than one year from the date on which investment is made".

The investments shown under the head Current Investments are held for more than one year, which are to be shown as Non Current Investments but as per decision taken by the management of the company these are intended to be held for sale as and when the company needs fund, therefore shown under head "Current Investments."

29. i) The company had received scrips of various companies from members as security against the performance of the contracts, deposited towards Base Minimum Capital(BMC), Additional Base Minimum Capital and other margins etc. Such scrips are lying in the company have been recorded in the memoranda records maintained by the company. No accounting entries passed in the books of account.

a) In case of defaulters and suspended members the company got the scrips transferred in its name accounting entries for such scrips are made in respect of defaulting members and suspended members by crediting "Members' security (in kind) account" and debiting "Members' investment account." The scrips in such cases have been valued at the quoted price prevailing on the day of tendering of transfer deeds.

b) The Securities so transferred by the company in its name pertaining to defaulting or suspended members remained unclaimed for a long period and to the best efforts of the company, no member came forward to claim these securities despite advertisement made by the company in various newspapers.

c) The company has disposed of these unclaimed securities in a recognized stock exchange and after paying income tax in accordance with the provisions of The Income Tax Act, 1961 has written back a sum of Rs. 58.27 lakhs(Previous Year: Rs. 84.67 lakhs) as unclaimed balances and such is shown under the head "extraordinary items" in the Statement of Profit and Loss in view of its unusual and infrequent nature.

30. The intangible asset which comprises of software had been amortized @ 20% on straight line basis as the useful life thereof has been estimated to be not more than five years.

31. **Disclosures required under Section 22 of The Micro, Small and Medium Enterprises Development Act, 2006.**

The details relating to micro, small and medium enterprises are as hereunder:

Particulars	Year ended 31 st March,2022	Year ended 31 st March,2021
(a) Amount remaining unpaid to suppliers as at the end of year.		
- Principal amount	-	-
- Interest due thereon	-	-
(b) The amount of interest paid by the buyer in terms of section 16 of the Micro, Small and Medium Enterprises Development Act, 2006 (27 of 2006), along with the amount of the payment made to the supplier beyond the appointed day during each accounting year	-	-
(c) The amount of interest due and payable for the period of delay in making payment (which has been paid but beyond the appointed day during the year) but without adding the interest specified under the Micro, Small and Medium Enterprises Development Act, 2006	-	-
(d) Interest accrued and remaining unpaid at the end of the year		
- Interest accrued during the year	-	-
- Interest remaining unpaid as at the end of the year	-	-
(e) The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues above are actually paid to the small enterprise, for the purpose of disallowance of a deductible expenditure under section 23 of the Micro, Small and Medium Enterprises Development Act, 2006.	-	-

Note: The amounts have been determined to the extent such parties have been identified on the basis of information available with the company. This has been relied upon by the auditors.

NOTES FORMING PART OF FINANCIAL STATEMENTS

32. **Related Party Disclosure** in accordance with the accounting standard-18 "Related Party Disclosure"

a) Disclosure of Related Parties and relation between the party.

Subsidiary: LSC Securities Limited

b) The following transactions were carried out with related party in the ordinary course of business during the year:

Particulars	Subsidiary	
	Year ended 31 st March,2022	Year ended 31 st March,2021
Rent received including Maintenance charges (inclusive of taxes Rs.10.47 lakhs previous year Rs. 8.14 lakhs)	53.34	53.34
Reimbursement of Expenses received	12.48	11.77
Dividend received	7.49	6.66
Due from Subsidiary	0.90	0.84

The related party relationship is as identified by the company and relied upon by the auditors.

C) Transactions with Key Managerial Personnel

Particulars	Year ended 31 st March,2022	Year ended 31 st March,2021
Director's Sitting Fee	0.21	0.21

33. EARNING PER SHARE

The calculation of earning per share (EPS) as disclosed in the statement of profit and loss has been made in accordance with Accounting Standard (AS-20) on "Earnings per Share" notified by Companies (Accounting Standards) Rules, 2006.

Particulars	Year ended 31 st March,2022	Year ended 31 st March,2021
Profit attributable to equity shareholders (Rs. In lakhs) (A)	162.53	134.52
Average number of Basic Equity Shares (B)	59,200	59,200
Average number of Dilutive Equity Shares (C)	59,200	59,200
Basic Earnings Per Share (A/B)	274.55	227.22
Diluted Earnings per Share (A/C)	274.55	227.22
Face Value of Per Equity Share (Rs.)	10.00	10.00

34. Payment to Auditors :

Particulars	Year ended 31 st March,2022	Year ended 31 st March,2021
Audit Fee	1.25	0.85
Tax Audit Fee	0.30	0.15
Income Tax matters	-	0.15
Certificate Fee	0.10	0.10
Reimbursement of expenses	0.21	0.08

35. In accordance with the Accounting Standard (AS)- 28 on "Impairment of Assets" the company has assessed as on balance sheet date, whether there are any indications (as listed in paragraphs 8 to 10 of the standard) with regards to the impairment of any of the assets. Based on such assessment it has been ascertained that no potential loss is present and therefore, formal estimate of recoverable amount has not been made. Accordingly no impairment loss has been provided in the books of account.

