

# LARK TRADING AND FINANCE LIMITED

CIN: L34102UP1987PLC009222

Regd.off: C-273, Sector-63 Noida, Gautam Buddha Nagar Uttar Pradesh-201301  
Telephone-01122159466, Email:[Larktradingfinance@gmail.com](mailto:Larktradingfinance@gmail.com) website: [www.larktrading.in](http://www.larktrading.in)

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**Date: 02.09.2021**

To,

The Manager-Listing,  
Metropolitan Stock Exchange of India Ltd.  
Vibgyor Towers, 4thFloor, Plot No. C 62,  
G- Block, Opp. Trident Hotel  
Bandra Kurla Complex,  
Bandra (E), Mumbai- 400098

The Manager,  
The Calcutta Stock Exchange Ltd.  
7, Lyons Range, Murgighata,  
BBD Bagh, Kolkata  
West Bengal – 700001

Scrip Code:022126

Symbol: LARK

**Sub: Submission of Annual Report as per Regulation 34 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015**

Dear Sir/Ma'am,

Please find attached herewith **Annual Report for the Financial Year 2020-21** as per Regulation 34 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Submitted for your information and records.

Thanking you.

Yours Sincerely,

**For and on Behalf of the Board of Directors  
For Lark Trading and Finance Limited**

**SUMIT**  
**TAYAL**  
Digitally signed  
by SUMIT TAYAL  
Date: 2021.09.02  
19:00:32 +05'30'

**Sumit Tayal  
Whole Time Director  
DIN: 06598044**

**Place: Noida**

# LARK TRADING AND FINANCE LIMITED

CIN:L34102UP1987PLC009222



**34th ANNUAL REPORT**

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**2020-21**

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## REFERENCE INFORMATION

### BOARD OF DIRECTORS

Mr. Manoj Jiwnani	Chairperson (Non-Executive Independent Director)
Mr. Hari Om Tayal	Non Executive Director
Mr. Ankit Tayal	Non Executive Director
Mr. Sumit Tayal	Executive Director
Ms. Gunvanti Jain	Non Executive Director
Mr. Chander Shekhar	Non-Executive Independent Director <i>(Resigned w.e.f 28.06.2021)</i>
Mrs. Poonam Sharma	Additional (Non- Executive Independent) Director <i>(appointed w.e.f. 12.08.2021)</i>

### KEY MANAGERIAL PERSONNEL

Mr. Ankit Tayal	Chief Financial Officer
Mr. Sumit Tayal	Whole Time Director
Ms. Manisha Chauhan	Company Secretary & Compliance Officer <i>(Resigned w.e.f. 10.04.2021)</i>
Ms. Shaweta Arora	Company Secretary & Compliance Officer <i>(Appointed w.e.f. 12.05.2021)</i>

### AUDIT COMMITTEE

Mr. Manoj Jiwnani	Chairperson (w.e.f.28.06.2021)
Ms. Gunvanti Jain	Member
Mrs. Poonam Sharma	Member <i>(Appointed w.e.f.12.08.2021)</i>
Mr. Chander Shekhar	Chairperson <i>(Resigned w.e.f.28.06.2021)</i>

### NOMINATION & REMUNERATION COMMITTEE

Mr. Manoj Jiwnani	Chairperson
Mr. Chander Shekhar	Member <i>(Resigned w.e.f.28.06.2021)</i>
Ms. Gunvanti Jain	Member
Mrs. Poonam Sharma	Member <i>(Appointed w.e.f.12.08.2021)</i>

### STAKEHOLDERS' RELATIONSHIP COMMITTEE

Ms. Gunvanti Jain	Chairperson
Mr. Chander Shekhar	Member <i>(Resigned w.e.f.28.06.2021)</i>
Mr. Manoj Jiwnani	Member
Mrs. Poonam Sharma	Member <i>(Appointed w.e.f.12.08.2021)</i>

### SECRETARIAL AUDITOR

**M/s. Jain P & Associates, Company Secretaries**  
B-40, Vivek Vihar, Phase-II, Delhi-110096

### STATUTORY AUDITOR

**M/s. J P Kapur & Uberai, Chartered Accountants** *(Resigned w.e.f. 01.09.2020)*  
Lower Ground Floor, C-4/5, Safdarjung Development Area, New Delhi-110016

**M/s. Sanjeev Bimla& Associates, Chartered Accountants** *(Appointed w.e.f. 05.09.2020)*  
A-2/113 Basement, Safdarjung Enclave, Delhi-110029

### REGISTRAR & SHARE TRANSFER AGENT

**Satellite Corporate Services Pvt. Ltd.**  
Unit No. 49, Building No. 13-A 3, 2nd Floor, Samhita  
Commercial Co-Op. Society Ltd., Sakinaka, Mumbai-400072

### CIN

L34102UP1987PLC009222

### REGISTERED OFFICE

C-273, Sector-63, Gautam Buddha Nagar  
Noida, Uttar Pradesh-201301

### BANKERS

**AXIS BANK LTD.**, Vishwas Nagar Branch, Delhi-110032  
**ICICI BANK LTD.**, A-34, Ground Floor, Lajpat Nagar-II, New Delhi-110024

### SHARES LISTED AT

**Metropolitan Stock Exchange of India Limited**  
**Calcutta Stock Exchange**

### E-MAIL

[larktradingfinance@gmail.com](mailto:larktradingfinance@gmail.com)

### WEBSITE

[www.larktrading.in](http://www.larktrading.in)

### NBFC Registration Number

B-12.00382

### NOTICE OF 34<sup>th</sup> ANNUAL GENERAL MEETING

**NOTICE** is hereby given that the 34<sup>th</sup> Annual General Meeting of the members of the Company will be held on **Saturday, September 25, 2021 at 12:00 P.M.** through **video conferencing(VC) to transact the following business(es):-**

#### ORDINARY BUSINESS:

**1. Adoption of Standalone Financial Statements for the Financial Year ended on 31<sup>st</sup> March, 2021**

To receive, consider and adopt the standalone financial statements of the Company for the financial year ended on 31<sup>st</sup> March, 2021 including the audited Balance Sheet as at 31<sup>st</sup> March, 2021, Profit & Loss Statement for the financial year ended on that date together with the Reports of Board of Directors and Auditors thereon.

**2. Re-appointment of Director liable to retire by rotation**

To appoint **Mr. Hari Om Tayal** (DIN: 02720681) who retires by rotation at the ensuing Annual General Meeting and being eligible, offers himself for Re-appointment.

#### SPECIAL BUSINESS:

**3. REGULARISATION OF MRS. POONAM SHARMA (NON-EXECUTIVE DIRECTOR) DIN: 09278385 AS AN INDEPENDENT DIRECTOR**

To consider and if thought fit, to pass, with or without modification(s), the following resolution as an **Ordinary Resolution**:

**“RESOLVED THAT** pursuant to the provisions of Sections 149, 152 and other applicable provisions of the Companies Act, 2013 read with Schedule IV to the Companies Act, 2013 and the Companies (Appointment and Qualification of Directors) Rules, 2014 (including any statutory modification(s) or re-enactment thereof for the time being in force) and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, **Mrs. Poonam Sharma (DIN: 09278385)**, a Non-Executive Independent Additional Director of the Company, who is eligible for re-appointment as Director and in respect of whom the Company has received a notice in writing under Section 160 of the Companies Act, 2013 proposing her candidature for the office of Independent Director, and who has submitted a declaration that she meets the criteria for independence as provided in Section 149(6) of the Companies Act, 2013, be and is hereby appointed as an Independent Director of the Company to hold office for a period of **“Five”** consecutive years commencing from **September 25, 2021** up to **September 24, 2026**, not liable to retire by rotation.”

**4. RE-APPOINTMENT OF MR. SUMIT TAYAL (DIN: 06598044) AS THE WHOLETIME DIRECTOR**

To consider, and if thought fit, to pass, adopt & / or ratify with or without modification(s), the following Resolution as a **Special Resolution**:

**“RESOLVED THAT** pursuant to the provisions of Section 196, 197, 203 and Schedule V of the Companies Act, 2013, the Rules made there under and the Articles of Association of the Company and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended from time to time, Mr. Sumit Tayal (DIN: 06598044), who was appointed as a Whole Time Director of the Company for a term of three years up to May 15, 2021, by the members at the 31<sup>st</sup> Annual General Meeting, be and is hereby re-appointed as a Whole Time Director of the Company for a second term of **five** consecutive years commencing from **May 16, 2021** up to **May 15, 2026.**”

**By order of the Board of Directors  
For Lark Trading and Finance Limited**

Date: 25.08.2021  
Place: Noida

**(Sumit Tayal)  
Whole Time Director  
(DIN:06380668)**

**NOTES:**

1. In view of the massive outbreak of the COVID-19 pandemic, social distancing is a norm to be followed and pursuant to the Circular No. 14/2020 dated April 08, 2020, Circular No.17/2020 dated April 13, 2020 issued by the Ministry of Corporate Affairs followed by Circular No. 20/2020 dated May 05, 2020 and Circular No. 02/2021 dated January 13, 2021 and all other relevant circulars issued from time to time, physical attendance of the Members to the AGM venue is not required and general meeting be held through video conferencing (VC) or other audio visual means (OAVM). Hence, Members can attend and participate in the ensuing AGM through VC/OAVM.
2. Pursuant to the provisions of Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014 (as amended) and Regulation 44 of SEBI (Listing Obligations & Disclosure Requirements) Regulations 2015 (as amended), and the Circulars issued by the Ministry of Corporate Affairs dated April 08, 2020, April 13, 2020 and May 05, 2020 the Company is providing facility of remote e-Voting to its Members in respect of the business to be transacted at the AGM. For this purpose, the Company has entered into an agreement with National Securities Depository Limited (NSDL) for facilitating voting through electronic means, as the authorized agency. The facility of casting votes by a member using remote e-Voting system as well as venue voting on the date of the AGM will be provided by NSDL.
3. In line with the Ministry of Corporate Affairs (MCA) Circular No. 17/2020 dated April 13, 2020, the Notice calling the AGM has been uploaded on the website of the Company at [www.larktrading.in](http://www.larktrading.in). The Notice can also be accessed from the websites of the Stock Exchange i.e. MSEI Limited at [www.msei.in](http://www.msei.in) and CSE at <https://www.cse-india.com/> respectively and the AGM Notice is also available on the website of NSDL (agency for providing the Remote e-Voting facility) i.e. [www.evoting.nsdl.com](http://www.evoting.nsdl.com).
4. AGM has been convened through VC/OAVM in compliance with applicable provisions of the Companies Act, 2013 read with MCA Circular No. 14/2020 dated April 08, 2020 and MCA Circular No. 17/2020 dated April 13, 2020, MCA Circular No. 20/2020 dated May 05, 2020 and MCA Circular No. 2/2021 dated January 13, 2021.
5. The deemed venue for 34<sup>th</sup> e-AGM shall be the Registered Office of the Company situated at **C-273 Sector-63, Noida, Gautam Buddha Nagar, Uttar Pradesh-201301**.
6. The Company has appointed **Beetal Financial & Computer Services Limited as “Facilitator” of VC** to facilitate the conduct of AGM through VC/OAVM.
7. Members attending the AGM through VC / OAVM shall be counted for the purpose of reckoning the quorum under Section 103 of the Act.
8. Pursuant to the Circular No. 14/2020 dated April 08, 2020, issued by the Ministry of Corporate Affairs, the facility to appoint proxy to attend and cast vote for the members is not available for this AGM. However, the Body Corporates are entitled to appoint authorized representatives to attend the AGM through VC/OAVM and participate there at and cast their votes through e-voting.
9. Pursuant to the provisions of the Act, a member entitled to attend and vote at the AGM is entitled to appoint a proxy to attend and vote on his/her behalf and the proxy need not be a member of the Company. Since this AGM is being held pursuant to the MCA Circulars through VC/OAVM facility, physical attendance of members has been dispensed with. Accordingly, the facility for appointment of proxies by the members will not be available for the e-AGM and hence the Proxy Form and Attendance Slip are not annexed to this Notice. However, in pursuance of Section 112 and Section 113 of the Act, representatives of the members may be appointed for the purpose of voting through remote e-voting or for participation and voting in the meeting held through VC or OAVM.
10. Institutional/Corporate shareholders (i.e. other than individuals/HUF, NRI, etc.) are required to send a scanned copy (pdf/jpg format) of its board or governing body’s resolution/authorization, etc., authorizing their representative to attend the AGM on its behalf and to vote through remote e-voting. The said resolution/authorization shall be sent to the scrutinizer by email through its registered email address to [cstanayojha@gmail.com](mailto:cstanayojha@gmail.com) with a copy marked to Company [larktradingfinance@gmail.com](mailto:larktradingfinance@gmail.com) & [helpdesk.evoting@nsdlindia.com](mailto:helpdesk.evoting@nsdlindia.com)

11. Statement pursuant to section 102 of the Act shall form a part of this Notice since special business shall be transacted at the 34<sup>th</sup> e-AGM.
12. Brief details of the director, who are eligible to be appointed, re-appointed, regularize in 34<sup>th</sup> AGM, are annexed hereto as per requirements of regulation 36(3) of the "SEBI Listing Regulations" and as per provisions of the Act.
13. Institutional investors, who are members of the Company are encouraged to attend and vote at the 34<sup>th</sup> e-AGM of the Company.
14. SEBI has mandated the submission of Permanent Account Number (PAN) by every person dealing in securities market. Members holding shares in electronic form are, therefore, requested to submit the PAN to their depository participants with whom they are maintaining their demat accounts. Members holding shares in physical form can submit their PAN details to the Company or its RTA.
15. In terms of sections 101 and 136 of the Act, read with the rules made thereunder, the listed companies may send the notice of AGM and the annual report, including financial statements, boards' report, etc. by electronic mode. Pursuant to the said provisions of the Act read with MCA Circulars, SEBI Circular dated 15 January 2021, Notice of 34<sup>th</sup> e-AGM along with the Annual Report for FY 2021 is being sent only through electronic mode to those members whose email addresses are registered with the Company/depositories. Members may note that the Notice and Annual Report for FY 2021 will also be available on the Company's website at [www.larktrading.in](http://www.larktrading.in); website of the stock exchanges i.e., MSEI Limited at [www.msei.in](http://www.msei.in) and CSE at <https://www.cse-india.com/> and on the website of Facilitators of VC/OAVM at <http://www.beetalfinancial.com/>
16. To receive communications through electronic means, including Annual Reports and Notices, members are requested to kindly register/update their email address with their respective depository participant, where shares are held in electronic form. In case of shares held in physical form, members are advised to register their E-mail address & Mobile No. by writing to our RTA **Satellite Corporate Services Pvt. Ltd.**, Address: 106 & 107 Dattani Plaza, Kurla Andheri Road, Kurla (w), Nr. Safed Poll East West Ind Estate, Mumbai City MH 400072 IN , Ph: 022-28520461 Email Id [service@satellitecorporate.com](mailto:service@satellitecorporate.com)
17. Further, those members who have not registered their email addresses and in consequence could not be served the Annual Report for FY 2021 and Notice of AGM may temporarily get themselves registered with the company by sending email at Company's email Id [larktradingfinance@gmail.com](mailto:larktradingfinance@gmail.com) for receiving the same. Members are requested to support our commitment to environment protection by choosing to receive the Company's communication through email going forward.
18. With a view to enable the Company to serve the members better, members who hold shares in identical names and in the same order of names in more than one folio are requested to write to the Company to consolidate their holdings in one folio.
19. SEBI vide its notification (SEBI/LADNRO/GN/2018/24) dated 8 June 2018 as amended on 30 November 2018 and circulars & Notifications issued thereafter, has stipulated that w.e.f. 1 April 2019, the transfer of securities (except transmission or transposition of shares) shall not be processed, unless the securities are held in the dematerialized form. The Company has complied with the necessary requirements as applicable, including sending of letters to shareholders holding shares in physical form and requesting them to dematerialize their physical holdings.
20. Members who still hold share certificates in physical form are advised to dematerialize their shareholding to also avail of numerous benefits of dematerialization, which include easy liquidity, ease of trading and transfer, savings in stamp duty and elimination of any possibility of loss of documents and bad deliveries.
21. In case of joint holders, the member whose name appears as the first holder in the order of names as per the Register of Members of the Company will be entitled to vote at the AGM.
22. The Company has been maintaining, inter alia, the following statutory registers at its registered office at **C-273 Sector-63, Noida, Gautam Buddha Nagar, Uttar Pradesh-201301.**
  - Register of contracts or arrangements in which directors are interested under section 189 of the Act.



- Register of directors and key managerial personnel and their shareholding under section 170 of the Act.  
In accordance with the MCA Circulars, the said registers will be made accessible for inspection through electronic/Physical mode and shall remain open and be accessible to any member during the continuance of the meeting.
- 23. The Register of Members and Share Transfer Books will remain closed from **(Saturday, September 18, 2021) to (Saturday, September 25, 2021) (both days inclusive)**.
- 24. Pursuant to section 72 of the Act, members holding shares in physical form are advised to file nomination in the prescribed Form SH-13 (a copy of which is available on the Company's website at <http://larktrading.in/> . In respect of shares held in electronic/demat form, the members may please contact their respective depository participant.
- 25. Since the meeting will be conducted through VC facility, the route map is not annexed to this Notice.
- 26. For more details on shareholders' matters, please refer to the section on 'General Shareholder Information', included in the Annual Report.
- 27. In case a person becomes a member of the Company after dispatch of AGM Notice, and is a member as on the cut-off date for e-voting, i.e., **Friday, 17<sup>th</sup> September, 2021**, such person may obtain the user id and password from by email request on [evoting@nsdl.co.in](mailto:evoting@nsdl.co.in) .
- 28. Alternatively, member may send signed copy of the request letter providing the email address, mobile number and self-attested PAN copy along with client master copy (in case of electronic folio)/copy of share certificate (in case of physical folio) via email to [larktradingfinance@gmail.com](mailto:larktradingfinance@gmail.com) for obtaining the Annual Report and Notice of AGM.
- 29. The Members can join the AGM in the VC/OAVM mode 15 minutes before and after the scheduled time of the commencement of the Meeting by following the procedure mentioned in the Notice. The facility of participation at the AGM through VC/OAVM will be made available for 1000 members on first come first served basis. This will not include large Shareholders (Shareholders holding 2% or more shareholding), Promoters, Institutional Investors, Directors, Key Managerial Personnel, the Chairpersons of the Audit Committee, Nomination and Remuneration Committee and Stakeholders Relationship Committee, Auditors etc. who are allowed to attend the AGM without restriction on account of first come first served basis.
- 30. The attendance of the Members attending the AGM through VC/OAVM will be counted for the purpose of reckoning the quorum under Section 103 of the Companies Act, 2013.

**THE INSTRUCTIONS FOR MEMBERS FOR REMOTE E-VOTING AND JOINING GENERAL MEETING ARE AS UNDER:-**

**The remote e-voting period begins on Wednesday, 22<sup>nd</sup> September, 2021 at 09:00 A.M. and ends on Friday, 24<sup>th</sup> September, 2021 at 05:00 P.M. The remote e-voting module shall be disabled by NSDL for voting thereafter. The Members, whose names appear in the Register of Members / Beneficial Owners as on the record date (cut-off date) i.e. 17<sup>th</sup> September, 2021, may cast their vote electronically. The voting right of shareholders shall be in proportion to their share in the paid-up equity share capital of the Company as on the cut-off date, being 17<sup>th</sup> September, 2021.**

**How do I vote electronically using NSDL e-Voting system?**

*The way to vote electronically on NSDL e-Voting system consists of "Two Steps" which are mentioned below:*





**Step 1: Access to NSDL e-Voting system**

**A) Login method for e-Voting and joining virtual meeting for Individual shareholders holding securities in demat mode**

In terms of SEBI circular dated December 9, 2020 on e-Voting facility provided by Listed Companies, Individual shareholders holding securities in demat mode are allowed to vote through their demat account maintained with Depositories and Depository Participants. Shareholders are advised to update their mobile number and email Id in their demat accounts in order to access e-Voting facility.



Login method for Individual shareholders holding securities in demat mode is given below:

Type of shareholders	Login Method
Individual Shareholders holding securities in demat mode with NSDL.	<ol style="list-style-type: none"> <li>Existing <b>IDeAS</b> user can visit the e-Services website of NSDL Viz. <a href="https://eservices.nSDL.com">https://eservices.nSDL.com</a> either on a Personal Computer or on a mobile. On the e-Services home page click on the “<b>Beneficial Owner</b>” icon under “<b>Login</b>” which is available under ‘<b>IDeAS</b>’ section , this will prompt you to enter your existing User ID and Password. After successful authentication, you will be able to see e-Voting services under Value added services. Click on “<b>Access to e-Voting</b>” under e-Voting services and you will be able to see e-Voting page. Click on company name or <b>e-Voting service provider i.e. NSDL</b> and you will be re-directed to e-Voting website of NSDL for casting your vote during the remote e-Voting period or joining virtual meeting &amp; voting during the meeting.</li> <li>If you are not registered for IDeAS e-Services, option to register is available at <a href="https://eservices.nSDL.com">https://eservices.nSDL.com</a>. Select “<b>Register Online for IDeAS Portal</b>” or click at <a href="https://eservices.nSDL.com/SecureWeb/IdeasDirectReg.jsp">https://eservices.nSDL.com/SecureWeb/IdeasDirectReg.jsp</a></li> <li>Visit the e-Voting website of NSDL. Open web browser by typing the following URL: <a href="https://www.evoting.nSDL.com/">https:// www.evoting.nSDL.com/</a> either on a Personal Computer or on a mobile. Once the home page of e-Voting system is launched, click on the icon “Login” which is available under ‘Shareholder/Member’ section. A new screen will open. You will have to enter your User ID (i.e. your sixteen digit demat account number hold with NSDL), Password/OTP and a Verification Code as shown on the screen. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page. Click on company name or <b>e-Voting service provider i.e. NSDL</b> and you will be redirected to e-Voting website of NSDL for casting your vote during the remote e-Voting period or joining virtual meeting &amp; voting during the meeting.</li> <li>Shareholders/Members can also download NSDL Mobile App “<b>NSDL Speede</b>” facility by scanning the QR code mentioned below for seamless voting experience.</li> </ol> <div data-bbox="813 1188 1169 1402" style="text-align: center;"> <p>NSDL Mobile App is available on</p> <p>  App Store            Google Play         </p> <div style="display: flex; justify-content: space-around;">   </div> </div>
Individual Shareholders holding securities in demat mode with CDSL	<ol style="list-style-type: none"> <li>Existing users who have opted for Easi / Easiest, they can login through their user id and password. Option will be made available to reach e-Voting page without any further authentication. The URL for users to login to Easi / Easiest are <a href="https://web.cdslindia.com/myeasi/home/login">https://web.cdslindia.com/myeasi/home/login</a> or <a href="http://www.cdslindia.com">www.cdslindia.com</a> and click on New System Myeasi.</li> <li>After successful login of Easi/Easiest the user will be also able to see the E Voting Menu. The Menu will have links of <b>e-Voting service provider i.e. NSDL</b>. Click on <b>NSDL</b> to cast your vote.</li> <li>If the user is not registered for Easi/Easiest, option to register is available at <a href="https://web.cdslindia.com/myeasi/Registration/EasiRegistration">https://web.cdslindia.com/myeasi/Registration/EasiRegistration</a></li> <li>Alternatively, the user can directly access e-Voting page by providing demat Account Number and PAN No. from a link in <a href="http://www.cdslindia.com">www.cdslindia.com</a> home page. The system</li> </ol>

	will authenticate the user by sending OTP on registered Mobile & Email as recorded in the demat Account. After successful authentication, user will be provided links for the respective ESP i.e. <b>NSDL</b> where the e-Voting is in progress.
Individual Shareholders (holding securities in demat mode) login through their depository participants	You can also login using the login credentials of your demat account through your Depository Participant registered with NSDL/CDSL for e-Voting facility upon logging in, you will be able to see e-Voting option. Click on e-Voting option, you will be redirected to NSDL/CDSL Depository site after successful authentication, wherein you can see e-Voting feature. Click on company name or e-Voting service provider i.e. NSDL and you will be redirected to e-Voting website of NSDL for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.