36. Employee Benefits:

The summarized position of post-employment benefits and long term employee benefits recognized in the statement of profit and loss and balance sheet as required in accordance with Accounting Standard – 15 Employee Benefits are as under :-

NOTES FORMING PART OF FINANCIAL STATEMENTS

a) Change in the present value of the obligation:

Particulars	Gratuity (Funded)	
	2021-22	2020-21
Present Value of defined benefit obligation as at beginning of the year.	15.39	16.71
Interest Cost	1.12	1.17
Current Service Cost	0.86	0.85
Benefits Payments	(0.69)	(2.82)
Actuarial Loss / (Gain)	(0.25)	(0.53)
Present Value obligation as at end of the year.	16.43	15.39

b) Change in the Fair Value of Plan Asset:

Particulars	Gratuity (Funded)	
	2021-22	2020-21
Fair value of Plan Assets as at beginning of the year	16.30	18.03
Expected return on Plan Assets	1.18	1.26
Contributions by the company	0.71	0.05
Actual Benefits paid	(0.69)	(2.82)
Actuarial (Loss)/gain	(0.09)	(0.22)
Fair value of Plan Assets as at end of the year	17.41	16.30

c) Amount recognized in Balance Sheet:

Particulars	Gratuity (Funded)	
	2021-22	2020-21
Present value of defined benefit obligation as at end of the year	16.43	15.39
Fair value of Plan Assets as at end of the year	17.41	16.30
Funded Status	0.99	0.92
Net Assets/ (Liability) recognized in Balance Sheet	0.99	0.92

d) Expense Recognized in Statement of Profit and Loss:

Particulars	Gratuity (Funded)	
	2021-22	2020-21
Current service cost	0.86	0.85
Interest cost	1.12	1.17
Expected return on Plan Assets	(1.18)	(1.26)
Net Actuarial Loss/(gain)	(0.16)	(0.30)
Total Expenses recognized in Statement of profit and loss	0.64	0.46

e) Principle actuarial assumptions at the Balance sheet date

Particulars	Gratuity (Funded)	
	2021-22	2020-21
Discount Rate (per annum)	7.25%	7.00%
Rate of increase in compensation levels (per annum)	5.00%	5.00%
Expected Rate of return on plan assets (per annum)	7.25%	7.00%
Expected Average remaining working lives of employees (years)	10.90	10.60
Method Used	Projected Unit Credit Method	Projected Unit Credit Method

NOTES FORMING PART OF FINANCIAL STATEMENTS

- f) The estimates of future salary increases, considered in actuarial valuation, take account of inflation, seniority, promotion and other relevant factors, such as supply and demand in employee market.
- g) During the year, the company has recognized an expense of Rs.3.18 lakhs (previous yearRs.3.01 lakhs/-) in respect of Contribution to Employees Provident Fund.
- h) plan assets are maintained with Life Insurance Corporation of India (LIC). The details of Investments maintained by LIC have not been furnished to the company. The same have therefore not been disclosed.
- i) Amounts of defined benefits for the current and previous four years are as follows:

Particular	2021-22	2020-21	2019-2020	2018-2019	2017-2018
Experience adjustment					
- On plan liabilities loss/(gain)	(0.25)	(0.53)	(0.24)	(0.12)	0.92
- On plan assets gain/(loss)	(0.09)	(0.22)	(0.02)	(0.21)	0.36
Present value of defined benefit obligations as at the end of the year	16.43	15.39	16.71	15.07	14.93
Fair value of plan assets as at the end of the year	17.41	16.31	18.04	17.48	18.17
Excess / (deficit) of plan assets over obligations	0.99	0.92	1.32	2.41	3.24

37. Figure in brackets indicate deductions. The amount has been rounded off to the nearest rupee in lakhs.

38. The detail of deferred tax liabilities and assets as per Accounting Standard – AS 22 on “Accounting for Taxes on Income” as at the end of each reporting period is as under.

Nature of Timing Difference	Deferred Tax Liability (Assets) as on 01.04.2021	Movement during the year	Deferred Tax Liability (Assets) as on 31.03.2022
Deferred Tax Liabilities			
(i) Related to Property Plant and Equipment	0.77	4.77	5.54
Less :Deferred Tax Asset	-	-	-
Deferred tax Liability (Net)	0.77	4.77	5.54

No provision for taxation has been made in absence of taxable income as per the provisions of Income Tax Act, 1961.

39. **Trade receivables Ageing schedule**

(i) As on 31st March, 2022

Particulars	Outstanding for following period from due date of payments						
	Not Due	Less than 6 Months	6 Months - 1 Year	1-2 Years	2-3 Years	More than 3 Years	Total
(i) Undisputed Trade Receivables - Considered Good	-	4.06	1.31	0.43	0.13	0.11	6.05
(ii) Undisputed Trade Receivables - Considered doubtful	-	-	-	-	-	-	-
(iii) Disputed Trade Receivables - Considered Good	-	-	-	-	-	-	-
(iv) Disputed Trade Receivables- Considered doubtful	-	-	-	-	-	0.61	0.61
Total (A)	-	4.06	1.31	0.43	0.13	0.72	6.66
Allowance for Bad and Doubtful Debts (B)	-	-	-	-	-	(0.61)	(0.61)
Total (A-B)	-	4.06	1.31	0.43	0.13	0.11	6.05

(ii) As on 31st March, 2021

Particulars	Outstanding for following period from due date of payments						
	Not Due	Less than 6 Months	6 Months to 1 Year	1-2 Years	2-3 Years	More than 3 Years	Total
(i) Undisputed Trade Receivables-Considered Good	-	5.90	1.54	0.47	0.10	0.06	8.06
(ii) Undisputed Trade Receivables- Considered doubtful	-	-	-	-	-	-	-
(iii) Disputed Trade Receivables-Considered Good	-	-	-	-	-	-	-
(iv) Disputed Trade Receivables- Considered doubtful	-	-	-	-	-	0.61	0.61
Total (A)	-	5.90	1.54	0.47	0.10	0.67	8.67
Allowance for Bad and doubtful debts (B)	-	-	-	-	-	(0.61)	(0.61)
Total (A-B)	-	5.90	1.54	0.47	0.10	0.06	8.06

NOTES FORMING PART OF FINANCIAL STATEMENTS

40. Ageing schedule of Trade Payables from due date of payment

(i) As at 31st March, 2022

Particulars	Outstanding for following periods from due date of payment					
	Not Due	Less than 1 Year	1-2 Years	2-3 Years	More Than 3 Years	Total
(i) MSME	-	-	-	-	-	-
(II) Others	5.48	0.38	-	-	-	5.86
(iii) Disputed Dues-MSME	-	-	-	-	-	-
(iv) Disputed Dues-Others	-	-	-	-	-	-
Total	5.48	0.38	-	-	-	5.86

(ii) As on 31st March, 2021

Particulars	Outstanding for following periods from due date of payment					
	Not Due	Less than 1 Year	1-2 Years	2-3 Years	More Than 3 Years	Total
(i) MSME	-	-	-	-	-	-
(II) Others	5.57	0.64	-	-	-	6.21
(iii) Disputed Dues-MSME	-	-	-	-	-	-
(iv) Disputed Dues-Others	-	-	-	-	-	-
Total	5.57	0.64	-	-	-	6.21

41. The lease rent income recognized in the statement of profit and loss during the year amounts to Rs.107.11 lakhs(previous Year Rs.103.59 lakhs) has been shown under Other Income in note no. 21. The other disclosures in respect of leases are not applicable.
42. The company did not have any long term contracts including derivative contracts for which there were any material foreseeable losses.
43. As per Section 124 (6) of the Companies Act, 2013 (Act) provides that all shares in respect of which dividend has not been paid or claimed for 7 consecutive years or more shall be transferred to IEPF. The company has deposited unclaimed dividend of Financial Year 2021-22 during the year (on 03/03/22) amounting to Rs. 3.66 lakhs to the Investor Education and Protection Fund in accordance with the relevant provisions of the Companies Act, 2013 and Rules.

44. Key Financial Ratios

S. No.	Particulars	Numerator	Denominator	31 March 2022	31 March 2021	% Variance	Remarks
1	Current Ratio	Current Assets	Current Liabilities	10.16	7.73	31.47%	Increase in current ratio is due to lower current liabilities as the advances from members decreased because of adjustments of advances against the amounts receivable from members.
2	Debt service coverage ratio	Net Profit after taxes+ Depreciation + interest	Interest + principal repayments	N.A	N.A	N.A	N.A
3	Debt equity ratio	Outstanding borrowings	shareholders` equity	N.A	N.A	N.A	N.A
4	Return on equity ratio	Net profit after taxes	Average shareholders` equity	7.56%	6.60%	14.56%	N.A
5	Inventory turnover ratio	Cost of goods sold	Average inventory	N.A	N.A	N.A	N.A
6	Trade receivable turnover ratio	Net credit sales	Average accounts receivable	29.06	27.35	6.25%	N.A
7	Trade payables turnover ratio	Net credit purchase	Average Payables	11.10	7.64	45.30%	Increase in ratio is due to lower average trade payables