**Important note:** Members who are unable to retrieve User ID/ Password are advised to use Forget User ID and Forget Password option available at abovementioned website.

**Helpdesk for Individual Shareholders holding securities in demat mode for any technical issues related to login through Depository i.e. NSDL and CDSL.**

Login type	Helpdesk details
Individual Shareholders holding securities in demat mode with NSDL	Members facing any technical issue in login can contact NSDL helpdesk by sending a request at <a href="mailto:evoting@nsdl.co.in">evoting@nsdl.co.in</a> or call at toll free no.: 1800 1020 990 and 1800 22 44 30
Individual Shareholders holding securities in demat mode with CDSL	Members facing any technical issue in login can contact CDSL helpdesk by sending a request at <a href="mailto:helpdesk.evoting@cdslindia.com">helpdesk.evoting@cdslindia.com</a> or contact at 022- 23058738 or 022-23058542-43

**B) Login Method for e-Voting and joining virtual meeting for shareholders other than Individual shareholders holding securities in demat mode and shareholders holding securities in physical mode. How to Log-in to NSDL e-Voting website?**

1. Visit the e-Voting website of NSDL. Open web browser by typing the following URL: <https://www.evoting.nsdl.com/> either on a Personal Computer or on a mobile.
2. Once the home page of e-Voting system is launched, click on the icon "Login" which is available under 'Shareholder/Member' section.
3. A new screen will open. You will have to enter your User ID, your Password/OTP and a Verification Code as shown on the screen. *Alternatively, if you are registered for NSDL eservices i.e. IDEAS, you can log-in at <https://eservices.nsdl.com/> with your existing IDEAS login. Once you log-in to NSDL eservices after using your log-in credentials, click on e-Voting and you can proceed to Step 2 i.e. Cast your vote electronically.*
4. Your User ID details are given below :

Manner of holding shares i.e. Demat (NSDL or CDSL) or Physical	Your User ID is:
a) For Members who hold shares in demat account with NSDL.	8 Character DP ID followed by 8 Digit Client ID For example if your DP ID is IN300*** and Client ID is 12***** then your user ID is IN300***12*****.
b) For Members who hold shares in demat account with CDSL.	16 Digit Beneficiary ID For example if your Beneficiary ID is 12***** then your user ID is 12*****
c) For Members holding shares in Physical Form.	EVEN Number followed by Folio Number registered with the company For example if folio number is 001*** and EVEN is 101456 then user ID is 101456001***

5. Password details for shareholders other than Individual shareholders are given below:
  - a) If you are already registered for e-Voting, then you can use your existing password to login and cast your vote.
  - b) If you are using NSDL e-Voting system for the first time, you will need to retrieve the 'initial password' which was communicated to you. Once you retrieve your 'initial password', you need to enter the 'initial password' and the system will force you to change your password.
  - c) How to retrieve your 'initial password'?
    - (i) If your email ID is registered in your demat account or with the company, your 'initial password' is communicated to you on your email ID. Trace the email sent to you from NSDL from your mailbox. Open the email and open the attachment i.e. a .pdf file. Open the .pdf file. The password to open the .pdf file is your 8 digit client ID for NSDL account, last 8 digits of client ID for CDSL account or folio number for shares held in physical form. The .pdf file contains your 'User ID' and your 'initial password'.
    - (ii) If your email ID is not registered, please follow steps mentioned below in **process for those shareholders whose email ids are not registered.**
6. If you are unable to retrieve or have not received the "Initial password" or have forgotten your password:
  - a) Click on "**Forgot User Details/Password?**"(If you are holding shares in your demat account with NSDL or CDSL) option available on [www.evoting.nsdl.com](http://www.evoting.nsdl.com).
  - b) **Physical User Reset Password?**" (If you are holding shares in physical mode) option available on [www.evoting.nsdl.com](http://www.evoting.nsdl.com).
  - c) If you are still unable to get the password by aforesaid two options, you can send a request at [evoting@nsdl.co.in](mailto:evoting@nsdl.co.in) mentioning your demat account number/folio number, your PAN, your name and your registered address etc.
  - d) Members can also use the OTP (One Time Password) based login for casting the votes on the e-Voting system of NSDL.
7. After entering your password, tick on Agree to "Terms and Conditions" by selecting on the check box.
8. Now, you will have to click on "Login" button.
9. After you click on the "Login" button, Home page of e-Voting will open.

## **Step 2: Cast your vote electronically and join General Meeting on NSDL e-Voting system.**

### **How to cast your vote electronically and join General Meeting on NSDL e-Voting system?**

1. After successful login at Step 1, you will be able to see all the companies "EVEN" in which you are holding shares and whose voting cycle and General Meeting is in active status.
2. Select "EVEN" of company for which you wish to cast your vote during the remote e-Voting period and casting your vote during the General Meeting. For joining virtual meeting, you need to click on "VC/OAVM" link placed under "Join General Meeting".
3. Now you are ready for e-Voting as the Voting page opens.
4. Cast your vote by selecting appropriate options i.e. assent or dissent, verify/modify the number of shares for which you wish to cast your vote and click on "Submit" and also "Confirm" when prompted.
5. Upon confirmation, the message "Vote cast successfully" will be displayed.
6. You can also take the printout of the votes cast by you by clicking on the print option on the confirmation page.
7. Once you confirm your vote on the resolution, you will not be allowed to modify your vote.

**General Guidelines for shareholders**

1. Institutional shareholders (i.e. other than individuals, HUF, NRI etc.) are required to send scanned copy (PDF/JPG Format) of the relevant Board Resolution/ Authority letter etc. with attested specimen signature of the duly authorized signatory(ies) who are authorized to vote, to the Scrutinizer by e-mail to [cstanayojha@gmail.com](mailto:cstanayojha@gmail.com) with a copy marked to [evoting@nsdl.co.in](mailto:evoting@nsdl.co.in).
2. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential. Login to the e-voting website will be disabled upon five unsuccessful attempts to key in the correct password. In such an event, you will need to go through the "Forgot User Details/ Password?" or "Physical User Reset Password?" option available on [www.evoting.nsdl.com](http://www.evoting.nsdl.com) to reset the password.
3. In case of any queries, you may refer the Frequently Asked Questions (FAQs) for Shareholders and e-Voting user manual for Shareholders available at the download section of [www.evoting.nsdl.com](http://www.evoting.nsdl.com) or call on toll free no.: 1800 1020 990 and 1800 22 44 30 or send a request at [evoting@nsdl.co.in](mailto:evoting@nsdl.co.in) or contact Ms. PallaviMhatre, Manager or Ms. Soni Singh, Asst. Manager, National Securities Depository Limited, Trade World, 'A' Wing, 4th Floor, Kamala Mills Compound, SenapatiBapat Marg, Lower Parel, Mumbai – 400 013, at the designated email id – [evoting@nsdl.co.in](mailto:evoting@nsdl.co.in) or [pallavid@nsdl.co.in](mailto:pallavid@nsdl.co.in) or [SoniS@nsdl.co.in](mailto:SoniS@nsdl.co.in) or at telephone nos.:- +91 22 24994545, +91 22 24994559, who will also address the grievances connected with voting by electronic means. Members may also write to the Company Secretary at the [larktradingfinance@gmail.com](mailto:larktradingfinance@gmail.com)

**Process for those shareholders whose email ids are not registered with the depositories for procuring user id and password and registration of e mail ids for e-voting for the resolutions set out in this notice:**

1. In case shares are held in physical mode please provide Folio No., Name of shareholder, scanned copy of the share certificate (front and back), PAN (self-attested scanned copy of PAN card), AADHAR (self-attested scanned copy of Aadhar Card) by email to [larktradingfinance@gmail.com](mailto:larktradingfinance@gmail.com)
2. In case shares are held in demat mode, please provide DPID-CLID (16 digit DPID + CLID or 16 digit beneficiary ID), Name, client master or copy of Consolidated Account statement, PAN (self-attested scanned copy of PAN card), AADHAR (self attested scanned copy of Aadhar Card) to [larktradingfinance@gmail.com](mailto:larktradingfinance@gmail.com). If you are an Individual shareholders holding securities in demat mode, you are requested to refer to the login method explained at **step 1 (A)** i.e. **Login method for e-Voting and joining virtual meeting for Individual shareholders holding securities in demat mode**.
3. Alternatively shareholder/members may send a request to [evoting@nsdl.co.in](mailto:evoting@nsdl.co.in) for procuring user id and password for e-voting by providing above mentioned documents.
4. In terms of SEBI circular dated December 9, 2020 on e-Voting facility provided by Listed Companies, Individual shareholders holding securities in demat mode are allowed to vote through their demat account maintained with Depositories and Depository Participants. Shareholders are required to update their mobile number and email ID correctly in their demat account in order to access e-Voting facility.

**THE INSTRUCTIONS FOR MEMBERS FOR e-VOTING ON THE DAY OF THE AGM ARE AS UNDER:-**

1. The procedure for e-Voting on the day of the AGM is same as the instructions mentioned above for remote e-voting.
2. Only those Members/ shareholders, who will be present in the AGM through VC/OAVM facility and have not casted their vote on the Resolutions through remote e-Voting and are otherwise not barred from doing so, shall be eligible to vote through e-Voting system in the AGM.
3. Members who have voted through Remote e-Voting will be eligible to attend the AGM. However, they will not be eligible to vote at the AGM.
4. The details of the person who may be contacted for any grievances connected with the facility for e-Voting on the day of the AGM shall be the same person mentioned for Remote e-voting.

**INSTRUCTIONS FOR MEMBERS FOR ATTENDING THE AGM THROUGH VC/OAVM ARE AS UNDER:**

- Member will be provided with a facility to attend the AGM through VC/OAVM through the NSDL e-Voting system. Members may access by following the steps mentioned above for **Access to NSDL e-Voting system**. After successful login, you can see link of “VC/OAVM link” placed under “**Join General meeting**” menu against company name. You are requested to click on VC/OAVM link placed under Join General Meeting menu. The link for VC/OAVM will be available in Shareholder/Member login where the EVEN of Company will be displayed. Please note that the members who do not have the User ID and Password for e-Voting or have forgotten the User ID and Password may retrieve the same by following the remote e-Voting instructions mentioned in the notice to avoid last minute rush.
- Members are encouraged to join the Meeting through Laptops for better experience.
- Further Members will be required to allow Camera and use Internet with a good speed to avoid any disturbance during the meeting.
- Please note that Participants Connecting from Mobile Devices or Tablets or through Laptop connecting via Mobile Hotspot may experience Audio/Video loss due to Fluctuation in their respective network. It is therefore recommended to use Stable Wi-Fi or LAN Connection to mitigate any kind of aforesaid glitches.
- Shareholders who would like to express their views/have questions may send their questions in advance mentioning their name demat account number/folio number, email id, mobile number at [larktradingfinance@gmail.com](mailto:larktradingfinance@gmail.com). The same will be replied by the company suitably.
- Shareholders who would like to express their views/ask questions during the meeting may register themselves as a speaker by sending their request to [larktradingfinance@gmail.com](mailto:larktradingfinance@gmail.com) in advance atleast 15 days prior to meeting mentioning their name, demat account number/folio number, email id, mobile number at (company email id). The shareholders who do not wish to speak during the AGM but have queries may send their queries in advance 10 days prior to meeting mentioning their name, demat account number/folio number, email id, mobile number at [larktradingfinance@gmail.com](mailto:larktradingfinance@gmail.com). These queries will be replied to by the company suitably by email.

**To address issues/grievances of shareholders relating to the ensuing AGM, including e-voting, the following official has been designated:**

Name of Official	Ms. Shaweta Arora
Designation	Company Secretary & Compliance Officer
Address	C-273, Sector-63, Noida, Gautam Buddha Nagar, Uttar Pradesh-201301
Contact	+91-120-4308517
E-mail	<a href="mailto:larktradingfinance@gmail.com">larktradingfinance@gmail.com</a>

**EXPLANATORY STATEMENT PURSUANT TO SECTION 102 OF THE COMPANIES ACT, 2013 READ WITH COMPANIES (MANAGEMENT AND ADMINISTRATION) RULES, 2014**

**ITEM NO. 3**

**REGULARISATION OF MRS. POONAM SHARMA (NON-EXECUTIVE INDEPENDENT DIRECTOR) DIN: 09278385 AS AN INDEPENDENT DIRECTOR**

The Board on the Recommendation of Nomination and Remuneration Committee (NRC), appointed Mrs. Poonam Sharma (DIN: 09278385) as an Additional (Non-Executive Independent) Director of the company w.e.f. 12.08.2021. Pursuant to the Provision of Section 161(1) of the Act and the Articles of Association of the Company, Mrs. Poonam Sharma holds her office as an Additional Director up to the date of this Annual General Meeting. Now, Board is in the View to appoint Mrs. Poonam Sharma as an Independent Director of the Company. Therefore, they recommend the appointment of Mrs. Poonam Sharma as Independent Director not liable to retire by rotation for a term of five years from September 25, 2021 to September 24, 2026.



The Company has received the requisite declarations from her that she meets the criteria of independence. In the opinion of the Board, she fulfills the conditions as specified in the Act and Rules made thereunder and the Listing Regulations for her appointment and is independent of the management. She is person of integrity and possesses appropriate skills, experience, knowledge and qualification in her respective field which would be beneficial to the interest of the Company. Keeping in view her vast experience and knowledge she possesses, the Board considers that her association would be of immense benefit to the Company and it is desirable to avail her services as an Independent Director.

Therefore, after consideration of all facts and circumstances, the Board recommends appointment of Mrs. Poonam Sharma as Independent Director of the Company.

***None of the Directors are interested in the said resolution.***

**Terms & Conditions:**

1. Designation: Independent Director
2. Term: 5 Years
3. Salary: NIL

**ITEM NO.4**

**RE-APPOINTMENT OF MR. SUMIT TAYAL (DIN: 06598044) AS THE WHOLETIME DIRECTOR**

Mr. Sumit Tayal (DIN: 06598044) who was appointed as a Whole time Director of the Company by the members in their meeting held on 19.09.2018 to hold office for three years from 16.05.2018 up to 15.05.2021, is proposed to be re-appointed as a Whole Time Director for further five consecutive years.

The duties of the Director shall be discharged subject to superintendence, control and direction of the Board and shall perform on behalf of the company in the ordinary course of business including all such acts, deeds, matters and things, which in the ordinary course of business, he may consider necessary or proper or are in the interest of the company.

The Company has received consent to act as Director and declaration that he is not disqualified from being appointed as a Director of the Company.

In view of his extensive experience, knowledge and dedicated efforts made for the Company, Board is considering his involvement, a necessity for Company's future growth.

Therefore, after consideration of all facts and circumstances, the Board recommends re-appointment of Mr. Sumit Tayal as a Whole time Director of the Company.

*None of the Director(s) except Mr. Ankit Tayal & Mr. Hari Om Tayal is interested in the said resolution.*

**Terms & Conditions:**

The terms and conditions for re-appointment of Mr. Sumit Tayal are proposed keeping in line with the objective of attracting and retaining professional with expertise and high competence on the Board. The material terms of appointment and remuneration as set out in his appointment letter are given below:-

1. **Designation:** Whole-Time Director
2. **Term:** He shall hold office for a term of five years from the date of appointment. However, the Board (powers vested in Nomination & Remuneration Committee) as well as the proposed Whole Time Director would be at free will to terminate the office before the said period upon giving reasonable explanations to the effect. The Nomination & Remuneration Committee shall be obligated to conduct a thorough enquiry and give the proposed Whole Time Director a reasonable opportunity of being heard prior to termination of his office.
3. **Salary & Remuneration:** No Salary & Other remuneration will be paid to him as on date. However the Board of Directors has the liberty to fix a minimum remuneration and other perquisites pursuant to the provisions of Section 196, 197, 203 and Schedule V of the Companies Act, 2013 and the Rules made there under and the Articles of Association of the Company.

4. **Duties:** i) He shall perform his duties as such with regard to all work of the Company and he will manage & attend to such business and carry out the orders and direction given by the Board from time to time in all respects and conform to and comply with all such directions and regulations as may be given.

ii) He shall abide by the provisions contained in Companies Act, 2013 with regard to duties of directors.

iii) He shall adhere to the Company's Code of Business Conduct & Ethics for Directors and Management Personnel.

**PURSUANT TO REGULATION 36 OF THE SEBI (LISTING OBLIGATIONS AND DISCLOSURE REQUIREMENTS) REGULATIONS, 2015 AND SECRETARIAL STANDARD 2 ISSUED BY ICSI, INFORMATION ABOUT THE DIRECTORS PROPOSED TO BE APPOINTED/ REAPPOINTED IS FURNISHED BELOW:**

Name	Mr. Hari Om Tayal	Mrs. Poonam Sharma	Mr. Sumit Tayal
Director Identification Number (DIN)	02720681	09278385	06598044
Date of Birth	25/01/1970	27/05/1970	18/11/1988
Date of Appointment in the Board	16.05.2018	12.08.2021	16.05.2018
Qualification	Graduate	Graduate	LLB Graduate
Nature of Expertise in specific functional areas Legal & Functional Areas	Finance	Having vast Knowledge in	Pharmacy Business
Shareholding in the Company including shareholding as a beneficial owner	800000	NIL	NIL
List of Directorship held in other companies Limited	NIL	Raymed Labs Limited	A.S.T Exim Private
Names of Listed Entities in which the person holds membership of Committees of the Board	NIL	Raymed Labs Limited	NIL
Relationship between Directors Inter-se	Uncle of Mr. Sumit Tayal, Whole Time Director and Mr. Ankit Tayal, Director of the Company	NA	Brother of Mr. Ankit Tayal, Director of the Company



## DIRECTORS' REPORT

**To**  
**The Shareholders of the Company,**

Your Directors are pleased to present this 34<sup>th</sup> Annual Report together with the Audited Annual Financial Statements for the year ended March 31, 2021.

### COVID-19 PANDEMIC

The COVID-19 pandemic has caused a huge disruption creating an unprecedented impact on the financial well-being of nations, corporations and individuals. A detailed discussion on impact of COVID-19 on the business and operations of the Company is covered in the 'Management Discussion and Analysis Report.'

### CIRCULATION OF ANNUAL REPORTS IN ELECTRONIC FORM

In view of the prevailing COVID-19 situation and consequent lockdown across the country, the Ministry of Corporate Affairs (MCA) has exempted companies from circulation of physical copies of Annual Report for FY 2021.

Accordingly, the Annual Report of the Company for FY 2021 is being sent only by email to the members, and all other persons/entities entitled to receive the same.

This Annual Report, along with other documents, is also available on the Company's website at <https://larktrading.in>

### FINANCIAL HIGHLIGHTS- AT A GLANCE

#### ★ Overall Performance of your Company

The Financial Year 2020-21 had been a little tumultuous for the Company as your Company has shown a conventional performance during the year under review. The net Profits of your Company had gone down from Rs.4,59,702 in the Financial Year 2019-20 to Rs. 2,59,666 in the Financial Year 2020-21.

#### ★ The financial summary, performance highlights operations/state of affair of your Company for the year are summarized below:

Amount (In Rupees)

PARTICULARS	Standalone	
	2020-21	2019-20
Income from Business Operations	7,012,561	7,314,766
Other Income	2,749	106,115
<b>Total Income</b>	<b>7,015,310</b>	<b>7,420,881</b>
Less: Expenditure except Depreciation	6,577,426	6,864,567
<b>Profit/Loss before Depreciation and Tax</b>	<b>437,884</b>	<b>556,314</b>
Less: Depreciation	-	-
<b>Profit/Loss before Tax</b>	<b>437,884</b>	<b>556,314</b>
Less: Tax Expense	97,089	154,724
Add: Deferred Tax Asset	81,129	26856
Add: MAT Credit Entitlement	-	-
Less: Prior Period Taxes	-	31256
<b>Net Profit/Loss after tax</b>	<b>2,59,666</b>	<b>4,59,702</b>
Add: Other Comprehensive Income	-	-
<b>Net Profit/Loss for the period</b>	<b>2,59,666</b>	<b>4,59,702</b>
<b>Earnings per share:</b>		
Basic	0.05	0.09
Diluted	0.05	0.09

**DIVIDEND**

With a view of augmenting financial resources for generating stable growth in future, the Board of Directors of the company have decided to carry forward entire profit and hence do not propose to recommend any dividend for the financial year on equity shares.

**RESERVES**

The Board proposes no amount to transfer to the reserves and an amount of Rs 259,666 is proposed to be retained in surplus.

**SHARE CAPITAL**

There was no change under the Share Capital during the year under review as the Company has not issued any shares including Equity Shares, Shares with Differential Voting Rights, Stock Options, Sweat Equity, etc. The Company has not bought back any equity shares during the year 2020-21.

As on 31<sup>st</sup> March, 2021, paid-up share capital of the Company stood at Rs. 52,600,000 consisting of 5,260,000 Equity Share of Rs. 10/- each.

**TRANSFER OF UNCLAIMED DIVIDEND TO INVESTOR EDUCATION AND PROTECTION FUND**

Since there was no unpaid/unclaimed Dividend declared or paid by the Company, the provisions of Section 125 of the Companies Act, 2013 do not apply.

**DEPOSITS**

During the year under review, the Company has not accepted any deposits in terms of Section 73 of the Companies Act, 2013. There were no unclaimed deposits at the end of Financial Year i.e. 31st March, 2021.

**SUBSIDIARY / ASSOCIATE/ JOINT VENTURES COMPANIES OF THE COMPANY**

The Company is not having any Subsidiary Company/ Joint Venture/ Associate Company during the financial year 2020-21. A statement about Subsidiary / Joint Ventures / Associate Company(ies) is mentioned in Form AOC-1, not applicable.

**MANAGEMENT DISCUSSION & ANALYSIS REPORT**

Management Discussion and Analysis Report for the year under review, as stipulated under Regulation 34 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, is presented in a separate section of this Annual Report.

**CHANGE IN DIRECTORS /KEY MANAGERIAL PERSONNEL DURING THE YEAR**

The details about the changes in Directors or Key Managerial Personnel by way of Appointment, Re – designation, Resignation, Death, Dis-qualification, variation made or withdrawn etc. are as follows:

S. No.	Name	Designation	Appointment	Cessation
1.	NIL			

*The Board places on record its appreciation for the services rendered by Mr. Chander Shekhar who resigned from the office of directorship of the Company w.e.f. 28<sup>th</sup> June, 2021.*

*Ms. Manisha Chauhan, Company Secretary & Compliance Officer had resigned w.e.f. April 10, 2021 and Ms. Shaweta Arora Company Secretary & Compliance Officer has been appointed w.e.f. May 12, 2021.*

*Mrs. Poonam Sharma (DIN: 09278385) had been appointed as Additional (Non-Executive Independent) Director w.e.f. 12<sup>th</sup> August, 2021.*

**STATEMENT ON DECLARATION GIVEN BY INDEPENDENT DIRECTORS UNDER SECTION 149(6) OF COMPANIES ACT, 2013**

All Independent Directors have given declarations under section 149(7) the Companies Act, 2013 that they meet the criteria of Independence as laid down under section 149(6) of the Companies Act, 2013 and Rules made thereunder to be read with SEBI (Listing Obligation & Disclosure Requirement) Regulation, 2015.