NOTES FORMING PART OF FINANCIAL STATEMENTS

8	Net capital turnover ratio	Net sales	working capital	0.31	0.26	18.22%	N.A
9	Net profit ratio	Net profit	Net sales	165.89%	146.35%	13.35%	N.A
10	Return on capital employed	Earning before interest & taxes	Tangible net worth + total debt + Deferred tax liability	0.36%	2.50%	-85.64%	Decline in ratio is due to decrease in earnings before interest and tax from operations due to increase in certain expenses relating to major repair work.
11	Return on investment	Net Profit after taxes	Net block of PPE	18.61%	17.07%	9.02%	N.A

45. The Company has not traded or invested in Crypto currency or Virtual Currency, during the financial year ended 31st March, 2022.
46. The company does not have any Benami property, where any proceeding have been initiated or pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988).
47. The Hon'ble Supreme Court in a ruling during the year 2019 had passed a judgement on the definition and scope of 'Basic Wages' under the Employees' Provident Funds and Miscellaneous Provision Act, 1952. Pending issuance of guidelines by the regulatory authorities on the application of this ruling, the impact on the Company, if any, cannot be ascertained. The Company will update its provision, on receiving further clarity on this subject matter.
48. The Code on Social Security 2020 has been notified in the Official Gazette on 29th September 2020. The effective date from which the changes are applicable is yet to be notified. Impact if any of the change will be assessed and accounted in the period in which said Code becomes effective.
49. The company has not been declared as wilful defaulter by any bank or financial Institution or other lender.
50. The company does not have any transactions with companies struck off under section 248 of the Companies Act, 2013 or section 560 of Companies Act, 1956.
51. There are no loans or advances in the nature of loans are granted to Promoters, Directors, KMPs and their related parties (as defined under Companies Act, 2013), either severally or jointly with any other person, that are:
- Repayable on demand; or
 - Without specifying any terms or period of repayment
52. The company has not advanced or loaned or invested funds (either from borrowed funds or share premium or any other sources or kind of funds) by the company to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries") with the understanding (whether recorded in writing or otherwise) that the Intermediary shall.
- directly or indirectly lend or invest in other person or entities identified in any manner whatsoever by or on behalf of the company (Ultimate Beneficiaries) or
 - provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.
53. The company has not received any fund from any person or entity, including foreign entities (Funding parties) with the understanding (whether recorded in writing or otherwise) that the company shall.
- directly or indirectly lend or invest in other person or entities identified in any manner whatsoever by or on behalf of the funding party (Ultimate Beneficiaries) or
 - provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
54. The company does not have any charge or satisfaction which is yet to be registered with ROC beyond the statutory period.
55. Repair and Maintenance of Plant and Machinery includes Rs. 20.66 lacs incurred for replacement and installation of duct of Air conditioner plant.
56. The provisions of Section 135 of the Companies Act, 2013 with regard to corporate social responsibility are not applicable
57. The company does not have any such transactions which is not recorded in the books of account that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961).

NOTES FORMING PART OF FINANCIAL STATEMENTS

58. The other information required by the paragraph 5 of general instructions for preparation of the statement of profit and loss as per Schedule III of the Companies Act, 2013 is not applicable to the company.
59. Previous year's figures have been recast/regrouped wherever necessary, to make these comparable with current year's figures.
60. **Events occurring after the balance sheet date**
The Company has declared dividend of Rs. 51/- per equity share of Rs. 10/- each aggregating Rs. 30.19lakhs for the financial year 2021-22 in its Board meeting held on 29th August, 2022 Subject to the approval of shareholders at the ensuing Annual General Meeting.

As per our separate report of even date
For SCV & Co. LLP
Chartered Accountants
Firm Regn. No. 000235N/N500089

(Sanjiv Mohan)
Partner
M. No. 086066

PLACE : LUDHIANA
DATED : 29-08-2022

For and on behalf of the Board of Directors
of Ludhiana Stock and Capital Limited
(Formerly Ludhiana Stock Exchange Limited)

Sd/-
(Tribhawan Singh Thapar)
Chairperson
(DIN - 00494576)

Sd/-
(Ashok Kumar)
Director
(DIN - 01971376)

Sd/-
(Vikas Batra)
Director
(DIN - 01964260)

Sd/-
(Ashwani Kumar)
Corporate Advisor
(PAN - ACBPK0351M)

Sd/-
(Pankaj Jain)
Manager Accounts
(PAN - AAPPJ9925N)