### **EXTRACT OF ANNUAL RETURN**

The details forming part of extract of Annual Return under sub section 3 of Section 92 of the Companies Act, 2013 in **Form MGT-9** is annexed herewith as “**Annexure-A**.” It can be accessed on the website of the company at <https://larktrading.in>.

### **NUMBER OF MEETINGS OF THE BOARD**

During the period, the Board of Directors of your Company met 8 times. The dates on which the meetings were held are **30.05.2020, 27.07.2020, 26.08.2020, 05.09.2020, 15.09.2020, 10.11.2020, 09.02.2021, 08.03.2021** and the gap requirement of 120 days between two meetings have been complied with. The necessary quorum was present for all the meetings.

In view of the prevailing COVID-19 situation and consequent lockdown across the country, the Ministry of Corporate Affairs (MCA) has decided that requirement of holding meeting of Board of the Companies within intervals provided in Section 173 of the Companies Act, 2013 (120 days) stands extended by period of Sixty (60) days for first two quarters of financial year 2021-2022. Accordingly, gap between two consecutive meetings of the Board may extend to 180 days during the Quarter – April to June 2021 and Quarter – July to September, 2021, instead of 120 days as required in the Companies Act 2013.

### **AUDIT COMMITTEE**

The Audit Committee of the Company is constituted in line with the provisions of section 177 of the Companies Act, 2013 to be read with Regulation 18 of the SEBI (Listing Obligation & Disclosure Requirement) Regulation, 2015. The Composition of Audit Committee is given in the Corporate Governance Report which forms the integral part of this Annual Report.

### **NOMINATION & REMUNERATION COMMITTEE**

The Nomination & Remuneration Committee of the Company is constituted in line with the provisions of section 178 of the Companies Act, 2013 to be read with Regulation 19 of the SEBI (Listing Obligation & Disclosure Requirement) Regulation, 2015. The Composition of the Committee is given in the Corporate Governance Report which forms the integral part of this Annual Report.

### **STAKEHOLDERS' RELATIONSHIP COMMITTEE**

The Stakeholders' Relationship Committee of the Company is constituted in line with the provisions of section 178 of the Companies Act, 2013 to be read with Regulation 20 of the SEBI (Listing Obligation & Disclosure Requirement) Regulation, 2015. The Composition of the Committee is given in the Corporate Governance Report which forms the integral part of this Annual Report.

### **VIGIL MECHANISM**

The Vigil Mechanism Policy of the Company is constituted in line with the provisions of section 177 of the Companies Act, 2013 to be read with Regulation 22 of the SEBI (Listing Obligation & Disclosure Requirement) Regulation, 2015.

### **BOARD ANNUAL EVALUATION**

The provisions of section 134(3)(p) of the Companies Act, 2013 read with SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015 mandate that a Formal Annual Evaluation is to be made by Board of its own performance and that of its Committee and individual Directors. Schedule IV of the Companies Act, 2013 states that performance evaluation of the Independent Director shall be done by Directors excluding the Director being evaluated. The Board carried out a formal annual performance evaluation as per the criteria/framework laid down by the Nomination & Remuneration Committee of the company and adopted by the Board. The evaluation was carried out through a structured evaluation process to judge the performance of individual Directors including the Chairman of the Board. They were evaluated on parameters such as their education, knowledge, experience,

expertise, skills, behavior, leadership qualities, level of engagement & contribution, independence of judgment, decision making ability for safeguarding the interest of the Company, stakeholders and its shareholders.

The performance evaluation of the Independent Directors was carried out by the entire Board except the participation of concerned Independent Director whose evaluation was to be done. The performance evaluation of the Chairman and the Non Independent Directors was carried out by the Independent Directors. The Board was satisfied with the evaluation process and approved the evaluation results thereof.

## **STATUTORY AUDITOR & SECRETARIAL AUDITOR WITH THEIR QUALIFICATION, RESERVATION OR ADVERSE REMARKS ALONG WITH THE EXPLANATION OR COMMENTS BY THE DIRECTORS**

### **A. STATUTORY AUDITOR**

The members at the Annual General Meeting held on December 15, 2020, appointed **M/s. Sanjeev Bimla & Associates, Chartered Accountants (Firm Registration No. 008840N)** as Statutory Auditors of the Company for a period of Five years to hold office till the conclusion of 38<sup>th</sup> Annual General Meeting of the Company.

#### **Qualification(s) and Directors' comments on the report of Statutory Auditor:**

The Notes on Accounts and observations of the Auditors in their Report on the Accounts of the Company are self-explanatory and in the opinion of the Directors, do not call for any further clarification(s). Also, the report submitted by the Auditor is unqualified.

### **B. SECRETARIAL AUDITOR**

Pursuant to provision of section 204 of the Companies act, 2013, read with the Companies (Appointment and Remuneration of Managerial Personnel) Rule, 2014, the Company has appointed **M/s Jain P & Associates, Company Secretaries** to undertake Secretarial Audit of the Company.

The Secretarial Audit was conducted by **Ms. Preeti Mittal, Company Secretary**, and the report thereon is annexed herewith as "**Annexure-B**".

#### **Qualification(s) and Directors' comments on the report of Secretarial Auditor:**

Observations in the report are on the basis of facts and are self-explanatory.

#### **Annual Secretarial Compliance Report**

The provisions of Regulation 24A of the SEBI (Listing Obligations and Disclosure) Regulations, 2015 are not applicable on the Company.

### **C. INTERNAL AUDITOR**

The Company had appointed **Mr. Govind Patel** as **Internal Auditor** of the Company to carry out the Internal Audit Functions. The Internal Auditor submits a "Quarterly Report" to the Audit Committee for its review.

### **REPORTING OF FRAUDS**

There was no instance of fraud during the year under review, which required the Statutory Auditors to report to the Audit Committee and / or Board under Section 143 (12) of Act and Rules framed thereunder.

### **PARTICULAR OF LOANS, GUARANTEES OR INVESTMENTS UNDER SECTION 186 OF THE COMPANIES ACT, 2013**

The Company has not given any loan(s) or guarantee(s) and has not made any investment covered under the provision of the Section 186 of the Companies Act, 2013 during the year under review. All investments made during the year were within the stipulated limits of law.

### **PARTICULAR OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES UNDER SECTION 188 OF THE COMPANIES ACT, 2013**

All contracts/arrangements/transactions entered into during the financial year with the related parties were on arm's length basis and were in the ordinary course of business as disclosed in financial statement. Form AOC-2 is attached as "Annexure-C".

#### **MATERIAL CHANGES AND COMMITMENTS, IF ANY, AFFECTING THE FINANCIAL POSITION OF THE COMPANY**

There were no material changes and commitments affecting the financial position of the Company occurred between the end of the financial year of the Company to which this financial statement relate and on the date of this report.

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

To the best of the Management's knowledge, there has been no material order passed by any regulator or Court or Tribunal impacting the Going Concern status of the Company's operations.

#### **CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION & FOREIGN EXCHANGE EARNINGS AND OUT-GO**

The provisions of Section 134(3)(m) of the Companies Act, 2013 are not applicable to your Company since your Company being engaged in financing business, does not have any activity relating to conservation of energy neither does it undertake any Research and Development Activity or derive any benefit out of it. No effort made towards technology absorption. There was no foreign exchange inflow or outflow during the year under review.

#### **RISK MANAGEMENT**

The provisions of SEBI Regulations for formation of Risk Management Committee are not applicable to the Company. However, as per section 134 (3) (n) of Companies Act 2013, the company regularly maintains a proper check in normal course of its business regarding risk management. Currently, the company does not identify any element of risk which may threaten the existence of the company

#### **CORPORATE SOCIAL RESPONSIBILITY INITIATIVES**

The company does not fall under the criteria of net worth, turnover or profit for applicability of Corporate Social Responsibility (CSR) provisions as per Section 135 of the Companies Act, 2013; hence the same are not applicable to the company for the period under review.

#### **VIGIL MECHANISM / WHISTLE BLOWER POLICY**

As per Regulation 22 of the SEBI Regulations, 2015, in order to ensure that the activities of the Company & its employees are conducted in a fair & transparent manner by adoption of highest standards of professionalism, honesty, integrity and ethical behavior, the company has adopted a vigil mechanism policy. The whistle blower policy is uploaded on the website of the Company and can be accessed at [http://larktrading.in/Code\\_conduct\\_policy.html](http://larktrading.in/Code_conduct_policy.html)

#### **PREVENTION OF SEXUAL HARASSMENT AT WORKPLACE**

As per the requirement of "The Sexual Harassment of Women at Workplace (Prevention, Prohibition & Redressal) Act, 2013" and Rules made thereunder, your Company has constituted Internal Complaints Committee (ICC) at its workplaces. During the year, no complaints were filed with the Company and Internal Complaints Committee.

#### **CORPORATE GOVERNANCE REPORT**

As per Reg. 34 of SEBI Regulation, 2015 to be read with Part A of Schedule V of the said regulations, a separate section on corporate governance practices followed by the company, together with the certificate from the Practicing Company Secretary confirming compliance forms an integral part of this Report.

#### **INTERNAL CONTROL SYSTEMS AND THEIR ADEQUACY**

The Company has a robust and comprehensive Internal Financial Control system commensurate with the size, scale and complexity of its operation. The system encompasses the major processes to ensure reliability of financial reporting, compliance with policies, procedures, laws, and regulations, safeguarding of assets and economical and efficient use of resources.

The Company has performed an evaluation and made an assessment of the adequacy and the effectiveness of the Company's Internal Financial Control System. The Statutory Auditors of the Company have also reviewed the Internal Financial Control system implemented by the Company on the financial reporting and in their opinion, the Company has, in all material respects, adequate Internal Financial Control system over Financial Reporting and such Controls over Financial Reporting were operating effectively as on 31<sup>st</sup> March, 2021 based on the internal control over financial reporting criteria established by the Company.

The policies and procedures adopted by the Company ensure the orderly and efficient conduct of its business and adherence to the company's policies, prevention and detection of frauds and errors, accuracy & completeness of the records and the timely preparation of reliable financial information.

The Internal auditors continuously monitor the efficacy of internal controls with the objective of providing to the Audit Committee and the Board, an independent, objective and reasonable assurance on the adequacy and effectiveness of the organization's risk management with regard to the internal control framework.

Audit committee meets regularly to review reports submitted by the Internal Auditors. The Audit Committee also meet the Company's Statutory Auditors to ascertain their views on the financial statements, including the financial reporting system and compliance to accounting policies and procedures followed by the Company.

### **PERSONNEL RELATIONS**

Your Directors hereby place on record their appreciation for the services rendered by executives, staff and other workers of the Company for their hard work, dedication and commitment. During the year under review, relations between the Employees and the Management continued to remain cordial.

### **PARTICULARS OF EMPLOYEES**

The Company has not paid remuneration to any of the Non- Executive Directors of the Company during the year ended March 31, 2021, hence, the disclosures pursuant to the provisions of Section 197(12) of the Companies Act, 2013 and read with Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, is not applicable.

The particulars of the employees who are covered by the Provisions contained in rule 5(2) and rule 5(3) of Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 are:

**a) Employed throughout the year 3 (Three)**

**b) Employed for part of the year 1 (One)**

The remuneration paid to all Key Managerial Personnel was in accordance with the remuneration policy as adopted by the company.

### **Disclosure as per Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014**

(i) the ratio of the remuneration of each director to the median remuneration of the employees of the company for the financial year; 2.26:1

(ii) the percentage increase in remuneration of each director, Chief Financial Officer, Chief Executive Officer, Company Secretary or Manager, if any, in the financial year; Nil

(iii) the percentage increase in the median remuneration of employees in the financial year; Nil

(iv) the number of permanent employees on the rolls of company; 04 (Four)

(v) average percentile increase already made in the salaries of employees other than the managerial personnel in the last financial year and its comparison with the percentile increase in the managerial remuneration and justification thereof and point out if there are any exceptional circumstances for increase in the managerial remuneration; NA

The remuneration paid to all Key Managerial Personnel was in accordance with the remuneration policy as adopted by the company.



**Disclosure as per Rule 5(2) & 5(3) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014**

The details of the top ten employees in terms of remuneration drawn and the name of every employee is attached as “Annexure-D”

**REMUNERATION POLICY OF DIRECTORS AND KEY MANAGERIAL PERSONNEL**

The Board on the recommendation of Nomination & Remuneration Committee framed a policy for selection and appointment of Directors, Senior Management Personnel and fixation of their remuneration thereof. The Policy contains, inter-alia, directors’ appointment and remuneration including criteria for determining qualifications, positive attributes, independence of a Director, etc.

**FAMILIARIZATION POLICY**

Pursuant to the provisions of Regulation 25(7) of Listing Regulations, 2015, the Board has framed a policy to familiarize Independent Directors about the Company.

**LISTING AGREEMENT**

The shares of the Company are presently listed at Calcutta Stock Exchange Limited and Metropolitan Stock Exchange of India Limited (MSEI).

All statutory dues including Annual Listing Fees for the Financial Year 2021-22 has been paid by the Company.

**CODE OF CONDUCT AS PER SEBI (LODR) REGULATIONS, 2015**

The Board of Directors has laid down the code of conduct for all Board Members and members of the Senior Management of the Company at their meeting held on 8<sup>th</sup> March, 2021. Additionally, all Independent Directors of the company shall be bound by duties of Independent Directors as set out in Companies Act, 2013 to be read with SEBI Listing Regulations, 2015.

All Board Members, Key Managerial Personnel and Senior Management Personnel have affirmed compliance with the Code of Conduct.

**CODE OF CONDUCT AS PER SEBI (PREVENTION OF INSIDER TRADING) REGULATIONS, 2015**

The Board of Directors has laid down the Code of Practices and Procedures for Fair Disclosures of Unpublished Price Sensitive Information as per Regulation 8(1) of SEBI (Prevention of Insider Trading) Regulations, 2015 & Code of Conduct to Regulate, Monitor and Report trading by the Designated Persons as per Regulation 9(1) of SEBI (Prevention of Insider Trading) Regulations, 2015 at their meeting held on 8<sup>th</sup> March, 2021.

**DISCLOSURE OF STATEMENT OF DEVIATION(S) OR VARIATION(S) UNDER REGULATION 32 OF SEBI(LISTING OBLIGATIONS AND DISCLOSURE REQUIREMENTS), REGULATIONS, 2015**

With reference to Regulation 32 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the disclosure of Statement of Deviation(s) or Variation(s) as per the said regulation is not applicable to the Company.

**DIRECTOR’S RESPONSIBILITY STATEMENT**

In terms of Section 134(3) of the Companies Act 2013, the Directors, would like to state as follows:

- (a) In the preparation of the Annual Accounts, the applicable accounting standards have been followed along with proper explanation relating to material departures;
- (b) The Directors had selected such accounting policies and applied them consistently and made judgments & estimates that are reasonable and prudent so as to give a true & fair view of the state of affairs of the company at the end of the financial year and of the profit & loss of the Company for that period;
- (c) The Directors had taken proper & sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this act for safeguarding the assets of the company and for preventing & detecting fraud & other irregularities;



- (d) The Directors had prepared the Annual Accounts on a going concern basis;
- (e) The Directors had laid down Internal Financial Controls to be followed by the Company and such controls are adequate and are operating effectively;
- (f) The Directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

#### **ACKNOWLEDGEMENT**

Your Directors would like to express their sincere appreciation for assistance and co-operation received from the various stake holders including Financial Institutions, Banks, Governmental authorities and other business associates who have extended their valuable support and encouragement during the year under review.

Your Directors take the opportunity to place on record their deep appreciation of the committed services rendered by the employees at all levels of the Company, who have contributed significantly towards Company's performance and for enhancing its inherent strength. Your Directors also acknowledge with gratitude the encouragement and support extended by our valued stakeholders.

**For and on behalf of the Board  
For Lark Trading and Finance Limited**

**Date: 25.08.2021  
Place: Noida**

**Sumit Tayal  
Whole Time Director  
DIN: 06598044**

**Ankit Tayal  
Director & CFO  
DIN: 03055997**

**FORM NO. MGT 9**  
**EXTRACT OF ANNUAL RETURN**  
**As on financial year ended on 31.03.2021**

Pursuant to Section 92 (3) of the Companies Act, 2013 and rule 12(1) of the Company (Management & Administration) Rules, 2014

<b>I. REGISTRATION &amp; OTHER DETAILS:</b>		
1	CIN	L34102UP1987PLC009222
2	Registration Date	22/12/1987
3	Name of the Company	LARK TRADING AND FINANCE LIMITED
4	Category of the Company	Company Limited by Shares
5	Sub-category of the Company	Indian Non-Government Company
6	Address of the Registered office & contact details	C-273, Sector-63, Gautam Buddha Nagar, Noida, UP-201301 Ph: 011-22159466
7	Whether listed company	Yes
8	Name, Address & contact details of the Registrar & Transfer Agent, if any.	Satellite Corporate Services Pvt. Ltd. Unit No. 49, Bldg No. 13 A B, 2nd Floor, Samhita Commercial Co-Op. Soc Ltd, Off Andheri Kurla Road, MTNL Lane, Sakinaka, Mumbai-400072. Ph.: 022-28520461/463 & E-mail: service@satellitecorporate.com

**II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY**

(All the business activities contributing 10 % or more of the total turnover of the company shall be stated)

<b>S. No.</b>	<b>Name and Description of main products / services</b>	<b>NIC Code of the Product/service</b>
1.	Activities auxiliary to financial service activities, except insurance and pension funding	661

**III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES**

<b>S. No.</b>	<b>Name and Address of the Company</b>	<b>CIN/GLN</b>	<b>Holding/Subsidiary/ Associate</b>	<b>% of sharehold</b>	<b>Applicable Section</b>
1	Not Applicable				

## IV. SHARE HOLDING PATTERN (Equity share capital breakup as percentage of Total Equity)

## i) Category-wise Share Holding

Category of Shareholders	No. of Shares held at the beginning of the year [As on 31-March-2020]				No. of Shares held at the end of the year [As on 31-March-2021]				%Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
<b>A. Promoters</b>									
(1) Indian									
a) Individual/ HUF	3150000	0	3150000	59.89	3150000	0	3150000	59.89	0.00
b) Central Govt	0	0	0	0.00	0	0	0	0.00	0.00
c) State Govt(s)	0	0	0	0.00	0	0	0	0.00	0.00
d) Bodies Corp.	0	0	0	0.00	0	0	0	0.00	0.00
e) Banks / FI	0	0	0	0.00	0	0	0	0.00	0.00
f) Any other	0	0	0	0.00	0	0	0	0.00	0.00
<b>Sub Total (A) (1)</b>	<b>3150000</b>	<b>0</b>	<b>3150000</b>	<b>59.89</b>	<b>3150000</b>	<b>0</b>	<b>3150000</b>	<b>59.89</b>	<b>0.00</b>
(2) Foreign									
a) NRI Individuals	0	0	0	0.00	0	0	0	0.00	0.00
b) Other Individuals	0	0	0	0.00	0	0	0	0.00	0.00
c) Bodies Corp.	0	0	0	0.00	0	0	0	0.00	0.00
d) Any other	0	0	0	0.00	0	0	0	0.00	0.00
<b>Sub Total (A) (2)</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0.00</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0.00</b>	<b>0.00</b>
<b>TOTAL (A)</b>	<b>3150000</b>	<b>0</b>	<b>3150000</b>	<b>59.89</b>	<b>3150000</b>	<b>0</b>	<b>3150000</b>	<b>59.89</b>	<b>0.00</b>
<b>B. Public Shareholding</b>									
<b>1. Institutions</b>									
a) Mutual Funds	0	0	0	0.00	0	0	0	0.00	0.00
b) Banks / FI	0	0	0	0.00	0	0	0	0.00	0.00
c) Central Govt	0	0	0	0.00	0	0	0	0.00	0.00
d) State Govt(s)	0	0	0	0.00	0	0	0	0.00	0.00
e) Venture Capital Funds	0	0	0	0.00	0	0	0	0.00	0.00
f) Insurance Companies	0	0	0	0.00	0	0	0	0.00	0.00
g) FIs	0	0	0	0.00	0	0	0	0.00	0.00
h) Foreign Venture Capital Funds	0	0	0	0.00	0	0	0	0.00	0.00
i) Others (specify)	0	0	0	0.00	0	0	0	0.00	0.00
<b>Sub-total (B)(1):-</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0.00</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0.00</b>	<b>0.00</b>
<b>2. Non-Institutions</b>									
a) Bodies Corp.									
i) Indian	0	40000	40000	0.76	0	40000	40000	0.76	0.00
ii) Overseas	0	0	0	0.00	0	0	0	0.00	0.00

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b) Individuals	0	0	0	0.00	0	0	0	0.00	0.00
i) Individual shareholders holding nominal share capital upto Rs. 1 lakh	-	66,100	66,100	1.26%	0	66,100	66,100	1.26%	0.00%
ii) Individual shareholders holding nominal share capital in excess of Rs 1 lakh	1,735,500	268,400	2,003,900	38.10%	1,735,500	268,400	2,003,900	38.10%	0.00%
c) Others (specify)	0	0	0	0.00	0	0	0	0.00	0.00
Non Resident Indians	0	0	0	0.00	0	0	0	0.00	0.00
Overseas Corporate Bodies	0	0	0	0.00	0	0	0	0.00	0.00
Foreign Nationals	0	0	0	0.00	0	0	0	0.00	0.00
Clearing Members	0	0	0	0.00	0	0	0	0.00	0.00
Trusts	0	0	0	0.00	0	0	0	0.00	0.00
Foreign Bodies - D R	0	0	0	0.00	0	0	0	0.00	0.00
Sub-total (B)(2):-	1735500	374500	2110000	40.11	1735500	374500	2110000	40.11	0.00
Total Public (B)	1735500	374500	2110000	40.11	1735500	374500	2110000	40.11	0.00
C. Shares held by Custodian for GDRs & ADRs	0	0	0	0.00	0	0	0	0.00	0.00
<b>Grand Total (A+B+C)</b>	<b>4885500</b>	<b>374500</b>	<b>5260000</b>	<b>100.00</b>	<b>4885500</b>	<b>374500</b>	<b>5260000</b>	<b>100.00</b>	<b>0.00</b>

**(ii) Shareholding of Promoter**

S. No.	Shareholder's Name	Shareholding at the beginning of the year [As on 31-March-2020]			Shareholding at the end of the year [As on 31-March-2021]			% change in shareholding during the year
		No. of Shares	% of total Shares of the company	% of Shares Pledged/ encumbered to total Shares	No. of Shares	% of total Shares of the company	% of shares Pledged / encumbered to total shares	
1	Shivani Khera	700,000	13.31%	0	700,000	13.31%	0	0
2	Gunvanti Jain	900,000	17.11%	0	900,000	17.11%	0	0
3	Ankit Tayal	750,000	14.26%	0	750,000	14.26%	0	0
4	Hari Om Tayal	800,000	15.21%	0	800,000	15.21%	0	0
	<b>Total</b>	<b>3,150,000</b>	<b>59.89%</b>	<b>0</b>	<b>3,150,000</b>	<b>59.89%</b>	<b>0</b>	<b>0</b>

**(iii) Change in Promoters' Shareholding (please specify, if there is no change)**

S. No.	Particulars	Date	Reason	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
				No. of shares	% of total shares	No. of shares	% of total shares
	At the beginning of the year						
	At the beginning of the year				NIL		
	Date wise Increase /Decrease in Promoters Share holding during the year specifying the reasons for increase/ decrease (e.g. allotment /transfer / bonus/ sweat equity etc)						
	At the end of the year						

**(iv) Shareholding Pattern of top ten Shareholders***(Other than Directors, Promoters and Holders of GDRs and ADRs):*

S. No.	Shareholder's Name	Shareholding at the beginning of the year [As on 31-March-2020]		Shareholding at the end of the year [As on 31-March-2021]	
		No. of Shares	% of total Shares	No. of Shares	% of total Shares
1	SHIV KUMAR GUPTA				
	At the beginning of the year	230,000	4.37%	230,000	4.37%
	"Change During the year:"	NIL			
	At the end of the year	230,000	4.37%	230,000	4.37%
2	NIRMAL KUMAR				
	At the beginning of the year	230,000	4.37%	230,000	4.37%
	"Change During the year:"Sale of Shares"	NIL			
	At the end of the year	230,000	4.37%	230,000	4.37%
3	SUNIL GUPTA				
	At the beginning of the year	230,000	4.37%	230,000	4.37%
	"Change During the year:"	NIL			
	At the end of the year	230,000	4.37%	230,000	4.37%
4	DINESH KUMAR SHARMA				
	At the beginning of the year	230,000	4.37%	230,000	4.37%
	"Change During the year:"	NIL			
	At the end of the year	230,000	4.37%	230,000	4.37%
5	SAMEER MITTAL				
	At the beginning of the year	230,000	4.37%	230,000	4.37%
	"Change During the year:"	NIL			
	At the end of the year	230,000	4.37%	230,000	4.37%
6	KANIKA GUPTA				
	At the beginning of the year	230,000	4.37%	230,000	4.37%
	"Change During the year:"Purchase"	NIL			
	At the end of the year	230,000	4.37%	230,000	4.37%
7	NIRIL KUMAR				
	At the beginning of the year	230,000	4.37%	230,000	4.37%
	"Change During the year:"	NIL			
	At the end of the year	230,000	4.37%	230,000	4.37%
8	SHRUTI ALMAL				
	At the beginning of the year	88,500	1.68%	88,500	1.68%
	"Change During the year:"	NIL			
	At the end of the year	88,500	1.68%	88,500	1.68%
9	OVEN COMMERCIAL PVT LTD				
	At the beginning of the year	40,000	0.76%	40,000	0.76%
	"Change During the year:"	NIL			
	At the end of the year	40,000	0.76%	40,000	0.76%
10	SUMITRA DEVI ALMAL				
	At the beginning of the year	37,000	0.70%	37,000	0.70%
	"Change During the year:"	NIL			
	At the end of the year	37,000	0.70%	37,000	0.70%
11	GUPTA SUNIL KUMAR				
	At the beginning of the year	25,000	0.48%	25,000	0.48%
	"Change During the year:"	NIL			
	At the end of the year	25,000	0.48%	25,000	0.48%

**(v) Shareholding of Directors and Key Managerial Personnel:**

S. No.	Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares	No. of shares	% of total shares
	<b>At the beginning of the year</b>				
1	Ankit Tayal	750,000	14.26%	750,000	14.26%
2	Gunvanti Jain	900,000	17.11%	900,000	17.11%
3	Hari Om Tayal	800,000	15.21%	800,000	15.21%
	Date wise Increase /"Decrease in Share holding during the"year specifying the reasons for increase / decrease (e.g. allotment /transfer / bonus / sweat" equity etc)	No changes during the year			
	<b>At the end of the year</b>				
1	Ankit Tayal	750,000	14.26%	750,000	14.26%
2	Gunvanti Jain	900,000	17.11%	900,000	17.11%
3	Hari Om Tayal	800,000	15.21%	800,000	15.21%

**V. INDEBTEDNESS****Indebtedness of the Company including interest outstanding/accrued but not due for payment****(Amt. Rupees)**

Particulars	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
<b>Indebtedness at the beginning of the financial year</b>				
i) Principal Amount	NIL			
ii) Interest due but not paid				
iii) Interest accrued but not due				
<b>Total (i+ii+iii)</b>				
<b>Change in Indebtedness during the financial year</b>				
* Addition	NIL			
* Reduction				
<b>Net Change</b>				
<b>Indebtedness at the end of the financial year</b>				
i) Principal Amount	NIL			
ii) Interest due but not paid				
iii) Interest accrued but not due				
<b>Total (i+ii+iii)</b>				

## VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

### A. Remuneration to Managing Director, Whole-time Directors and/or Manager:

S. No.	Particulars of Remuneration	Name of MD/WTD/ Manager	Total Amount(Rupees)
	Name	Sumit Tayal	
	Designation	Whole Time Director	
1	Gross salary	24,00,000	24,00,000
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	-	-
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	-	-
	(c) Profits in lieu of salary under section 17(3) Income- tax Act, 1961	-	-
2	Stock Option	-	-
3	Sweat Equity	-	-
4	Commission	-	-
	- as % of profit	-	-
	- others, specify	-	-
5	Others, please specify	-	-
	Total (A)	24,00,000	24,00,000
	Ceiling as per the Act		

### B. Remuneration to other Directors

S. No.	Particulars of Remuneration	Name of Directors			Total Amount (Rupees)
1	Independent Directors	Vikas Gambhir	Chander Shekhar	Manoj Jiwnani	
	Fee for attending board, committee meetings	-	-	-	-
	Commission	-	-	-	-
	Others, please specify	-	-	-	-
	Total (1)	-	-	-	-
2	Other Non-Executive Directors	-	-	-	-
	Fee for attending board committee meetings	-	-	-	-
	Commission	-	-	-	-
	Others, please specify	-	-	-	-
	Total (2)	-	-	-	-
	Total (B)=(1+2)	-	-	-	-
	Total Managerial Remuneration	-	-	-	-
	Overall Ceiling as per the Act	-	-	-	-



**C. Remuneration to Key Managerial Personnel other than MD/Manager/WTD**

S. No.	Particulars of Remuneration	Name of Key Managerial Personnel		Total Amount (Rupees)
		Ankit Tayal	Manisha Chauhan	
	Name	Ankit Tayal	Manisha Chauhan	
	Designation	CFO	CS	
1	Gross salary	-	3,24,000	3,24,000
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	-	-	-
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	-	-	-
	(c) Profits in lieu of salary under section 17(3) Income- tax Act, 1961	-	-	-
2	Stock Option	-	-	-
3	Sweat Equity	-	-	-
4	Commission	-	-	-
	- as % of profit	-	-	-
	- others, specify	-	-	-
5	Others, please specify	-	-	-
	<b>Total</b>		<b>3,24,000</b>	<b>3,24,000</b>

**VII. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES:**

Type	Section of the Companies Act	Brief Description	Details of Penalty / Punishment/ Compounding fees imposed	Authority [RD / NCLT/ COURT]	Appeal made, if any (give Details)
<b>A.</b>	<b>COMPANY</b>				
	Penalty	NIL			
	Punishment				
	Compounding				
<b>B.</b>	<b>DIRECTORS</b>				
	Penalty	NIL			
	Punishment				
	Compounding				
<b>C.</b>	<b>OTHER OFFICERS IN DEFAULT</b>				
	Penalty	NIL			
	Punishment				
	Compounding				

**For and on Behalf of the Board of Directors  
For Lark Trading and Finance Limited**

**Sumit Tayal**  
Whole Time Director  
DIN:06598044

**Ankit Tayal**  
Director & CFO  
DIN:03055997

Date: 25.08.2021

Place: Noida

(Annexure-B)

**FORM NO. MR-3**  
**SECRETARIAL AUDIT REPORT**  
**FOR THE FINANCIAL YEAR ENDED 31<sup>ST</sup> MARCH, 2021**

[Pursuant to section 204(1) of the Companies Act, 2013 and Rule 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014]

To,  
**The Members,**  
**LARK TRADING AND FINANCE LIMITED**  
 Add: C-273, Sector-63 Noida

Gautam Buddha Nagar UP 201301

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **Lark Trading and Finance Limited** (hereinafter called the company). Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing our opinion thereon.

Based on our verification of the **Lark Trading and Finance Limited's** books, papers, minute books, forms and returns filed and other records maintained by the company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, We hereby report that in our opinion, the company has, during the audit period covering the financial year ended on **31<sup>st</sup> March, 2021** complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

We have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on **31<sup>st</sup> March, 2021** according to the provisions of:

- (i) The Companies Act, 2013 (the Act) and the rules made there under;
- (ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made there under;
- (iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed there under;
- (iv) Foreign Exchange Management Act, 1999 and the rules and regulations made there under to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings-
- (v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):-
  - (a) The Securities and Exchange Board of India (Listing Obligations & Disclosure Requirements) Regulations, 2015
  - (b) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
  - (c) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 1992;
  - (d) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009; **Not applicable during the period under review.**
  - (e) The Securities and Exchange Board of India (Share based Employee Benefits) Regulations, 2014 - **Not applicable during the period under review.**
  - (f) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008- **Not applicable during the period under review.**
  - (g) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;

- (h) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009- **Not applicable during the period under review.**
- (i) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998- **Not applicable during the period under review.**
- (j) The Securities and Exchange Board of India (Depositories and Participants) Regulations, 2018.
- (vi) The Management has identified and confirmed the following laws as specifically applicable to the Company.
  - (a) Reserve Bank of India Act, 1934
  - (b) Prevention on Money Laundering Act, 2002
  - (c) RBI notifications related to NBFC
  - (d) Circulars related to NBFC

We have also examined compliance with the applicable clauses of the following:

- (i) Secretarial Standards (SS-1 & SS-2) issued by The Institute of Company Secretaries of India;
- (ii) Listing Agreement entered into by the Company with Metropolitan Stock Exchange and Calcutta Stock Exchange

During the year under review, the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc. mentioned above.

**We further report that**

- The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. There was no change in the composition of the Board of Directors during the period under review
- As per the management's representation, adequate notice is given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent at least seven days in advance, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.
- As per the management's representation, majority decision is carried through while the dissenting members' views are captured and recorded as part of the minutes.

**We further report that** based on review of compliance mechanism established by the Company, we are of the opinion that there are adequate systems and processes in place in the company commensurate with the size and operations of the company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines:-

- As informed, the Company has responded appropriately to notices received from various statutory/ regulatory authorities including initiating actions for corrective measures, wherever found necessary.

**For Jain P & Associates  
Company Secretaries**

**Date: 24.08.2021  
Place: Noida**

**Preeti Mittal  
Company Secretary  
Membership No.: 41759  
C P No.: 17079  
UDIN: A041759C000821208**

This report is to be read with our letter of even date which is annexed as 'Annexure 1' and forms an integral part of this report.

**Annexure 1**

**[Annexure to the Secretarial Audit Report for the Financial Year ended 31st March, 2021]**

Our report of even date is to be read along with this letter.

1. Maintenance of secretarial record is the responsibility of the management of the company. Our responsibility is to express an opinion on these secretarial records based on our audit.
2. We have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. We believe that the processes and practices, we followed provide a reasonable basis for our opinion.
3. We have not verified the correctness and appropriateness of financial records and Books of Accounts of the company.
4. Where ever required, we have obtained the Management representation about the compliance of laws, rules and regulations and happening of events etc.
5. The compliance of the provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of management. Our examination was limited to the verification of procedures on test basis.
6. The Secretarial Audit report is neither an assurance as to future viability of the company nor of the efficacy or effectiveness with which the management has conducted the affairs of the company.

**FORM NO. AOC.2**

(Pursuant to clause (h) of sub-section (3) of section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014)

**Form for disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in sub-section (1) of section 188 of the Companies Act, 2013 including certain arms length transactions under third proviso thereto**

<b>1</b>	<b>Details of contracts or arrangements or transactions not at Arm's Length basis</b>		
	a)	Name(s) of the related party and nature of relationship	-
	b)	Nature of contracts/arrangements/ transactions	-
	c)	Duration of the contracts/ arrangements/ transactions	-
	d)	Salient terms of the contracts or arrangements or transactions including the value, if any	-
	e)	Justification for entering into such contracts or arrangements or transactions.	-
	f)	Date(s) of approval by the Board	-
	g)	Amount paid as advances, if any	-
	h)	Date on which the special resolution was passed in General Meeting as required under first proviso to section 188.	-
<b>2</b>	<b>Detail of material contracts or arrangement or transactions at Arm's Length basis</b>		
	a)	Name(s) of the related party and nature of relationship	<b>Annexure-1</b>
	b)	Nature of contracts/arrangements /transactions	
	c)	Duration of the contracts/arrangements/ transactions	
	d)	Salient terms of the contracts or arrangements or transactions including the value, if any:	
	e)	Date(s) of approval by the Board, if any	
	f)	Amount paid as advances, if any	

**For and on Behalf of the Board of Directors  
For Lark Trading and Finance Limited**

**Sumit Tayal  
Whole Time Director  
DIN:06598044**

**Ankit Tayal  
Director & CFO  
DIN:03055997**

**Date: 25.08.2021**

**Place: Noida**

## Detail of material contracts or arrangement or transactions at Arm's Length basis

## A. Name(s) of the related party and nature of relationship

<b>Key Managerial Personnel:</b>	1. Hari Om Tayal 2. Sumit Tayal 3. Chander Shekhar (Resigned w.e.f. 28.06.2021) 4. Ankit Tayal- CFO 5. Gunvanti Jain 6. Manisha Chauhan (Resigned w.e.f. 11.04.2021)
<b>Enterprise over which Key Managerial Personnel have significant influence.</b>	1. M.K. Plastic 2. Step Industries Private Limited 3. A.S.T Exim Private Limited 4. Victor Commercial Co. Ltd. 5. BS Commercial Pvt. Ltd. 6. Simur Promoters Pvt. Ltd. 7. Steel City Investment Services Pvt. Ltd. 8. Shruti Profin Services Pvt. Ltd. 9. Priti Vastu shilpa & Services Private Limited 10. Saket Maintenance Private Limited
<b>Relatives of Key Managerial Personnel:</b>	1. Reeta Tayal 2. Sonam Tayal 3. Mukesh Tayal 4. Shivani Khera

## B. Transaction with Related Parties above during the year:

(Amount in Rs.)

Nature of Transaction Particulars	Other Related Parties		Key Management Personnel	
	Current year	Previous year	Current year	Previous year
<b>Transaction during the year</b>				
<b>Loans</b>				
1 Loan Given	31,875,000	3,400,000	-	-
2 Interest Received (Net off TDS)	2,778,266	3,926,957	-	-
3 Loan Refunded back	51,589,753	16,640,000	-	-
Sitting Fees	-	-	-	18,000
<b>Ankit Tayal</b>				
1 Advance Refunded back	-	-	1,600,000	3,991,391
2 Advance given			1,600,000	5,000,000
3 Interest Received				208,577
<b>Sumit Tayal</b>				
1 Director remuneration	-	-	2,400,000	2,400,000
2 Amount Received			-	4,000
4 Amount paid on behalf of company			8,000	147,810
<b>Sonam Tayal</b>				
1 Advance given		200,000	-	-
2 Advance Refunded back	200,000	-		
<b>Mukesh Tayal</b>				

1 Advance given		70,000	-	-
2 Advance Refunded back	70,000	-		
<b>Reeta Tayal</b>				
1 Rent	-	-	-	-
<b>Shivani Khera</b>				
1 Salary	1,800,000	1,800,000	-	-
<b>Manisha Chauhan</b>				
1 Salary	-	-	324,000	81,000
<b>Balance Receivable at the year end</b>				
1 Step Industries Pvt Ltd	10,100,000	27,763,928	-	-
2 M.K. Plastic	3,200,000	2,472,560	-	-
3 Ankit Tayal		-	-	208,577
4 Sonam Tayal	-	200,000	-	-
5 Mukesh Tayal	-	70,000	-	-
<b>Balance Payable at the year end</b>				
1 Sitting Fees Payable	-	-	-	36,500
2 Ankit Tayal	-	-	-	-
3 Reeta Tayal	-	285,000	-	-
4 Sumit Tayal	-	-	-	147,810
<b>Salary Payable</b>				
1 Sumit Tayal	-	-	3,202,250	1,146,048
3 Manisha Chauhan	-	-	27,000	27,000
4 Shivani Khera	2,287,532	793,272	-	-

**For and on Behalf of the Board of Directors  
For Lark Trading and Finance Limited**

**Date: 25.08.2021  
Place: Noida**

**Sumit Tayal  
Whole Time Director  
DIN:06598044**

**Ankit Tayal  
Director & CFO  
DIN:03055997**



## PARTICULARS OF EMPLOYEES

Annexure-D

**A. Statement showing details of top ten employees in terms of remuneration drawn as required under Rule 5(2) and Rule 5(3) of the Companies (Appointment and Remuneration of Managerial personnel) Rules 2014**

Sr. No.	Name of Employee	Designation of Employee	Remuneration received (Amount in Rs.)	Nature of employment, whether contractual or otherwise	Qualifications and experience of the employee	Date of commencement of employment	Age of Employees	The last employment held by such employee before joining the company	The percentage of equity shares held by the employee in the company within the meaning of clause (iii) of sub-rule(2) above	Whether any such employee is a relative of any director or manager of the company and if so, name of such director or manager
1	Sumit Tayal	Whole Time Director	24,00,000	On Roll	Graduate LLB 3 Years Approx	01.04.2018	33	No	-	Ankit Tayal
2	Shivani Khera	Administration Head	18,00,000	On Roll	Graduate 3 Years Approx	01.04.2018	33	No	13.31%	Ankit Tayal
3	Manisha Chauhan	Company Secretary	3,24,000	On Roll	Company Secretary 1 Year Approx	01.01.2020	29		-	-
4	Narottam	Office Support	96,000	On Roll	12th 3 Years Approx	01.04.2018	26	No	-	-

**B. No employee of the Company has drawn remuneration aggregating to Rs. 1.02 Cr per annum during the year under report.**

**CERTIFICATE OF NON-DISQUALIFICATION OF DIRECTORS**

(Pursuant to Regulation 34(3) and Schedule V Para C clause (10)(i) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015)

To,  
The Members  
**Lark Trading and Finance Limited**  
Add: C-273, Sector-63,  
Noida-201301, UP

We have examined the relevant registers, records, forms, returns and disclosures received from the Directors of **Lark Trading and Finance Limited (CIN:L34102UP1987PLC009222)** and having registered office at C-273, Sector-63 Noida Gautam Buddha Nagar UP-201301 (hereinafter referred to as 'the Company'), produced before us by the Company for the purpose of issuing this Certificate, in accordance with Regulation 34(3) read with Schedule V Para-C Sub clause 10(i) of the Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

In our opinion and to the best of our information and according to the verifications (including Directors Identification Number (DIN) status at the portal www.mca.gov.in) as considered necessary and explanations furnished to us by the Company & its officers, We hereby certify that none of the Directors on the Board of the Company as stated below for the Financial Year ending on **31<sup>st</sup> March, 2021** have been debarred or disqualified from being appointed or continuing as Directors of companies by the Securities and Exchange Board of India, Ministry of Corporate Affairs, or any such other Statutory Authority.

S. No.	Name	DIN	Date of Appointment	Date of cessation
1.	Manoj Jiwnani	02177522	05.11.2019	-
2.	Hari Om Tayal	02720681	16.05.2018	-
3.	Ankit Tayal	03055997	03.02.2016	-
4.	Sumit Tayal	06598044	16.05.2018	-
5.	Gunvanti Jain	07447179	16.05.2018	-
6.	Chander Shekhar	06380668	24.03.2017	28.06.2021

Ensuring the eligibility of for the appointment / continuity of every Director on the Board is the responsibility of the management of the Company. Our responsibility is to express an opinion on these based on our verification. This certificate is neither an assurance as to the future viability of the Company nor of the efficiency or effectiveness with which the management has conducted the affairs of the Company.

**For Jain P & Associates  
Company Secretaries**

**Preeti Mittal  
Company Secretary**

**Memb. No.:41759**

**C P No.: 17079**

**UDIN : A041759C000821197**

**Date: 24.08.2021**

**Place: Noida**

## CORPORATE GOVERNANCE REPORT

Corporate Governance is about promoting fairness, transparency, accountability, commitment to values, ethical business conduct and about considering all stakeholders' interest while conducting business. In accordance with the provisions of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and amendments thereto, (the 'SEBI Listing Regulations'), given below are the corporate governance policies and practices of Lark Trading and Finance Limited (the 'Company') for FY 2021.

This Report states compliance with requirements of the Companies Act, 2013, as amended (the 'Act'), the SEBI Listing Regulations, as applicable to the Company. As will be seen, the Company's corporate governance practices and disclosures have gone well beyond complying with the statutory and regulatory requirements stipulated in the applicable laws.

### I. COMPANY'S PHILOSOPHY ON CODE OF CORPORATE GOVERNANCE

Your Company is committed to practice good Corporate Governance in all its activities and processes. The Directors' endeavor is to create an environment of fairness, equity and transparency with the underlying objective of securing long-term shareholder value, while, at the same time, respecting the rights of all stakeholders.

The Company adheres to the SEBI (Listing Obligations and Disclosure Requirements), Regulations, 2015 (hereinafter referred to as SEBI (LODR) Regulations, 2015 or SEBI Regulations) and your management is taking all possible steps to fulfill its commitment in a judicious, fair and transparent manner.

### II. BOARD OF DIRECTORS

Keeping with the commitment to the principle of integrity and transparency in business operations for good corporate governance, the Company's policy is to have an appropriate blend of independent and non-independent directors to maintain the independence of the Board and to separate the Board functions of governance and management.

#### A. Composition & Category of the Board of Directors and attendance of each director at the meeting of the board of directors and the last annual general meeting

As on 31<sup>st</sup> March 2021, there were 6(Six) Directors comprising 1 Executive and 5 Non-Executive Directors out of which two are Independent Directors; two are non-executive Directors and one is Non executive Women Director. Non-Executive Independent Director is chairperson of the Company.

The Board consists of eminent persons with considerable professional experience in business, industry, finance, audit and law. None of the Director is a member of more than ten committees and Chairman of more than five Committees across all the Companies in which they are Directors. All the members have made disclosures regarding their directorship and memberships in various committees.

As on 31<sup>st</sup> March, 2021, the composition of Board of Directors is in conformity with Regulation 17 of SEBI Regulations, 2015 and the provisions of Companies Act, 2013.

Category and attendance of each of the Directors at the Board Meetings held during 2020-21 and the last Annual General Meeting is given below:

S. No.	Name	Category	Number of Board Meetings held during the year 2021-2021		Whether attended last AGM for FY 2019-20	No. of Membership/ Chairpersonship in mandatory Committees	
			Held	Attended		Chairpersonship	Membership
1.	Ankit Tayal	Non Executive Director & CFO	8	8	Yes	Nil	Nil
2.	Chander Shekhar*	Non-Executive Independent Director	8	8	Yes	1	3
3.	Hari Om Tayal	Non-Executive Director	8	8	Yes	Nil	Nil

4.	Sumit Tayal	Whole Time Director	8	8	Yes	Nil	Nil
5.	Gunvanti Jain	Non-Executive Director	8	8	Yes	1	3
6.	Manoj Jiwnani	Chairperson & Non-Executive Independent Director	8	8	Yes	1	3

\*Mr. Chander Shekhar has resigned w.e.f. 28<sup>th</sup> June, 2021.

**Number of other Board of Directors or Committees in which a Director is a Member or Chairperson as on 31.03.2021 (including the Company)**

Sr. No.	Name of director	Directorships			Committee positions in listed and unlisted public limited companies	
		In equity listed companies	In unlisted public limited companies	In private limited companies	As member (including as chairperson)	As chairperson
1.	Ankit Tayal	1	-	3	0	0
2.	Chander Shekhar*	1	-	1	2	1
3.	Hari Om Tayal	1	-	-	0	0
4.	Sumit Tayal	1	-	1	0	0
5.	Gunvanti Jain	1	-	-	2	1
6.	Manoj Jinwani	1	-	1	2	1

\*Mr. Chander Shekhar has resigned w.e.f. 28<sup>th</sup> June, 2021.

- I) None of the director holds office as a director, including as an alternate director, in more than twenty companies at the same time. None of them has directorships in more than ten public companies. For reckoning the limit of public companies, directorships of private companies that are either holding or subsidiary company of a public company are included and directorships in dormant companies are excluded. For the purpose of reckoning the directorships in listed companies, only equity listed companies have been considered.
- II) As per declarations received, none of the directors serve as an independent director in more than seven equity listed companies or in more than three equity listed companies in case he/she is a whole-time director in any listed company.
- III) None of the directors was a member in more than ten committees, nor a chairperson in more than five committees across all public companies in which he/she was a director.

**Directorship in equity listed companies and Name of equity listed entities where directors of the Company held directorships as on 31<sup>st</sup> March 2021 (including the Company)**

Sr. No.	Name of Director	Listed Entity	Category
1.	Mr. Ankit Tayal	Lark Trading And Finance Limited	Non-Executive Director & CFO
2.	Mr. Chander Shekhar *	Lark Trading And Finance Limited	Non-Executive Independent Director
3.	Mr. Hari Om Tayal	Lark Trading And Finance Limited	Non-Executive Director
4.	Mr. Sumit Tayal	Lark Trading And Finance Limited	Executive Director (Wholetime Director)
5.	Ms. Gunvanti Jain	Lark Trading And Finance Limited	Non-Executive Director
6.	Mr. Manoj Jiwnani	Lark Trading And Finance Limited	Chairperson & Non-Executive Independent Director

\*Mr. Chander Shekhar has resigned w.e.f. 28<sup>th</sup> June, 2021.

**Disclosure of relationships between Directors inter-se**

Mr. Sumit Tayal, Whole Time Director, Mr. Ankit Tayal, Director and Mr. Hari Om Tayal, Director are relatives to each other as defined in Section 2 (77) of Companies Act, 2013 and Rule 4 of the companies (Specification of definitions details) Rules, 2014.

**Number of meetings of the Board of Directors held and dates on which held**

During the period, the Board of Directors of your Company met 8 times. The dates on which the meetings were held are **30.05.2020, 27.07.2020, 26.08.2020, 05.09.2020, 15.09.2020, 10.11.2020, 09.02.2021, 08.03.2021** and the gap requirement of 120 days between two meetings have been complied with. The necessary quorum was present for all the meetings.

**Orderly succession to Board and Senior Management**

The framework of succession planning for appointment of Board/Management is passed by the Board. In addition, changes in the Senior Management and their responsibilities are updated to the Board from time to time.

**Letters of appointment of Independent Directors & policy to familiarize**

The company issued formal letters of appointment to Independent Directors in the manner as provided in the Companies Act, 2013.

During the F.Y. 2020-21, Mr. Manoj Jiwnani has been reappointed as a Non-Executive Independent Director for consecutive five years from December 15, 2020 to December 14, 2025 and Mr. Chander Shekhar has been reappointed as a Non-Executive Independent Director w.e.f March 24, 2020 to March 23, 2021. Mr. Manoj Jiwnani has also been re-appointed as Chairperson of the Company w.e.f. December 15, 2020.

The company has also formulated a policy to familiarize the Independent Directors with the company, their roles, rights, responsibilities in the company, nature of the industry in which the company operates, business model of the company, etc., through various programmes.

**B. Non-Executive Directors Compensation and Disclosures**

The Company does not have any pecuniary relationship with any Non-Executive Directors except the following:

Name of Non-Executive Director	Pecuniary Relation	Other Relation
Mr. Ankit Tayal	Promoters of the Company (7,50,000 Equity Shares)	Chief Financial Officer
Ms. Guvanti Jain	Promoters of the Company (9,00,000 Equity Shares)	-
Mr. Hari Om Tayal	Promoters of the Company (8,00,000 Equity Shares)	-

No remuneration was given to any of the Non-Executive Director during the financial year 2020-21.

**C. Familiarization Program for Directors**

The Company has Familiarization Program Module ("the Program") for Independent Directors ("ID") of the Company. As per the requirement regulation 25(7) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the company is required to familiarize the Independent Directors with the company, their roles, rights, responsibilities in the company, nature of the industry in which the company operates, business model of the company, etc., through this programme.

**D. Skill/Expertise/Competence of the Board of Directors**

The Board of Directors along with Nomination & Remuneration Committee (NRC), identifies the right candidate with right qualities, skills and practical expertise/ competencies required for the effective functioning of individual member to possess and also the Board as a whole. The Committee focuses on the qualification and expertise of the person, the positive attributes, standard of integrity, ethical behavior, independent judgment of the person in selecting a new Board member. In addition to the above, in case of independent directors, the Committee shall satisfy itself with regard to the independence of the directors to enable the Board to discharge its functions

and duties effectively. The same are in line with the relevant provisions of the Listing Regulations. The NRC has identified the following core skills, expertise and competencies for the effective functioning of the Company which is currently available with the Board:

- a) Expertise in Legal, Finance & Accountancy
- b) Human Resource.
- c) Risk Management
- d) Knowledge of the Industry
- e) Leadership
- f) Board Services & Corporate Governance
- g) Diversity
- h) Personal Values
- i) Functional & Managerial Experience

Given below is a list of core skills, expertise and competencies of the individual Directors:

Skill Description	Ankit Tayal	Gunvanti Jain	Hari Om Tayal	Sumit Tayal	Manoj Jiwnani	Chander Shekhar
Leadership	Yes	Yes	Yes	Yes	Yes	Yes
Financial	Yes	-	Yes	Yes	Yes	Yes
Administration	Yes	Yes	Yes	Yes	Yes	-
Marketing and Communications	-	-	Yes	Yes	-	-
Accounts & Income Tax	Yes	-	-	Yes	Yes	Yes
Legal & compliance	Yes	-	-	Yes	Yes	Yes

- E.** The company is engaged to carry on the business, as per its memorandum of Association of the company of Financing Industrial or other Companies, Enterprises and persons and to lend or advance money to builders and other persons on securities of all descriptions whether real or personal and to grant loans on mortgage immovable properties and to lend money and negotiable loans of every descriptions and to transact business as financiers and monetary agents in India and elsewhere provided the Company shall not carry on business of Banking under the meaning of Banking Regulations Act 1949 or any other business prohibited by the Prize, Chit & Money Circulation Schemes( Banning) Act, 1978.
- F.** In the opinion of the Board the independent directors fulfill the conditions specified in the SEBI (Listing Obligations and Disclosure Requirements), 2015 and are independent of the management.
- G.** During the financial year 2020-21, none of the Independent Director has resigned from the post of directorship pursuant to Regulation 17 (1A) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

### III. COMMITTEES OF THE BOARD

The terms of reference of Board Committees are determined by the Board from time to time. Presently the Company has **Audit Committee, Nomination & Remuneration Committee, Stakeholders Relationship Committee, Internal Compliant Committee**. All the decisions pertaining to the constitution of the Committees, appointment of members, and fixing of terms of reference for committee members are taken by the Board of Directors. Details on the role and composition of these committees, including the number of meetings held during the financial year and the related attendance, are provided below:

#### A. Audit Committee

- i. The Audit Committee of the Company is constituted in line with the provisions of Regulation 18 of SEBI Regulations, 2015 read with Section 177 of Companies Act, 2013.
- ii. The term of reference of the Audit Committee is as per Part C of Schedule II of the SEBI (LODR) Regulations, 2015 and provisions of Companies Act 2013.

- iii. The Audit Committee invites such of the executives, as it considers appropriate (particularly the head of the finance function), representatives of the statutory auditors and representatives of the internal auditors to be present at its meetings.
- iv. The previous Annual General Meeting (AGM) of the Company was held on December 15, 2020 and was attended by Mr. Chander Shekhar, Chairperson of the Audit Committee.
- v. The composition of the Audit Committee and the details of meetings attended by its members are given below:

S.No.	Name	Category	No. of Committee Meetings held	No. of Committee Meetings Attended
1.	Chander Shekhar*	Chairperson	5	5
2.	Manoj Jiwnani**	Member/ Chairperson	5	5
3.	Gunvanti Jain	Member	5	5

*\*Mr. Chander Shekhar has resigned as the Chairperson of the Audit Committee w.e.f. 28.06.2021 and Mrs. Poonam Sharma has been appointed as the member w.e.f. 12.08.2021.*

*\*\*Mr. Manoj Jiwnani has been appointed as the Chairperson of the Audit Committee w.e.f. 28.06.2021.*

- vi. Five Audit Committee meetings were held during the year 2020-21 on 27.07.2020, 05.09.2020, 15.09.2020, 10.11.2020 and 09.02.2021.
- vii. The necessary quorum was present for all the meetings.
- viii. The role of the **audit committee** includes the following:
1. Oversight of the listed entity's financial reporting process and the disclosure of its financial information to ensure that the financial statements are correct, sufficient and credible;
  2. Recommendation for appointment, remuneration and terms of appointment of auditors of the listed entity;
  3. Approval of payment to statutory auditors for any other services rendered by the statutory auditor;
  4. Reviewing, with the management, the annual financial statements and auditor's report thereon before submission to the board for approval, with particular reference to:
    - a. matters required to be included in the director's responsibility statement to be included in the board's report in terms of clause (c) of sub-section (3) of Section 134 of the Companies Act, 2013;
    - b. changes, if any, in accounting policies and practices and reasons for the same;
    - c. major accounting entries involving estimates based on the exercise of judgment by management;
    - d. significant adjustments made in the financial statements arising out of audit findings;
    - e. compliance with listing and other legal requirements relating to financial statements;
    - f. disclosure of any related party transactions;
    - g. modified opinion(s) in the draft audit report;
  5. Reviewing, with the management, the quarterly financial statements before submission to the board for approval;
  6. Reviewing, with the management, the statement of uses / application of funds raised through an issue (public issue, rights issue, preferential issue, etc.), the statement of funds utilized for purposes other than those stated in the offer document / prospectus / notice and the report submitted by the monitoring agency, monitoring the utilization of proceeds of a public or rights issue, and making appropriate recommendations to the board to take up steps in this matter;



7. Reviewing and monitoring the auditor's independence & performance, and effectiveness of audit process;
  8. Approval or any subsequent modification of transactions of the listed entity with related parties;
  9. Scrutiny of inter-corporate loans and investments;
  10. Valuation of undertakings or assets of the listed entity, wherever it is necessary;
  11. Evaluation of internal financial controls and risk management systems;
  12. Reviewing, with the management, performance of statutory and internal auditors adequacy of the internal control systems;
  13. Reviewing the adequacy of internal audit function, if any, including the structure of the internal audit department, staffing and seniority of the official heading the department, reporting structure coverage and frequency of internal audit;
  14. Discussion with internal auditors of any significant findings and follow up thereon;
  15. Reviewing the findings of any internal investigation by the internal auditors into matters where there is suspected fraud or irregularity or a failure of internal control systems of a material nature and reporting the matter to the board;
  16. Discussion with statutory auditors before the audit commences, about the nature and scope of audit as well as post-audit discussion to ascertain any area of concern;
  17. To look into the reasons for substantial defaults in the payment to the depositors, debenture holders, shareholders (in case of non-payment of declared dividends) and creditors;
  18. To review the functioning of the whistle blower mechanism;
  19. Approval of appointment of chief financial officer after assessing the qualification, experience and background, etc. of the candidate;
  20. Carrying out any other function as is mentioned in the terms of reference of the audit committee.
- ix. The audit committee shall **mandatorily** review the following information:
- x. 1. Management discussion and analysis of financial condition and results of operations;
  2. Statement of significant related party transactions (as defined by the audit committee), submitted by the management;
  3. Management letters / letters of internal control weaknesses issued by the statutory auditors;
  4. Internal audit reports relating to internal control weaknesses; and
  5. The appointment, removal and terms of remuneration of the chief internal auditor shall be subject to review by the audit committee.
  6. Statement of deviations:
    - a) Quarterly statement of deviation(s) including report of monitoring agency, if applicable, submitted to stock exchange(s) in terms of Regulation 32(1).
    - b) Annual statement of funds utilized for purposes other than those stated in the offer document/prospectus/ notice in terms of Regulation 32(7).
- xi. **Audit & other duties**
1. Discussion with statutory auditors before the audit commences, about the nature and scope of audit as well as post-audit discussion to ascertain any area of concern.
  2. Discussion with internal auditors of any significant findings and follow up there on.
  3. Review and recommend to the Board the appointment/re-appointment of the Statutory Auditors and Internal Auditors considering their independence and effectiveness and their replacement and removal.

4. To recommend to the Board the remuneration of the Statutory Auditors and internal auditors.
5. To grant approval for related party transactions which are in the ordinary course of business and on an arm's length pricing basis and to review and approve such transactions subject to the approval of the Board.

**B. Stakeholders Relationship Committee (erstwhile Shareholders' Grievance Committee)**

- i. Pursuant to the provisions of Section 178 of the Companies Act, 2013 and Regulation 20 of the SEBI LODR Regulations, 2015, the Board has constituted Stakeholders' Relationship Committee to specifically look into the mechanism of redressal of grievances of shareholders and other security holders. Headed by Ms. Guvanti Jain, the Non-Executive Independent Director.
- ii. The composition of the Stakeholders' Relationship Committee and the details of meetings attended by its members are given below:

S.No.	Name of the Member	Category	No. of Committee Meetings held	No. of Committee Meetings Attended
1.	Ms. Guvanti Jain	Chairperson	4	4
2.	Mr. Chander Shekhar*	Member	4	4
3.	Mr. Manoj Jiwnani**	Member	4	4

\*Mr. Chander Shekhar has resigned as the Chairperson of the Stakeholders' Relationship Committee w.e.f. 28.06.2021 and Mrs. Poonam Sharma has been appointed as the member w.e.f. 12.08.2021.

- xii. Four Stakeholders' Relationship Committee meetings were held during the year 2020-21 on 27.07.2020, 15.09.2020, 10.11.2020 and 09.02.2021. The necessary quorum was present for all the meetings.

**iii. Functions and Terms of Reference:**

The Committee considers and resolves the grievances of the security holders of the listed entity including complaints related to transfer of shares, non-receipt of annual report and non-receipt of declared dividends.

The functioning and broad terms of reference of the Stakeholders' Relationship Committee of the Company are as under:

- a) To consider and resolve the grievance of security holders of the Company.
- b) To review important circulars issued by SEBI /Stock Exchanges
- c) To take note of compliance of Corporate Governance during the quarter/year.
- d) To approve request for share transfer and transmissions.
- e) To approve request pertaining to demat of shares/sub-division/consolidation/issue of renewed/duplicate share certificate etc.

**iv. Name, designation and address of Compliance Officer:**

Name	Shaweta Arora
Designation	Company Secretary & Compliance officer
Address	C-273, Sector-63, Noida-201301, UP

- vi. **Details of investor complaints received and redressed during the year 2020-21 are as follows:**

No. of Complaints pending as on 01.04.2020	No. of Complaints received during the year 2020-21	No. of Complaints resolved during the year	No. of Complaints not resolved during the year to the satisfaction of shareholders	No. of Complaints pending as on 31.03.2021
0	0	0	0	0

**C. Nomination & Remuneration Committee**

- i. Pursuant to the provisions of Section 178 of the Companies Act, 2013 and Regulation 19 of the SEBI (LODR) Regulations, 2015, the Board has duly constituted the Nomination & Remuneration Committee, with all members being Non-Executive Directors and Independent Director as Chairperson. The composition of Nomination & Remuneration Committee is as follows:

S. No.	Name	Category	No. of Committee Meetings held	No. of Committee Meetings Attended
1.	Manoj Jiwnani	Chairperson	2	2
2.	Gunvanti Jain	Member	2	2
3.	Chander Shekhar*	Member	2	2

*\*Mr. Chander Shekhar has resigned as the Chairperson of the Nomination & Remuneration Committee w.e.f. 28.06.2021 and Mrs. Poonam Sharma has been appointed as the member w.e.f. 12.08.2021.*

The committee meetings were held on 05.09.2020, 10.11.2020.

- ii. The terms of reference of the committee are as follows:

- Formulation of the criteria for determining qualification, positive attributes and independence of a director and to recommend to the board of directors a policy relating to, the remuneration of the directors, key managerial personnel and other employees;
- Formulation of criteria for evaluation of performance of independent directors and the board of directors;
- Devising a policy on diversity of board of directors;
- Identifying persons who are qualified to become directors and who may be appointed in senior management in accordance with the criteria laid down, and recommend to the board of directors their appointment and removal.
- Whether to extend or continue the term of appointment of the independent director, on the basis of the report of performance evaluation of independent directors.
- The remuneration policy as adopted by the company envisages the payment of remuneration according to qualification, experience and performance at different levels of the organization. The workers at the factory as well as those rendering clerical, administrative and professional services are suitably remunerated according to the industry norms.

**iii. Performance Evaluation Criteria For Independent Directors:**

Performance Evaluation Criteria of Board members including Independent Directors as approved by the Board provides:

- Each of the director(s) are required to assign the rating on different parameters for the evaluation of board, independent director(s) and committees of the Board of Directors and has to submit the same to the Nomination & Remuneration Committee.
- The rating is to be assigned on a scale of five for the purpose of evaluation of performance as under:

Rating Scale	Scale Performance
5	Exceptionally Good
4	Good
3	Satisfactory
2	Needs Improvement
1	Unacceptable

- c) The Nomination & Remuneration Committee shall receive the Evaluation Forms in sealed cover and summarize the results. The Chairperson of the Nomination & Remuneration Committee may have discussions with individual director where clarification or interpretation is required.
- d) The Chairperson of the NRC shall develop a report on the basis of evaluation rating received. The Committee shall review the result and submit its recommendation for the consideration of Board.
- e) The Board shall review the recommendations of the Nomination & Remuneration Committee and issue necessary directions.

#### D. Independent Directors' Meeting

The independent directors meeting were held on 09.02.2021.

The independent directors present elected Mr. Chander Shekhar as Chairperson for the meeting. All independent directors were present at the meeting.

#### IV. Remuneration of Directors

The remuneration payable to all Directors including Managing Director, if any is decided by the shareholders in the General Meeting. As per the Companies Act, 2013, the Board of Directors of the Company is empowered to determine the sitting fee payable to Independent Directors within the ceiling prescribed under the Companies Act, 2013.

None of the Independent Directors were paid any sitting fees during the financial year 2020-21.

#### Remuneration of Executive Directors for the financial year 2020-21

(Amount in Rupees)

S. No.	Name of Director	Designation	Salary (Basic)	Benefits & Allowances	Performance Related Pay (PRP) for the year 2019-20	Total
1.	Sumit Tayal	Whole Time Director	24,00,000	-	-	24,00,000

The Company had not given any stock options during the year 2020-21.

Except as mentioned above, there was no pecuniary relationship or transaction with Non-Executive Directors vis-a-vis the Company during the financial year 2020-21.

Criteria of making payment to non-executive directors is available on the website of the company at <https://larktrading.in>

#### V. GENERAL BODY MEETING

##### a) Annual General Meeting

The details of last three Annual General Meetings (AGM) of shareholders held were as under:

Financial Year	Date	Venue	Time	Whether any Special Resolution passed
2017-18	29.09.2018	Flat No. 101, Surya Complex, Surya Bagh, Mahmoorganj, Varanasi- 221010, Uttar Pradesh	03:00 PM	Yes
2018-19	25.09.2019	C-273, Sector-63, Gautam Buddha Nagar, Noida, Uttar Pradesh-201301	10:30 AM	No
2019-20	15.12.2020	Through Video Conferencing(VC) (Deemed Venue: C-273, Sector-63, Gautam Buddha Nagar, Noida, Uttar Pradesh-201301)	12:30 PM	Yes

- c) No Extra ordinary General Meeting of Members was held during the year under review.  
d) No Postal Ballot was conducted during the year under review.

#### VI. MEANS OF COMMUNICATION

Quarterly/ Half Yearly/Annual Financial Results Notice, Advertisement and Other official news are published both in vernacular language newspapers viz Business Standard (Hindi Version) and English National newspapers viz Business Standard regularly. The said results are also displayed/uploaded on the Company's website i.e. <https://larktrading.in>

#### VII. GENERAL SHAREHOLDER INFORMATION

S. No.	Particulars	Information
1.	Annual General Meeting: Date & Time  Deemed Venue	<b>34<sup>th</sup></b> <b>Saturday, 25<sup>th</sup> September, 2021 through Video Conferencing</b>  C-273, Sector-63, Gautam Budh Nagar, Noida, Uttar Pradesh-201301
2.	Financial year	April 1, 2020 to March 31, 2021
3.	Financial Calendar 2021-22 <b>Results for quarter/year ending :</b> (a) 30th June, 2021 <b>(Tentative Schedule)</b> (b) 30th September, 2021 (c) 31st December, 2021 (d) 31st March, 2022	On 12th day of August, 2021  On or before 14th day of November, 2021  On or before 14th day of February, 2022  On or Before 30th day of May, 2022
4.	Book Closure	18 <sup>th</sup> September, 2021 to 25 <sup>th</sup> September, 2021
5.	Listed on	MSEI and Calcutta Stock Exchange
6.	Dividend payment date	The Company has not recommended or paid any dividend during the financial year under review.
7.	Stock Exchange Code	CSE: 022126 MSEI: LARK

**VIII. NOMINATION**

Individual shareholders holding shares singly or jointly in physical form can nominate a person in whose name the shares shall be transferred in the case of death of the registered shareholder(s). The prescribed nomination form (SH-13) will be sent by the Company upon such request and is also available on the Company's website at <https://larktrading.in>

Nomination facility for shares held in electronic form is also available with depository participants.

**IX. AGM THROUGH VC**

Pursuant to MCA Circulars, the Company will provide video conferencing facility to the members for participating in the 34<sup>th</sup> AGM. Please refer the Notice of the 34<sup>th</sup> AGM for more details, which is hosted on the website of the company at <https://larktrading.in>

**X. VOTING THROUGH ELECTRONIC MEANS**

Pursuant to Section 108 of Act and the Rules made there under and provisions under SEBI Listing Regulations, every listed company is required to provide its members the facility to exercise their right to vote at general meetings by electronic means.

The Company has entered into an arrangement with NSDL, the authorized agency for this purpose, to facilitate such e-voting for its members.

The shareholders would therefore be able to exercise their voting rights on the items put up in the Notice of AGM through such e-voting method. The Company will also provide facility to members attending the AGM through VC to vote at the meeting in accordance with the Companies (Management and Administration) Rules, 2014 and MCA circulars for conducting AGM through VC.

Shareholders who are attending the meeting through VC and who have not already cast their votes by remote e-voting shall be able to exercise their right of voting at the meeting.

Cut-off date, as per the said Rules, is **September 17, 2021** and the remote e-voting shall be open for a period of 3 (three) days, from **22<sup>nd</sup> September, 2021, 09:00 A.M. to 24<sup>th</sup> September, 2021 to 05:00 P.M.**

The Board has appointed M/s. Ojha & Associates, Practicing Company Secretary, as Scrutinizer for the e-voting process.

Detailed procedure is given in the Notice of the 34<sup>th</sup> AGM and is also placed on the Company's website at [www.larktrading.in](http://www.larktrading.in)

Shareholders may get in touch with the Company Secretary at [larktradingfinance@gmail.com](mailto:larktradingfinance@gmail.com) for further assistance.

**XI. DISCLOSURE**

- a) During the financial year under review, the Company has entered into some material transaction(s) with the related parties. All the contracts/arrangements/transactions entered into with related parties were on the arm's length basis, which were intended to further Company's Interest. Accordingly, the disclosure of Related Party Transactions as required under section 134(3) (h) of the Companies Act, 2013 in **Form AOC-2** is attached with the Directors' Report.
- b) During last three year under review, the company has complied with all the mandatory requirements of the SEBI (LODR) Regulations, 2015.
- c) The Company has in place vigil mechanism and whistle blower policy under which employees can report any violation of applicable laws and regulations and the Code of Conduct of the Company. Vigil Mechanism of the Company provides adequate safeguards against victimization of persons who use such mechanism and no personnel have been denied access to the Audit Committee.
- d) The Company does not have any Subsidiary Company. Therefore, policy for determining 'material' subsidiaries is not required to be framed.
- e) The Company has in place Policy for Related Party Transaction and the same is also placed on Company's website i.e. [http://larktrading.in/Code\\_conduct\\_policy.html](http://larktrading.in/Code_conduct_policy.html) and weblink of the same is [http://larktrading.in/documents/1920/Materiality\\_Related\\_Party.pdf](http://larktrading.in/documents/1920/Materiality_Related_Party.pdf)

- f) Information pertaining to the disclosure of commodity price risks and commodity hedging activities is not applicable to the Company.
- g) The Company has not raised any funds through preferential allotment or qualified institutions placement as specified under Regulation 32 (7A).
- h) A certificate from M/s Jain P & Associates, Company Secretary in practice that none of the Directors on the Board of the company have been debarred or disqualified from being appointed or continuing as directors of companies by the Board, Ministry of Corporate Affairs or any such statutory authority, forms part of this report.
- i) There were no instances where the Board has not accepted any recommendation of any committee of the board which was mandatorily required during the financial year in concern.
- j) Total fees for all services paid by the listed entity to the statutory auditor and all entities in the network of the statutory auditor is Rs.2,01,400/-
- k) A Practicing Company Secretary has carried out Reconciliation of Share Capital Audit to reconcile the total admitted capital with National Securities Depository Ltd. (NSDL) and Central Depository Services (India) Ltd (CDSL) and the total issued and listed capital. The said Audit Report confirms that the total issued/paid up capital is in agreement with the total number of shares in physical form and the total number of dematerialized shares held with NSDL and CDSL.

**XII.** The Company has duly complied with all the Corporate Governance requirements as specified in Regulation 17 to 27 and clauses (b) to (i) of sub-regulation (2) of Regulation 46 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

**XIII. NON-COMPLIANCE OF ANY REQUIREMENT OF CORPORATE GOVERNANCE REPORT OF SUB-PARAS (2) TO (10)**

It is to confirm that the Company has not incurred any non-compliance of any information contained in this Corporate Governance Report.

**XIV. INFORMATION REQUIRED UNDER SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION & REDRESSAL) ACT, 2013**

Your Company has constituted Internal Complaints Committee under the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 and also has a policy and framework for employees to report sexual harassment cases at workplace. The Company's process ensures complete anonymity and confidentiality of information. The below table provides details of complaints received/disposed during the financial year 2020-21:

No. of Complaints Filed	No. of Complaints Disposed off	No. of Complaints Pending
NIL	-	-

**XV. DISCLOSURE REGARDING SHARES IN SUSPENSE ACCOUNT**

- (a) Aggregate number of shareholders and the outstanding shares in the suspense account lying at the beginning of the year: NIL
- (b) Number of shareholders who approached issuer for transfer of shares from suspense account during the year: NIL
- (c) Number of shareholders to whom shares were transferred from suspense account during the year: NIL
- (d) aggregate number of shareholders and the outstanding shares in the suspense account lying at the end of the year: NIL
- (e) that the voting rights on these shares shall remain frozen till the rightful owner of such shares claims the shares: NIL

**XVI. RISK MANAGEMENT**

As per Regulation 21 of SEBI(LODR) Regulations, 2015, the Company is not required to constitute Risk Management Committee.

**XVII. INDEPENDENT DIRECTORS**

The Board of the Company has been duly constituted with an optimum combination of Executive Directors, Non-Executive and Independent Directors. All the members are financially literate and possess sound knowledge of accounts, audit, finance, law, etc.

Presently, the Board of the Company comprises of following two Independent Directors:



- i) Manoj Jinwani
- ii) Poonam Sharma

#### Meeting of Independent Directors

As required by the Code of Independent Directors under the Companies Act, 2013 and the Listing Regulations, a meeting of the Independent Directors of the Company was convened during the year to oversee and review the performance of Non-Independent Directors and of the Board as a whole.

#### XVIII. MANAGEMENT DISCUSSION AND ANALYSIS

A separate chapter on Management Discussion and Analysis is given in this Annual Report.

#### XIX. CEO/CFO CERTIFICATION

The Chief Financial Officer of the Company has furnished a certificate relating to financial statements and internal control systems as per the format prescribed under Regulation 17(8) of the SEBI (LODR) Regulations, 2015 and the Board took the same on record.

#### XX. COMPLIANCE CERTIFICATION

Compliance Certificate for Corporate Governance obtained from M/s. Jain P & Associates Company Secretaries is annexed herewith.

#### XXI. CODE OF CONDUCTS

Details of various policies and codes required to be framed under the Companies Act, 2013 and SEBI (LODR) Regulations, 2015 are given under the head "Investors" on the website of the company i.e. [http://larktrading.in/Code\\_conduct\\_policy.html](http://larktrading.in/Code_conduct_policy.html)

#### XXII. Market price data- high, low during each month of the financial year 2020-21:

##### MSEI

The Suspension of trading in stock exchange has been revoked w.e.f. January 14, 2021. The shares of the Company are not being traded from January 14, 2021. Therefore, market price data is not available for the financial year under review.

##### Calcutta Stock Exchange

The trading in shares of the Company is currently being suspended. Therefore, market price data is not available for the financial year 2020-21.

#### XXIII. DISTRIBUTION OF SHAREHOLDING AS ON MARCH 31, 2021:

Shareholding of Nominal value of Rs. 1/-	No. of Shareholders	% of Shareholders	No. of Shares held	% of Shares
UPTO-100	119	59.2	11810	0.23
101-500	39	19.4	7750	0.15
501-1000	5	2.49	4630	0.09
1001-2000	1	0.5	1500	0.03
2001-3000	1	0.5	2500	0.05
3001 -4000	0	0	0	0
4001-5000	0	0	0	0
5001-10000	4	1.99	37910	0.7
10001-20000	16	7.96	220900	4.2
20001-50000	4	1.99	124500	2.37
50001 & Above	12	5.97	4848500	92.18
<b>Total</b>	<b>201</b>	<b>100</b>	<b>5260000</b>	<b>100</b>



**Categories of Equity Shareholders as on March 31, 2021**

	Category	No. of Shares	% of Holding
<b>1.</b>	<b>Promoters Holding</b>		
	i. Promoters		
	- -Indian Promoters	3150000	59.89%
	- Foreign Promoters	0	0
	ii. -Persons acting in concert	0	0
	<b>Sub Total</b>	<b>3150000</b>	<b>59.89%</b>
<b>2.</b>	<b>Non Promoters Holding</b>		
	i. Institutional Investor	0	0
	ii. Mutual Fund and UTI	0	0
	iii. Banks, Financial Institutions, Insurance Companies (Central/ State Govt. Institutions/ Non Govt. Institutions)	0	0
	iv. FII's	0	0
	<b>Sub Total</b>	<b>0</b>	<b>0</b>
<b>3.</b>	<b>Others</b>		
	i. Corporate Bodies	40000	0.76%
	ii. Indian Public	2070000	39.35%
	iii. NRI's/OCB's	0	0
	iv. Any Other (HUF/Firm/Foreign Companies) Clearing Member	0	0
	<b>Sub Total</b>	<b>2110000</b>	<b>40.11%</b>
	<b>Grand Total</b>	<b>5260000</b>	<b>100%</b>

**XXIV. DEMATERIALIZATION OF SHARES AND LIQUIDITY**

The shares of the Company are in the compulsory dematerialized segment and are available for trading with both the depositories i.e. National Securities Depository Limited (NSDL) and Central Depository Services (India) Limited (CDSL).

The Share Capital Audit Report regarding reconciliation of the total issued, listed and capital held by depositories in a dematerialized form with respect to the Equity Share Capital of the Company was obtained from the Practicing Company Secretary for each quarter during the year and submitted to the Stock Exchanges within the stipulated time.

Number of shares held in dematerialized and physical mode as on **31<sup>st</sup> March 2021**.

Particulars	Total Shares	% to Equity
<b>Shares in dematerialized form with NSDL</b>	1715500	32.61%
<b>Shares in dematerialized form with CDSL</b>	3170000	60.27%
<b>Physical</b>	374500	7.12%
<b>Total</b>	<b>5260000</b>	<b>100%</b>

**ISIN of the Company** : INE936T01017

The names and addresses of the depositories are as under:

- 1. National Securities Depository Limited**  
Trade World, A-Wing, 4th & 5th Floors,  
Kamala Mills Compound,  
SenapatiBapatMarg,  
Lower Parel, Mumbai - 400 013
- 2. Central Depository Services (India) Limited**  
Marathon Futurex, A-Wing, 25th floor,  
NM Joshi Marg, Lower Parel, Mumbai 400013

**XXV. Company Details:**

**Registered Office** : C-273, Sector-63, Gautam Buddha Nagar, Noida, U.P. 201301

**PlantLocation** : Same as Above

**Addressfor communication** : Same as Above

The phone numbers and e-mail addresses for communication are given below:

Particulars	Telephone Number
Registered Office:C-273, Sector-63, Gautam Buddha Nagar, Noida, U.P. 201301	+91- 1204308517
Corporate Office:Same as above	Same as above

As per Circular of the Securities & Exchange Board of India dated 22.01.2007, exclusive e-mail address for redressal of Investor Complaints is larktradingfinance@gmail.com

**On behalf of Board of Directors  
For Lark Trading and Finance Limited**

**Place: Noida**  
**Date:25.08.2021**

**Sumit Tayal**  
**Whole-time Director**  
**DIN: 06598044**

## MANAGEMENT DISCUSSION AND ANALYSIS REPORT

We submit herewith the “Management Discussion and Analysis Report” on the business of the Company as applicable to the extent relevant.

### THE COVID-19 PANDEMIC AND LOCKDOWN

We are amidst unprecedented times. The COVID-19 pandemic has spread across the world — leading to well above 21,03,25,635 confirmed infections, over 44,08,713 deaths, enormous human suffering and a full stop on virtually all commercial and economic activities. Even India, apparently relatively fortunate up to now, has had 3,23,58,829 confirmed cases and 4,33,589 deaths as per COVID-19 Situation Report–120 of World Health Organization (WHO) dated August 21, 2021. With lockdowns spreading across countries accounting for over 50% of the world’s gross domestic product (GDP), COVID-19 has caused disruptions on an unimaginable scale. Nobody really knows how long the pandemic will last and what will be its final toll on lives and livelihood. With the impact of this pandemic still to play out, the scenario of eerily empty high streets, shut factories and stores, and literally millions being rendered unemployed together point to a single outcome — extreme stress for the global economy of the kind not seen since the Great Depression.

In response, Governments across the world have unleashed massive fiscal measures to protect economic activity and dramatically strengthen health services and testing. Central banks, too, have initiated multiple monetary and regulatory measures.

India, too, has initiated relief measures. The Government of India announced a slew of wide-ranging reforms across varied sectors amidst a comprehensive package aggregating Rs. 20 lakh crore — or approximately 10% of nominal GDP — which covered among others (i) direct cash transfers and food security for vulnerable sections of society, (ii) collateral free loans and concessional credit to farmers and street vendors, (iii) enhancement of systemic liquidity by the Reserve Bank of India (RBI), (iv) special liquidity and partial credit guarantee scheme to provide liquidity to NBFCs, HFCs, MFIs and mutual funds, (v) 100% credit guarantee scheme for aggregate Rs. 3 lakh crore of emergency credit lines by banks and NBFCs to their MSME borrowers and (vi) subordinated debt and equity support to MSMEs. The Government has also initiated compliance relief measures across various regulatory requirements. The RBI has also initiated several measures like reduction in policy rates, monetary transmission, credit flows to the economy and providing relief on debt servicing.

### INDUSTRY STRUCTURE AND DEVELOPMENT

India, too, has initiated relief measures. The Government of India announced a slew of wide-ranging reforms across varied sectors amidst a comprehensive package aggregating Rs. 20 lakh crore — or approximately 10% of nominal GDP — which covered among others (i) direct cash transfers and food security for vulnerable sections of society, (ii) collateral free loans and concessional credit to farmers and street vendors, (iii) enhancement of systemic liquidity by the Reserve Bank of India (RBI), (iv) special liquidity and partial credit guarantee scheme to provide liquidity to NBFCs, HFCs, MFIs and mutual funds, (v) 100% credit guarantee scheme for aggregate Rs. 3 lakh crore of emergency credit lines by banks and NBFCs to their MSME borrowers and (vi) subordinated debt and equity support to MSMEs. The Government has also initiated compliance relief measures across various regulatory requirements. The RBI has also initiated several measures like reduction in policy rates, monetary transmission, credit flows to the economy and providing relief on debt servicing.

GDP growth for FY2021 was 7.3%

#### **Industry Overview**

Non-banking financial companies (NBFCs) form an integral part of the Indian financial system. They play an important role in nation building and financial inclusion by complementing the banking sector in reaching out credit to the unbanked segments of society, especially to the micro, small and medium enterprises (MSMEs), which form the cradle of entrepreneurship and innovation. NBFCs’ ground-level understanding of their customers’ profile and their credit needs give them an edge, as does their ability to innovate and customize products as per their clients’ needs. This makes them the perfect conduit for delivering credit to the unbanked and SMEs. However, NBFCs operate under certain regulatory constraints, which put them at a disadvantage position vis-à-vis banks. While

there has been a regulatory convergence between banks and NBFCs on the asset side, on the liability side, NBFCs still do not enjoy a level playing field. This needs to be addressed to help NBFCs realize their full potential and thereby perform their duties with greater efficiency.

Credit growth to the services sector decelerated to 1.4 per cent in March 2021 from 7.4 per cent in March 2020, mainly due to deceleration in credit growth to NBFCs and contraction in credit to professional services. However, credit to trade segment continued to perform well, registering accelerated growth of 11.8 per cent in March 2021 as compared to 4.6 per cent a year ago.

The LCR regulation mandates NBFCs to maintain a minimum level of high-quality liquid assets to cover expected net cash outflows in a stressed scenario. The regulation also stipulates that NBFCs should attain LCR of 100% in a phased manner over a period of four years starting December 2020. It is a welcome regulatory change and will significantly strengthen ALM profile of the NBFC sector. The RBI's moratorium measures for customers are likely to put additional stress on many NBFCs. There is an asymmetry. On onehand, NBFCs have to offer such moratoriums to their customers; while on the other, their market borrowings must be repaid on due dates.

Over the last decades, NBFCs have witnessed phenomenal growth. From being around 12% of the balance sheet size of banks in 2010, these are now more than a quarter of the size of the banks. NBFCs are the largest net borrowers of funds from the financial system with gross payable of Rs. 9.37 Lakh crore as of 30<sup>th</sup> September, 2020.

## **OPPORTUNITIES, CHALLENGES AND OUTLOOK**

### ***Opportunities***

NBFCs have served the unbanked customers by pioneering into retail asset-backed lending, lending against securities and microfinance. Following variables in the external environment may be seen as opportunities for the Company:

- The Government of India announced a slew of wide-ranging reforms across varied sectors amidst a comprehensive package aggregating Rs. 20 lakh crore — or approximately 10% of nominal (vi) subordinated debt and equity support to MSMEs.
- NBFCs aspire to emerge as a one-stop shop for all financial services.
- The sector has witnessed moderate consolidation activities in recent years, a trend expected to continue in the near future.
- New banking license-related guidelines issued by RBI place NBFCs ahead in competition for licenses owing largely to their rural network.
- New RBI guidelines on NBFCs with regard to capital requirements, provisioning norms & enhanced disclosure requirements are expected to benefit the sector in the long run.

### ***Challenges***

Competitive rivalry between big players is intense in the industry

- Global recession due to COVID-19 pandemic.
- Working Capital and Liquidity Stress in the market.
- Low demand in the market.
- Financial services companies often compete on the basis of offering lower financing rates, higher deposit rates and investment services;
- Stringent regulatory norms prevent new entrants;
- Customers prefer to invest their money with a reputed financial services company offering a wide range of services;

- Medium bargaining power of customers. Although customers do not have much bargaining power, they can easily switch to another company based on the terms and quality of services provided.

### **Outlook**

Although slowdown in all business sector including NBFC and trade tensions between the US and China were among the many factors that softened the economic outlook for 2019, the year did begin on a firm footing. The projected global economic growth, albeit downgraded, was 2.9%. Despite the economic and financial headwinds, growth in developing Asia is projected to grow by 7.3% in 2021 (Asian Development Outlook, Update, September 2020). However, in 2020-21, the Indian economy grew by 7.3% against 4.2% expansion in 2019-20. Due to the COVID-19 pandemic, the International Monetary Fund has projected a sharp contraction of the global economy to a status much worse than what resulted from the 2008-09 financial crisis.

### **DISCUSSION ON FINANCIAL PERFORMANCE WITH RESPECT TO OPERATIONAL PERFORMANCE**

The financial statements have been prepared in accordance with the requirements of the Companies Act, 2013 and applicable accounting standards issued by the Institute of Chartered Accountants of India. The details of the financial performance of the Company are appearing in the Balance Sheet, Profit & Loss Accounts and other financial statements forming part of this annual report.

### **INTERNAL CONTROL SYSTEM**

Given the magnitude and nature of its business, the Company has maintained sound and commercial practice with an effective internal control system. The system ensures that all transactions are authorized, recorded and reported correctly to safeguard the assets of the Company and protect them from any loss due to unauthorized use or disposition. The adequate internal information system is in place to ensure proper information flow for the decision-making process. The Company also has well-established processes and clearly defined roles and responsibilities for people at various levels. The control mechanism also involves well documented policies, authorization guidelines commensurate with the level of responsibility and standard operating procedures specific to the respective businesses, adherence to which is strictly ensured. Internal audit is carried out frequently to create awareness and to take corrective actions on the respective units or areas, which need rectification. These reports are then reviewed by the "Management Team" and the "Audit Committee" for follow-up action.

### **HUMAN RESOURCE DEVELOPMENT**

The Company regards its human resources as amongst its most valuable assets and proactively reviews policies and processes by creating a work environment that encourages initiative, provides challenges and opportunities and recognizes the performance and potential of its employees attracting and retaining the best manpower available by providing high degree of motivation.

Your Company believes in trust, transparency & teamwork to improve employees productivity at all levels.

### **CAUTIONARY STATEMENT**

The management discussion and analysis report containing your Company's objectives, projections, estimates and expectation may constitute certain statements, which are forward looking within the meaning of applicable laws and regulations. The statements in this management discussion and analysis report could differ materially from those expressed or implied. Important factors that could make a difference to the Company's operation include raw material availability and prices, cyclical demand and pricing in the Company's principal markets, changes in the governmental regulations, tax regimes, forex markets, economic developments within India and the countries with which the Company conducts business and other incidental factors.

**On behalf of the Board of Directors  
For Lark Trading And Finance Limited**

**(Sumit Tayal)  
Whole Time Director  
(DIN:06380668)**

**Date:25.08.2021  
Place:Noida**

**COMPLIANCE CERTIFICATE ON CORPORATE GOVERNANCE**

*(In terms of Regulation 34(3) and Schedule V (E) of  
SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015)*

To,  
The Members,  
LARK TRADING AND FINANCE LIMITED

We have examined the report of Corporate Governance presented by the Board of Directors **LARK TRADING AND FINANCE LIMITED** for the year ended **31<sup>st</sup> March, 2021** as stipulated in Regulation 34 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with Schedule V of the same.

The compliance of conditions of corporate governance is the responsibility of the management. Our examination was limited to the procedures and implementation thereof, adopted by the company for ensuring compliance of the conditions of the corporate governance. It is neither an audit nor an expression of opinion on the Financial Statements of the Company.

In our opinion and according to the information and explanation given to us, the Company has taken required steps to comply with the conditions of corporate governance, to the extent applicable and as stipulated in the aforesaid SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended from time to time.

We state that no investor grievance is pending for the period exceeding one month against the Company as per records maintained by the Stakeholders' Relationship Committee together with the status of Investor Grievance as on SEBI SCORES Portal.

We further state that such compliance is neither any assurance as to future viability of the Company nor the efficiency or effectiveness with which the management has conducted the affairs of the company.

**For Jain P & Associates,  
Company Secretaries**

**Date: 24.08.2021**  
**Place: Delhi**  
**UDIN: A041759C000821175**

**(Preeti Mittal)**  
**C. P. No.17079**  
**M. No.41759**

## CEO/CFO CERTIFICATION

I, **Ankit Tayal**, being **Chief Financial Officer(CFO)**, of **Lark Trading and Finance Limited** do hereby confirm and certify that:

1. I have reviewed the financial statements and the cash flow statement for the financial year and that to the best of my knowledge and belief:
  - a. these statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
  - b. these statements together present a true and fair view of the listed entity's affairs and are in compliance with existing accounting standards, applicable laws and regulations.
2. there are, to the best of my knowledge and belief, no transactions entered into by the listed entity during the year which are fraudulent, illegal or violate the listed entity's code of conduct.
3. I accept responsibility for establishing and maintaining internal control for financial reporting and have evaluated the effectiveness of internal control system of the listed entity pertaining to financial reporting and have disclosed to the auditor along with the audit committee, deficiencies in the design or operation of such internal control(s), if any, of which I am aware and the steps I have taken or proposed to take to rectify these deficiencies.
4. during the year under reference:
  - a. there were no significant changes in internal control system over financial reporting;
  - b. there were no significant changes in accounting policies and that the same have been disclosed in the notes to the financial statements; and
  - c. there were no instance(s) of significant fraud involved therein, if any, of which the management or an employee having a significant role in the listed entity's internal control system over financial reporting.

**For Lark Trading and Finance Limited**

**Date: 24.08.2021**  
**Place: Noida**

**Ankit Tayal**  
**Chief Financial Officer**

## DECLARATION FOR COMPLIANCE OF CODE OF CONDUCT

I, Sumit Tayal, being Whole Time Director, of the Company do hereby declare that all the Directors and Senior Management Personnel have affirmed compliance with the code of the conduct of the company for the financial year ended on March 31, 2021.

**Date: 24.08.2021**  
**Place: Noida**

**Sumit Tayal**  
**Whole Time Director**  
**DIN:06598044**



## INDEPENDENT AUDITORS' REPORT ON STATEMENT OF AUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED ON 31<sup>ST</sup> MARCH, 2021

THE BOARD OF DIRECTORS OF Lark Trading & Finance limited

Report on the audit of the Standalone Financial Results

### Opinion

We have audited the accompanying statement of quarterly and year to date standalone financial results of **Lark Trading & Finance limited ("the Company")** for the quarter ended March 31, 2021 and for the year ended March 31, 2021 ("Statement"), attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (Regulation).

In our opinion and to the best of our information and according to the explanations given to us, the Statement:

- i. is presented in accordance with the requirements of the Listing Regulations in this regard; and
- ii. gives a true and fair view in conformity with the applicable accounting standards and other accounting principles generally accepted in India, subject to the below mentioned points, of the net profit and other comprehensive income and other financial information of the Company for the quarter ended March 31, 2021 and for the year ended March 31, 2021.
  - a. *The lockdown imposed in the country due to the covid pandemic has had some serious effect on the company, however, at this point we are in no position to ascertain the exact impact of the same on the company.*

### Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013, as amended ("the Act"). Our responsibilities under those Standards are further described in the "Auditor's Responsibilities for the Audit of the Standalone Financial Results" 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 Act and the Rules there under, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our opinion.

### Management's Responsibilities for the Standalone Financial Results

The Statement has been prepared on the basis of the standalone annual financial statements. The Board of Directors of the Company are responsible for the preparation and presentation of the Statement that gives a true and fair view of the net profit and other comprehensive income of the Company and other financial information in accordance with the applicable accounting standards prescribed under Section 133 of the Act read with relevant rules issued there under and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. 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 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 Statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the Statement, the Board of Directors are 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 is also responsible for overseeing the Company's financial reporting process.

### Auditor's Responsibilities for the Audit of the Standalone Financial Results

Our objectives are to obtain reasonable assurance about whether the Statement as a whole is 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 the Statement.

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 Statement, 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 control 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 with reference to financial statements 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 the Board of Directors.
- Conclude on the appropriateness of the Board of Directors' 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 financial results 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 Statement, including the disclosures, and whether the Statement represents 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.

#### **Other Matter**

The Statement includes the results for the Quarter ended March 31, 2021 being the balancing figure between audited figures in respect of the full financial year ended March 31, 2021 and the published unaudited year-to-date figures up to the third quarter of the current financial year, which were subjected to a limited review by us, as required under the Listing Regulations.

Our report is not modified in respect of these matters.

**FOR SANJEEV BIMLA & ASSOCIATES  
CHARTERED ACCOUNTANTS  
(FRN No : 008840**

**CA Abhinav Gupta  
Partner**

**M.NO. 544394  
UDIN: 21544394AAAACD8930**

**PLACE: DELHI  
DATE: 30.06.2021**

## BALANCE SHEET AS AT 31ST MARCH, 2021

(Amount in Rs.)

Particulars	Note No.	As at31.03.2021	As at31.03.2020
<b>ASSETS</b>			
<b>1. Non-current assets</b>			
a) Property, plant and equipment	3	-	-
b) Capital work-in-progress		-	-
c) Other Intangible Asset		-	-
d) Financial assets			
i) Investments		-	-
ii) Loans	4	36,032,617	23,035,259
iii) Trade receivables		-	-
iv) Other financial Assets	5	-	-
e) Deferred tax assets (Net)	6	-	81,130
f) Other non-current assets	7	-	-
<b>Total non current assets</b>		<b>36,032,617</b>	<b>23,116,389</b>
<b>2. Current assets</b>			
a) Inventories		-	-
b) Financial assets			
i) Investments		-	-
ii) Trade receivables		-	-
iii) Cash and Cash equivalents	8	659,068	8,451,601
iv) Bank balances other than (iii) above		-	-
v) Loans	4	40,122,748	41,886,575
vi) Other Financial Assets	5	-	1,095,629
c) Current Tax assets (Net)	9	377,443	309,059
d) Other current assets	7	14,000	14,000
<b>Total current assets</b>		<b>41,173,259</b>	<b>51,756,864</b>
<b>Total Assets</b>		<b>77,205,876</b>	<b>74,873,253</b>
<b>EQUITY AND LIABILITIES</b>			
<b>EQUITY</b>			
a) Equity Share capital	10	52,600,000	52,600,000
b) Other equity	11	17,298,638	17,038,972
<b>Total Equity</b>		<b>69,898,638</b>	<b>69,638,972</b>
<b>LIABILITIES</b>			
<b>1. Non-current liabilities</b>			
a) Financial liabilities			
i) Borrowings		-	-
ii) Trade payables	12	-	-
iii) Other financial liabilities	13	-	-
b) Provisions	14	-	-
c) Deferred tax liabilities (Net)	6	-	-
<b>Total Non Current Liabilities</b>		<b>-</b>	<b>-</b>

<b>2. Current liabilities</b>			
a) Financial liabilities			
i) Borrowings		-	-
ii) Trade and other payables	12	-	-
-total outstanding dues of micro enterprises and small enterprises; and		98,667	84,911
- total outstanding dues of creditors other than micro & small enterprises		736,699	1,335,085
iii) Other financial liabilities	13	6,213,261	3,414,246
b) Provisions	14	258,611	400,039
c) Current tax liabilities (Net)	9	-	-
d) Other current liabilities		-	-
<b>Total current liabilities</b>		<b>7,307,238</b>	<b>5,234,281</b>
<b>Total liabilities</b>		<b>7,307,238</b>	<b>5,234,281</b>
<b>Total Equity and liabilities</b>		<b>77,205,876</b>	<b>74,873,253</b>

**Significant Accounting Policies & Accompanying Notes form an integral part of the Financial Statements**

As per our report of even date attached

**For Sanjeev Bimla & Associates**

Chartered Accountants  
Firm Registration No. 008840N

**Abhinav Gupta**  
Partner  
Membership No. 544394

Place: New Delhi  
Date: 30.06.2021

For & on behalf of Board of Directors  
**LARK TRADING AND FINANCE LIMITED**

**Ankit Tayal**  
Director & CFO  
DIN: 03055997

**Shaweta Arora**  
Company Secretary  
M.No. - A42045

**Sumit Tayal**  
Whole time Director  
DIN: 6598044

## STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH, 2021

(Amount in Rs.)

Particulars	Notes	As at 31.03.2021	As at 31.03.2020
<b>Income:</b>			
Revenue From Operations	15	7,012,561	7,314,766
Other Income	16	2,749	106,115
<b>Total Revenue</b>		<b>7,015,310</b>	<b>7,420,881</b>
<b>Expenses:</b>			
Changes in Inventories of Stock-in-Trade		-	-
Employee Benefits Expense	17	4,646,000	4,486,810
Depreciation	3	-	-
Other Expenses	18	1,931,426	2,377,757
<b>Total Expenses</b>		<b>6,577,426</b>	<b>6,864,567</b>
<b>Profit/ (Loss) before tax and exceptional items</b>		<b>437,884</b>	<b>556,314</b>
<b>Less: Exceptional Items</b>		-	-
<b>Profit/ (Loss) before tax</b>		<b>437,884</b>	<b>556,314</b>
<b>Tax expense:</b>			
(1) Current Tax		97,089	154,724
(2) Deferred Tax		81,129	(26,856)
(3) Income tax for earlier year		-	(31,256)
<b>Profit/(Loss) after Tax</b>		<b>259,666</b>	<b>459,702</b>
<b>Other Comprehensive income</b>			
(A) Other comprehensive income to be reclassified to profit or loss in subsequent periods:			
(i) Net gain/(loss) on above		-	-
(ii) Tax effect on above		-	-
(B) Other comprehensive income not to be reclassified to profit or loss in subsequent periods:			
(i) Net gain/(loss) on above		-	-
(ii) Tax effect on above		-	-
<b>Total Comprehensive Income for the period (Comprising Profit and Other Comprehensive Income for the period)</b>		<b>259,666</b>	<b>459,702</b>
<b>Earnings per Equity Share (Face Value of Rs. 10 each)</b>	19		
Basic/Diluted		<b>0.05</b>	<b>0</b>

Significant Accounting Policies &amp; Accompanying Notes form an integral part of the Financial Statements

As per our report of even date attached

**For Sanjeev Bimla & Associates**

Chartered Accountants

Firm Registration No. 008840N

For &amp; on behalf of Board of Directors

**LARK TRADING AND FINANCE LIMITED****Abhinav Gupta**

Partner

Membership No. 544394

**Ankit Tayal**

Director &amp; CFO

DIN: 03055997

**Sumit Tayal**

Whole time Director

DIN: 6598044

Place: New Delhi

Date: 30.06.2021

**Shaweta Arora**

Company Secretary

M.No. - A42045

## Cash Flow Statement for the Year ended 31st March, 2021

(Amount in Rs.)

PARTICULARS	For the Year Ended 31.03.2021	For the Year Ended 31.03.2020
<b>A. Cash Flow from Operating Activities :</b>		
Net Profit before tax and extraordinary items	437,884	556,314
Depreciation	-	-
Sundry balance written back	-	(79,775)
Sundry balance written off	-	3,500
Fixed Asset written off	-	-
<b>Operating Profit before Working Capital Changes</b>	<b>437,884</b>	<b>480,039</b>
<b>Movements in Working Capital :</b>		
Increase/(Decrease) in Trade Payables	(584,630)	1,324,766
Increase/(Decrease) in Short Term Provisions	(141,428)	166,112
Increase/(Decrease) in Long Term Provisions	-	-
Increase/(Decrease) in Other financial liabilities	2,799,015	1,278,829
Decrease/(Increase) in Long Term Loans	(12,997,358)	42,022,382
Decrease/(Increase) in Short term Loans	1,763,827	(36,262,010)
Decrease/(Increase) in other financial assets	1,095,629	(410,141)
Decrease/(Increase) in other current assets	293,099	19,500
<b>Cash generated from operations/(Used in) Operations</b>	<b>(7,333,961)</b>	<b>8,619,478</b>
Direct taxes paid (Net of refunds)	(458,572)	(2,007,780)
<b>Net Cash from operating activities</b>	<b>(7,792,533)</b>	<b>6,611,698</b>
<b>B. Cash Flow from Investing Activities</b>		
(Purchase)/Sale of Investments	-	-
<b>Net Cash used in investing activities</b>	<b>-</b>	<b>-</b>
<b>C. Cash Flow from Financing Activities</b>		
Issue of Share	-	-
<b>Net Cash used in Financing Activities</b>	<b>-</b>	<b>-</b>
<b>Net increase/(decrease) in Cash or Cash Equivalents (A+B+C)</b>	<b>(7,792,533)</b>	<b>6,611,698</b>
<b>Cash and Cash Equivalents as at (Opening Balance)</b>	<b>8,451,601</b>	<b>1,058,023</b>
<b>Cash and Cash Equivalents as at (Closing Balance)</b>	<b>659,068</b>	<b>7,669,720</b>
<b>COMPONENTS OF CASH AND CASH EQUIVALENT</b>	<b>For the Year Ended 31.03.2021</b>	<b>For the Year Ended 31.03.2020</b>
<b>Cash &amp; Cash Equivalents</b>		
Bank Balance		
On Current Account	511,068	8,451,601
Cash on hand	148,000	-
<b>Total</b>	<b>659,068</b>	<b>8,451,601</b>

**Note :**

- The above Cash Flow Statement has been prepared under the "Indirect Method" as prescribed under Indian Accounting Standard 7 notified in Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rule, 2014.
- Figures in bracket indicate cash outgo.
- Previous year's figures have been regrouped/ recasted wherever necessary.

**For Sanjeev Bimla & Associates**

Chartered Accountants  
Firm Registration No. 008840N

For & on behalf of Board of Directors  
**LARK TRADING AND FINANCE LIMITED**

**Abhinav Gupta**  
Partner  
Membership No. 544394

**Ankit Tayal**  
Director & CFO  
DIN: 03055997

**Sumit Tayal**  
Whole time Director  
DIN: 6598044

Place: New Delhi  
Date: 30.06.2021

**Shaweta Arora**  
Company Secretary  
M.No. - A42045

## Statement of Changes in equity for the year ended 31st March, 2021

Particulars	Equity share Capital	Reserve and Surplus			Other Comprehensive Income		Total Other Equity
		RBI Reserve Fund	Retained Earnings	Securities Premium	Equity Instruments through Other Comprehensive Income	Other Items of Other Comprehensive Income	
As at 1 April, 2017	52,600,000	496,888	1,882,088	11,900,000	-	-	14,278,976
Changes in accounting policy	-	-	-	-	-	-	-
Prior period errors	-	-	-	-	-	-	-
Restated balance at the beginning of the reporting period	52,600,000	496,888	1,882,088	11,900,000	-	-	14,278,976
Profit for the year	-	-	2,587,469	-	-	-	2,587,469
Other comprehensive income	-	-	-	-	-	-	-
total comprehensive income for the year	-	-	2,587,469	-	-	-	2,587,469
Transfer to RBI reserve fund	-	517,494	(517,494)	-	-	-	-
Any other change	-	-	-	-	-	-	-
As at 31 March, 2018	52,600,000	1,014,382	3,952,063	11,900,000	-	-	16,866,445
As at 1 April, 2018	52,600,000	1,014,382	3,952,063	11,900,000	-	-	16,866,445
Changes in accounting policy	-	-	-	-	-	-	-
Prior period errors	-	-	(1,123,404)	-	-	-	(1,123,404)
Restated balance at the beginning of the reporting period	52,600,000	1,014,382	2,828,659	11,900,000	-	-	15,743,041
Profit for the year	-	-	836,228	-	-	-	836,228
Other comprehensive income	-	-	-	-	-	-	-
total comprehensive income for the year	-	-	836,228	-	-	-	836,228
Transfer to RBI reserve fund	-	167,246	(167,246)	-	-	-	-
Any other change	-	-	-	-	-	-	-
As at 31 March, 2019	52,600,000	1,181,627	3,497,642	11,900,000	-	-	16,579,269
As at 1 April, 2019	52,600,000	1,181,627	3,497,642	11,900,000	-	-	16,579,269
Changes in accounting policy	-	-	-	-	-	-	-
Prior period errors	-	-	-	-	-	-	-
Restated balance at the beginning of the reporting period	52,600,000	1,181,627	3,497,642	11,900,000	-	-	16,579,269
Profit for the year	-	-	459,702	-	-	-	459,702
Other comprehensive income	-	-	-	-	-	-	-
total comprehensive income for the year	-	-	459,702	-	-	-	459,702
Transfer to RBI reserve fund	-	91,940	(91,940)	-	-	-	-
Any other change	-	-	-	-	-	-	-
As at 31 March, 2020	52,600,000	1,273,568	3,865,404	11,900,000	-	-	17,038,972
As at 1 April, 2020	52,600,000	1,273,568	3,865,404	11,900,000	-	-	17,038,972
Changes in accounting policy	-	-	-	-	-	-	-
Prior period errors	-	-	-	-	-	-	-
Restated balance at the beginning of the reporting period	52,600,000	1,273,568	3,865,404	11,900,000	-	-	17,038,972
Profit for the year	-	-	259,666	-	-	-	259,666
Other comprehensive income	-	-	-	-	-	-	-
total comprehensive income for the year	-	-	259,666	-	-	-	259,666
Transfer to RBI reserve fund	-	51,933	(51,933)	-	-	-	-
Any other change	-	-	-	-	-	-	-
As at 31 March, 2021	52,600,000	1,325,501	4,073,137	11,900,000	-	-	17,298,638

Significant Accounting Policies &amp; Accompanying Notes form an integral part of the Financial Statements

As per our report of even date attached  
For Sanjeev Bimla & Associates

Chartered Accountants

Firm Registration No. 008840N

For & on behalf of Board of Directors  
LARK TRADING AND FINANCE LIMITED

Abhinav Gupta

Partner

Membership No. 544394

Place: New Delhi

Date: 30.06.2021

Ankit Tayal

Director &amp; CFO

DIN: 03055997

Shaweta Arora

Company Secretary

M.No. - A42045

Sumit Tayal

Whole time Director

DIN: 6598044

## Notes to the Ind AS Financial Statements for the year ended 31st March, 2021

### Background

Lark Trading and Finance Limited ('the Company' or 'LTFL') was incorporated on 22nd December 1987 and is domiciled in India. The Company is registered with the Reserve Bank of India (RBI) as a Non-Banking Financial Company vide Certificate No B-12.00382. The Company is primarily engaged in Lending business.

### 1. Basis for preparation

#### a) Statement of compliance

"The financial statements have been prepared in accordance with Indian Accounting Standards ('Ind AS') as notified by Ministry of Corporate Affairs pursuant to Section 133 of the Companies Act, 2013 ('the Act') read with the Companies (Indian Accounting Standards) Rules, 2015, the directions issued by Reserve Bank of India (RBI) as applicable to Non Banking Finance Company (NBFC), as amended from time to time. The financial statements have been prepared under the historical cost convention, as modified by the application of fair value measurements required or allowed by relevant Indian accounting standards. Accounting policies have been consistently applied to all periods presented, unless otherwise stated.

The Company has adopted all the Ind AS and the adoption was carried out in accordance with Ind AS 101 – "First time adoption of Indian Accounting Standards". The transition was carried out from Accounting Principles generally accepted in India (IGAAP) as prescribed under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014, which was the previous GAAP. Reconciliation and descriptions of the effect of the transition has been summarised in Note 2.

Accounting Policies have been consistently applied except where a newly issued accounting standard is initially adopted or a revision to an existing accounting standard requires a change in the accounting policy hitherto in use.

#### b) Historical cost convention

The financial statements have been prepared under the historical cost convention on accrual basis, unless otherwise stated.

#### c) Functional currency:

The financial statements are presented in INR, which is also the functional currency of the Company as Functional currency is the currency of the primary economic environment in which the entity operates.

#### d) Current/Non-current classification of assets/liabilities

All assets and liabilities have been classified as current or non-current as per the criteria set out in the Schedule III to The Companies Act, 2013. The Company has ascertained its operating cycle as 12 months for the purpose of current/non-current classification of assets and liabilities. However, operating cycle for the business activities of the Company covers the duration of the specific contract/agreement/service and extends up to the realisation of receivables within the agreed credit period normally applicable to the respective lines of business.

### 1.1 Use of Estimates and Judgements

The preparation of financial statements in conformity with Ind AS requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income, expenses and disclosures of contingent assets and liabilities at the date of these financial statements. Actual results may differ from those estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised and in any future periods affected. Their effects, if material, are disclosed in the notes to the financial statements.

#### Critical estimates and judgments

The areas involving critical estimates or judgments are:

- Estimated useful life of property, plant and equipment and intangible asset

The estimated useful life of property, plant and equipment is based on a number of factors including the effects of obsolescence, demand, competition and other economic factors (such as the stability of the industry and known



technological advances) and the level of maintenance expenditures required to obtain the expected future cash flows from the asset.

The Company reviews, at the end of each reporting date, the useful life of property, plant and equipment and intangible asset and changes, if any, are adjusted prospectively, if appropriate

- **Fair value measurement**

Management uses valuation techniques in measuring the fair value of financial instruments where active market quotes are not available. Details of the assumptions used are given in the notes regarding financial assets and liabilities. In applying the valuation techniques, management makes maximum use of market inputs and uses estimates and assumptions that are, as far as possible, consistent with observable data that market participants would use in pricing the instrument. Where applicable data is not observable, management uses its best estimate about the assumptions that market participants would make. These estimates may vary from the actual prices that would be achieved in an arm's length transaction at the reporting date.

## 1.2 Summary of significant accounting policies

### a) Property, Plant and Equipment

Property, Plant and Equipment (PPE) are stated at cost less accumulated depreciation and impairment losses, if any. Cost comprises the purchase price and any attributable cost of bringing the asset to its working condition for its intended use. Borrowing costs relating to acquisition of assets which takes substantial period of time to get ready for its intended use are also included to the extent they relate to the year till such assets are ready to be put to use. Any trade discounts and rebates are deducted in arriving at the purchase price.

#### *Transition to Ind AS*

On transition to Ind AS, the company has elected to continue with the carrying value of all of its property, plant and equipment recognised as at 1 April 2018 measured as per the previous GAAP and use that carrying value as the deemed cost of the property, plant and equipment.

### b) Intangible assets

An intangible asset is recognized, where it is probable that the future economic benefits attributable to the asset will flow to the enterprise and where its cost can be reliably measured.

Cost of an internally generated asset comprises of all expenditure that can be directly attributed, or allocated on a reasonable and consistent basis, to create, produce and make the asset ready for its intended use.

Losses arising from the retirement of, and gain or losses arising from disposal of an intangible asset are determined as the difference between the net disposal proceeds and the carrying amount of asset and recognised as income or expense in the Statement of Profit and Loss.

Intangible assets are stated at cost of acquisition less accumulated amortization and impairment loss.

### c) Capital work-in-progress/ intangibles under development

Capital work-in-progress (including intangible assets under development) represents expenditure incurred in respect of capital projects/intangible assets under development and are carried at cost. Cost includes related acquisition expenses, development costs, borrowing costs (wherever applicable) and other direct expenditure.

### d) Depreciation and amortization methods, estimated useful lives and residual value

Property, Plant and Equipment are stated at cost of acquisition less accumulated depreciation.

Depreciation on Property, Plant and Equipment is provided to the extent of depreciable amount on the Written Down Value (WDV) Method. Depreciation is provided on useful life of the assets as prescribed in Schedule II to the Companies Act, 2013.

Depreciation on addition to fixed assets is provided on pro-rata basis from the date the assets are ready to use. Depreciation on sale / deduction from fixed assets is provided for upto the date of sale, deduction, discardment as the case may be.

Amortization on the intangible assets is provided on pro-rata basis on the straight-line method based on management's estimate of useful life. Licensed intangible assets are amortised over the period of license or expected useful life, whichever is shorter.

Depreciation and amortization methods, useful lives and residual values are reviewed at the end of each reporting period and adjusted if appropriate.

**e) Revenue recognition**

Revenue is recognised to the extent that it is probable that the economic benefit will flow to the company and revenue can be reliably measured.

The Company derives its revenue from providing loans/credit facilities to various customers.

Revenue from Interest income is accounted for on accrual basis except that no interest income is recognised on Non-Performing/Doubtful Assets, considering prudential norms for income recognition prescribed by the Reserve Bank of India for Non Banking Financial Companies. Interest income on such assets is recognized when the amount is received and appropriated towards interest..

Revenue from interest income on fixed deposits with banks is recognized on time proportion basis taking into account the amount outstanding and the rate applicable.

**f) Investment and other financial assets**

**1. Classification**

The Company classifies its financial assets in the following measurement categories:

- i. those to be measured at fair value (either through other comprehensive income, or through profit or loss),
- ii. those measured at amortized cost; and

The classification depends on the entity's business model for managing the financial assets and the contractual terms of the cash flows.

For assets measured at fair value, gains and losses will either be recorded in profit or loss or other comprehensive income. For investments in debt instruments, this will depend on the business model in which the investment is held. For investments in equity instruments, this will depend on whether the Company has made an irrevocable election at the time of initial recognition to account for the equity investment at fair value through other comprehensive income.

The Company reclassifies debt investments when and only when its business model for managing those assets changes.

**2. Initial Measurement**

At initial recognition, the Company measures a financial asset at its fair value plus, in the case of a financial asset not at fair value through profit or loss, transaction costs that are directly attributable to the acquisition of the financial asset. Transaction costs of financial assets carried at fair value through profit or loss are expensed in the statement of profit and loss.

**3. Subsequent Measurement:**

**3.1 Debt instruments**

Subsequent measurement of debt instruments depends on the Company's business model for managing the asset and the cash flow characteristics of the asset. There are three measurement categories into which the Company classifies its debt instruments:

**Amortised cost:**

Assets that are held for collection of contractual cash flows with specified dates and where those cash flows represent solely payments of principal and interest are measured at amortised cost using the effective interest rate method. A gain or loss on a debt investment that is subsequently measured at amortised cost and is not part of a hedging relationship is recognised in the statement of profit and loss when the asset is derecognised or impaired. Interest income from these financial assets is included in finance income using the effective interest rate method.

**Fair value through other comprehensive income (FVOCI):**

Assets that are held for collection of contractual cash flows and for selling the financial assets, where the assets' cash flows represent solely payments of principal and interest, are measured at fair value through other comprehensive income (FVOCI). Movements in the carrying amount are taken through OCI, except for the

recognition of impairment gains or losses, interest revenue and foreign exchange gains and losses which are recognised in the statement of profit and loss. When the financial asset is derecognised, the cumulative gain or loss previously recognised in OCI is reclassified from equity to the statement of profit and loss and recognised in other gains/ (losses). Interest income from these financial assets is included in other income using the effective interest rate method.

#### **Fair value through profit or loss (FVTPL):**

Assets that do not meet the criteria for amortised cost or FVOCI are measured at fair value through statement of profit and loss. A gain or loss on a debt investment that is subsequently measured at fair value through profit or loss and is not part of a hedging relationship is recognised in the statement of profit and loss and presented net in the statement of profit and loss within other gains/(losses) in the period in which it arises. Interest income from these financial assets is included in other income.

### **3.2 Equity instruments**

All equity investments in scope of Ind AS 109 are measured at fair value. For equity instruments, the Company may make an irrevocable election to present in other comprehensive income subsequent changes in the fair value. The Company makes such election on an instrument by-instrument basis. The classification is made on initial recognition and is irrevocable.

If the Company decides to classify an equity instrument as at FVOCI, then all fair value changes on the instrument, excluding dividends, are recognised in the OCI. There is no recycling of the amounts from OCI to the Statement of Profit and Loss, even on sale of investment. However, the Company may transfer the cumulative gain or loss within equity. Equity instruments included within the FVPL category are measured at fair value with all changes recognised in the Statement of Profit and Loss.

#### **Investments in subsidiaries/ joint ventures/associates**

Investments are carried at cost less accumulated impairment losses, if any. Where an indication of impairment exists, the carrying amount of the investment is assessed and written down immediately to its recoverable amount. On disposal of investments, the difference between net disposal proceeds and the carrying amounts are recognized in the Statement of Profit and Loss.

### **4. Impairment of financial assets**

The Company assesses on a forward looking basis the expected credit losses associated with its assets carried at amortised cost and FVOCI debt instruments. The impairment methodology applied depends on whether there has been a significant increase in credit risk.

For trade receivables only, the Company applies the simplified approach permitted by Ind AS 109 Financial Instruments, which requires expected lifetime losses to be recognised from initial recognition of the receivables. The Company has used a practical expedient as permitted under Ind AS 109. This expected credit loss allowance is computed based on a provision matrix which takes into account historical credit loss experience and adjusted for forward-looking information.

### **5. Derecognition of financial asset**

A financial asset is derecognised only when the Company has transferred the rights to receive cash flows from the financial asset or retains the contractual rights to receive the cash flows of the financial asset, but assumes a contractual obligation to pay the cash flows to one or more recipients.

Where the entity has transferred an asset, the Company evaluates whether it has transferred substantially all risks and rewards of ownership of the financial asset. In such cases, the financial asset is derecognised.

Where the entity has neither transferred a financial asset nor retains substantially all risks and rewards of ownership of the financial asset, the financial asset is derecognised if the Company has not retained control of the financial asset. Where the Company retains control of the financial asset, the asset is continued to be recognised to the extent of continuing involvement in the financial asset.

### **g) Financial Liabilities**

#### **Borrowings**

Borrowings are initially recognised at fair value, net of transaction costs incurred. Borrowings are subsequently measured at amortised cost. Any difference between the proceeds (net of transaction costs) and the redemption

amount is recognised in the statement of profit and loss over the period of the borrowings using the effective interest method. Fees paid on the establishment of loan facilities are recognised as transaction costs of the loan.

The fair value of the liability portion of optionally convertible bonds is determined using a market interest rate for equivalent non-convertible bonds. This amount is recorded as a liability on an amortised cost basis until extinguished on conversion or redemption of the bonds. The remainder of the proceeds is attributable to the equity portion of the compound instrument. This is recognised and included in shareholders' equity, net of income tax effects, and not subsequently remeasured.

Borrowings, where there is an change in the terms of the agreements whether monetary, non-monetary or both shall be accounted for as an modification or an extinguishment of the original financial liability and the recognition of a new liability. The difference between the carrying amount of a financial liability (or part of a financial liability) extinguished or transferred to another party and the consideration paid, including any non-cash assets transferred or liabilities assumed, shall be recognised in the statement of profit and loss.

Borrowings are classified as current liabilities unless the Company has an unconditional right to defer settlement of the liability for at least 12 months after the reporting period. Where there is a breach of a material provision of a long-term loan arrangement on or before the end of the reporting period with the effect that the liability becomes payable on demand on the reporting date, the entity does not classify the liability as current, if the lender agreed, after the reporting period and before the approval of the financial statements for issue, not to demand payment as a consequence of the breach.

#### **Trade and other payables**

These amounts represent liabilities for goods and services provided to the Company prior to the end of financial year which are unpaid. The amounts are unsecured and are usually paid within the operating cycle of the business. Trade and other payables are presented as current liabilities unless payment is not due within 12 months after the reporting period. They are recognised initially at their fair value and subsequently measured at amortised cost using the effective interest method, if any.

#### **Financial Guarantee Contracts**

Financial guarantee contracts issued by the group are those contracts that require a payment to be made to reimburse the holder for a loss it incurs because the specified debtor fails to make a payment when due in accordance with the terms of a debt instrument. Financial guarantee contracts are recognised initially as a liability at fair value, adjusted for transaction costs that are directly attributable to the issuance of the guarantee. Subsequently, the liability is measured at the higher of the amount of impairment loss allowance determined as per impairment requirements of Ind-AS 109 and the amount recognised less cumulative amortisation.

#### **Derecognition**

A financial liability is derecognized when the obligation under the liability is discharged or cancelled or expires. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the derecognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognized in the statement of profit or loss.

#### **h) Income taxes**

Income tax expense for the year comprises of current tax and deferred tax. Income tax is recognized in the Statement of Profit and Loss except to the extent that it relates to items recognized in 'Other comprehensive income' or directly in equity and Regulatory Assets, in which case the tax is recognized in 'Other comprehensive income' or directly in equity, respectively.

The income tax expense or credit for the period is the tax payable on the current period's taxable income based on the applicable income tax rate adjusted by changes in deferred tax assets and liabilities arising on the temporary differences and to unused tax losses.

#### **Current tax**

Calculation of current tax is based on tax rates applicable for the respective years on the basis of tax law enacted or substantially enacted at the end of the reporting period. Current income tax assets and/or liabilities comprise those obligations to, or claims from, fiscal authorities relating to the current or prior reporting periods, that are unpaid/un-recovered at the reporting date. Current tax is payable on taxable profit, which differs from the profit or

loss in the financial statements. Current tax is charged to statement of profit and loss. Provision for current tax is made after taking into consideration benefits admissible under Income Tax Act, 1961.

**Deferred taxes**

Deferred income taxes are calculated, without discounting using the balance sheet method on temporary differences between the carrying amounts of assets and liabilities and their tax bases using the tax laws that have been enacted or substantively enacted by the reporting date. However, deferred tax is not provided on the initial recognition of an asset or liability unless the related transaction is a business combination or affects tax or accounting profit. Tax losses available to be carried forward and other income tax credits available to the entity are assessed for recognition as deferred tax assets.

Deferred tax liabilities are always provided for in full. Deferred tax assets are recognised to the extent that it is probable that they will be able to be utilized against future taxable income. Deferred tax arising during the holiday period is not recognised to the extent that the management expects its reversal during holiday period.

Deferred tax assets are recognised to the extent that it is probable that the underlying tax loss or deductible temporary difference will be utilised against future taxable income. This is assessed based on the Company's forecast of future operating income at each reporting date.

Deferred tax assets and liabilities are offset only when the entity has a right and intention to set off current tax assets and liabilities from the same taxation authority.

**Minimum Alternative Tax (MAT)**

Minimum alternate tax credit entitlement paid in accordance with tax laws, which gives rise to future economic benefit in form of adjustment to future tax liability, is considered as an asset to the extent management estimates its recovery in future years.

**i) Leases**

**Operating lease**

Leases, where the lessor effectively retains substantially all the risks and benefits of ownership of the leased item, are classified as operating leases.

Lease rentals in respect of operating lease arrangements including assets taken on operating lease are recognized as an expense in the Statement of Profit and Loss on straight line basis over the lease term.

**Finance lease**

**Where the Company is lessee**

Finance leases, which effectively transfer to the Company substantially all the risks and benefits incidental to ownership of the leased item, are capitalized at the inception of the lease term at the lower of the fair value of the leased property and present value of minimum lease payments. Lease payments are apportioned between the finance charges and reduction of the lease liability so as to achieve a constant rate of interest on the remaining balance of the liability. Finance charges are recognised as finance costs in the Statement of Profit and Loss. Lease management fees, legal charges and other initial direct costs of lease are capitalised.

A leased asset is depreciated on a straight-line basis over the useful life of the asset as determined by the management or the useful life envisaged in Schedule II to the Act, whichever is lower. However, if there is no reasonable certainty that the Company will obtain the ownership by the end of the lease term, the capitalized asset is depreciated on a straight-line basis over the shorter of the estimated useful life of the asset, the lease term and the useful life envisaged in Schedule II to the Act.

Leases, where the lessor effectively retains substantially all the risks and benefits of ownership of the leased item, are classified as operating leases. Operating lease payments are recognised as an expense in the Statement of Profit and Loss on a straight-line basis over the lease term.

**Where the Company is the lessor:**

Leases in which the Company transfers substantially all the risks and benefits of ownership of the asset are classified as finance leases. Assets given under finance lease are recognised as a receivable at an amount equal to the net investment in the lease. After initial recognition, the Company apportions lease rentals between the principal repayment and interest income so as to achieve a constant periodic rate of return on the net investment

outstanding in respect of the finance lease. The interest income is recognised in the Statement of Profit and Loss. Initial direct costs such as legal costs, brokerage costs, etc. are recognised immediately in the Statement of Profit and Loss.

**j) Impairment of non-financial assets**

Assessment for impairment is done at each Balance Sheet date as to whether there is any indication that a non-financial asset may be impaired. Indefinite-life intangibles are subject to a review for impairment annually or more frequently if events or circumstances indicate that it is necessary.

For the purpose of assessing impairment, the smallest identifiable group of assets that generates cash inflows from continuing use that are largely independent of the cash inflows from other assets or group of assets is considered as a cash generating unit. Goodwill acquired in a business combination is, from the acquisition date, allocated to each of the company's cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the acquiree are assigned to those units.

If any indication of impairment exists, an estimate of the recoverable amount of the individual asset/cash generating unit is made. Asset/cash generating unit whose carrying value exceeds their recoverable amount are written down to the recoverable amount by recognizing the impairment loss as an expense in the Statement of Profit and Loss. The impairment loss is allocated first to reduce the carrying amount of any goodwill (if any) allocated to the cash generating unit and then to the other assets of the unit pro rata based on the carrying amount of each asset in the unit. Recoverable amount is higher of an asset's or cash generating unit's fair value less cost of disposal and its value in use. Value in use is the present value of estimated future cash flows expected to arise from the continuing use of an asset or cash generating unit and from its disposal at the end of its useful life. Assessment is also done at each Balance Sheet date as to whether there is any indication that an impairment loss recognized for an asset in prior accounting periods may no longer exist or may have decreased. An impairment loss is reversed if there has been a change in the estimates used to determine the recoverable amount. An impairment loss is reversed only to the extent that the assets carrying amount does not exceed the carrying amount that would have been determined, net of depreciation and amortization, if no impairment loss had been recognized. An impairment loss recognized for goodwill is not reversed in subsequent periods.

**k) Offsetting financial instruments**

Financial assets and liabilities are offset and the net amount is reported in the balance sheet where there is a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis or realise the asset and settle the liability simultaneously. The legally enforceable right must not be contingent on future events and must be enforceable in the normal course of business and in the event of default, insolvency or bankruptcy of the Company or the counterparty

**l) Contingent liabilities, contingent assets and provisions**

**Contingent liabilities**

A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the Company or a present obligation that is not recognized because it is not probable that an outflow of resources will be required to settle the obligation. A contingent liability also arises in extremely rare cases where there is a liability that cannot be recognized because it cannot be measured reliably. The Company does not recognize a contingent liability but discloses its existence in the Financial Statements.

**Contingent Assets**

Possible inflows of economic benefits to the entity that do not yet meet the recognition criteria of an asset are considered contingent assets.

**Provisions**

A provision is recognized when the Company has a present obligation or constructive obligation as a result of past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation.

Provisions are discounted to their present value and are determined based on the best estimate required to settle the obligation at the reporting date. These estimates are reviewed at each reporting date and adjusted to reflect the current best estimates.



Where the Company expects some or all of a provision to be reimbursed, the reimbursement is recognized as a separate asset but only when the reimbursement is virtually certain, and the amount of recovery can be measured reliably. The expense relating to any provision is presented in the Statement of Profit and Loss net of any reimbursement.

**m) Equity and Reserves**

Share capital represents the nominal value of shares that have been issued.

Proceeds received in addition to the nominal value of the shares issued during the year have been included in "additional paid-in capital".

**n) Earnings per share**

Basic earnings per share is calculated by dividing the net profit or loss for the year attributable to equity shareholders after tax by the weighted average number of equity shares outstanding during the year. The weighted average number of equity shares outstanding during the period, are adjusted for events of bonus issued to existing shareholders.

For the purpose of calculating diluted earnings per share, the net profit or loss attributable to equity shareholders and the weighted average number of shares outstanding are adjusted for the effects of all dilutive potential equity shares, if any.

**o) Cash and cash equivalents**

For the purpose of presentation in the statement of cash flows, cash and cash equivalents includes cash on hand, deposits held at call with financial institutions, other short-term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities in the balance sheet.

**p) Employee benefits**

**Short term employee benefits**

Short term benefits comprise of employee costs such as salaries and bonuses are accrued in the year in which the associated services are rendered by employees and are measured at the amounts expected to be paid when the liabilities are settled.

The liabilities are presented as current employee benefit obligations in the balance sheet.

**Other long-term employee benefits**

Leave encashment is non vesting in nature.

**Post-employment obligations**

The Company operates the following post-employment schemes:

- (a) defined benefit plans such as gratuity, pension, post-employment medical plans; and
- (b) defined contribution plans such as provident fund.

**Gratuity obligations**

Gratuity provision has been made in accordance with The Payment of Gratuity Act, 1872.

**q) Exceptional items**

Items of income or expense from ordinary activities which are of such size, nature or incidence that, their disclosure is relevant to explain the performance of the enterprises for the period, are disclosed separately in the Statement of Profit and Loss.

**r) Measurement of fair values**

A number of the accounting policies and disclosures require measurement of fair values, for both financial and non-financial assets and liabilities. Fair values are categorized into different levels in a fair value hierarchy based on the inputs used in the valuation techniques as follows:

Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2: inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).

Level 3: inputs for the asset or liability that are not based on observable market data (unobservable inputs).

The Company has an established control framework with respect to the measurement of fair values. This includes a finance team that has overall responsibility for overseeing all significant fair value measurements, including Level 3 fair values.

The finance team regularly reviews significant unobservable inputs and valuation adjustments. If third party information, is used to measure fair values, then the finance team assesses the evidence obtained from the third parties to support the conclusion that these valuations meet the requirements of Ind AS, including the level in the fair value hierarchy in which the valuations should be classified.

When measuring the fair value of an asset or a liability, the Company uses observable market data as far as possible. If the inputs used to measure the fair value of an asset or a liability fall into different levels of the fair value hierarchy, then the fair value measurement is categorised in its entirety in the same level of the fair value hierarchy as the lowest level input that is significant to the entire measurement.

The Company recognises transfers between levels of the fair value hierarchy at the end of the reporting period during which the change has occurred. Further information about the assumptions made in measuring fair values used in preparing these financial statements is included in the respective notes.



## Notes to the Financial Statements as at 31st March, 2021

**Note : 3 Property, Plant and Equipment****Assets under active use**

(Amount in Rs.)

Particulars	Air Conditioner	Mobile Phone	Refrigerator	Furniture & Fixtures	Total
<b>Gross carrying value as at 1 April, 2018</b>	<b>500</b>	<b>255</b>	<b>1,295</b>	<b>162</b>	<b>2,212</b>
Additions	-	-	-	-	-
Disposals/Adjustments	-	-	-	-	-
<b>Gross carrying value as at 31 March, 2019</b>	<b>500</b>	<b>255</b>	<b>1,295</b>	<b>162</b>	<b>2,212</b>
Additions	-	-	-	-	-
Disposals/Adjustments	(500)	(255)	(1,295)	(162)	(2,212)
<b>Gross carrying value as at 31 March, 2020</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Depreciation &amp; Impairment</b>					
<b>Accumulated depreciation as at 1 April, 2018</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Depreciation charge for the year	-	-	-	-	-
Disposals	-	-	-	-	-
<b>Accumulated depreciation as at 31 March, 2019</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Depreciation charge for the year	-	-	-	-	-
Disposals	-	-	-	-	-
<b>Accumulated depreciation as at 31 March, 2020</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Depreciation charge for the year	-	-	-	-	-
Disposals	-	-	-	-	-
<b>Accumulated depreciation as at 31 March, 2021</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net book value</b>					
At 31 March, 2021	-	-	-	-	-
At 31 March, 2020	-	-	-	-	-
At 31 March, 2019	500	255	1,295	162	2,212
At 1 April, 2018	500	255	1,295	162	2,212

## Notes to the Ind AS Financial Statements as at 31st March, 2021

(Amount in Rs.)

<b>Note : 4 LOANS</b>	<b>As at 31.03.2021</b>	<b>As at 31.03.2020</b>
<b>Non Current</b>		
<b>Unsecured, Considered Doubtful</b>		
Loan to Others	-	750,000
<b>Unsecured, Considered Good</b>		
Loan to Related Parties	1,600,000	4,004,143
Loan to Others	34,432,616	18,281,116
<b>Sub Total (A)</b>	<b>36,032,617</b>	<b>23,035,259</b>
<b>Current</b>		
<b>Unsecured, Considered Good</b>		
Loan to Related Parties	11,700,000	26,232,345
Loan to Others	28,422,748	15,654,230
<b>Sub Total (B)</b>	<b>40,122,748</b>	<b>41,886,575</b>
<b>Total (A+B)</b>	<b>76,155,365</b>	<b>64,921,834</b>

(Amount in Rs.)

<b>Note : 5 OTHER FINANCIAL ASSETS</b>	<b>As at 31.03.2021</b>	<b>As at 31.03.2020</b>
<b>Non Current</b>		
Others	-	-
<b>Sub Total (A)</b>	-	-
<b>Current</b>		
Income Tax Refundable	-	78,352
Dues from related parties	-	478,577
Advance to parties	-	538,700
<b>Sub Total (B)</b>	-	<b>1,095,629</b>
<b>Total (A+B)</b>	-	<b>1,095,629</b>

(Amount in Rs.)

<b>Note : 6 DEFERRED TAX</b>	<b>As at 31.03.2021</b>	<b>As at 31.03.2020</b>
<b>Deferred Tax Asset (Net)</b>		
Expenses disallowed under Income Tax	-	81,130
<b>Deferred Tax Asset (Closing)</b>	-	<b>81,130</b>
<b>Deferred Tax Liabilities (Net)</b>	-	-

## Notes to the Ind AS Financial Statements as at 31st March, 2021

(Amount in Rs.)

<b>Note : 7 OTHER CURRENT ASSETS</b>	<b>As at 31.03.2021</b>	<b>As at 31.03.2020</b>
<b>Non Current</b>		
Others	-	-
<b>Sub Total (A)</b>	-	-
<b>Current</b>		
<b>(Unsecured, considered good unless otherwise stated)</b>		
Security Deposit	14,000	14,000
<b>Sub Total (B)</b>	<b>14,000</b>	<b>14,000</b>
<b>Total (A+B)</b>	<b>14,000</b>	<b>14,000</b>

(Amount in Rs.)

<b>Note : 8 CASH &amp; BANK BALANCES</b>	<b>As at 31.03.2021</b>	<b>As at 31.03.2020</b>
<b>Cash &amp; Cash Equivalents :</b>		
Banks Balance		
-On Current Account	511,068	8,451,601
Cash On Hand	148,000	-
<b>Total</b>	<b>659,068</b>	<b>8,451,601</b>

(Amount in Rs.)

<b>Note : 9 CURRENT TAX</b>	<b>As at 31.03.2021</b>	<b>As at 31.03.2020</b>
<b>Current Tax Asset (Net)</b>		
Advance Payment of tax ( Net off Provision for tax)	377,443	309,059
<b>Total</b>	<b>377,443</b>	<b>309,059</b>
<b>Current tax liabilities (Net)</b>		
Provision for tax (Net off advance tax & TDS)	-	-
<b>Total</b>	<b>-</b>	<b>-</b>

## Notes to the Ind AS Financial Statements as at 31st March, 2021

(Amount in Rs.)

<b>Note : 10 SHARE CAPITAL</b>	<b>As at 31.03.2021</b>	<b>As at 31.03.2020</b>
<b>Equity Shares</b>		
<b>Authorised</b>		
1,05,00,000 (P.Y. 1,05,00,000) equity shares of Rs. 10/- each	105,000,000	105,000,000
	<b>105,000,000</b>	<b>105,000,000</b>
<b>Issued, Subscribed &amp; Paid Up</b>		
52,60,000 (P.Y. 52,60,000) equity shares of Rs. 10/- each fully paid up	52,600,000	52,600,000
<b>Total</b>	<b>52,600,000</b>	<b>52,600,000</b>

## a. Reconciliation of shares outstanding at the beginning &amp; at the end of the reporting year

(Amount in Rs.)

<b>Equity Shares</b>	<b>Nos.</b>	<b>As at 31.03.2021</b>	<b>Nos.</b>	<b>As at 31.03.2020</b>
At the beginning of the year	5,260,000	52,600,000	5,260,000	52,600,000
Issued during the year	-	-	-	-
Outstanding at the end of the year	5,260,000	52,600,000	5,260,000	52,600,000
<b>Total</b>	<b>5,260,000</b>	<b>52,600,000</b>	<b>5,260,000</b>	<b>52,600,000</b>

b. The company has only one class of equity shares having a par value of 10/- per share. Each holder of equity shares is entitled to one vote per share. The holders of Equity shares are entitled to receive dividends as declared from time to time. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual general Meeting except in the case of Interim dividend. In the event of liquidation of the company, the holders of equity shares will be entitled to receive remaining assets of the company, after distribution of all preferential amounts.

c. The company does not have any Holding Company, ultimate Holding Company or Subsidiary Company.

## d. Details of Shareholders holding more than 5% Shares in the Company

<b>Particulars</b>	<b>Nos.</b>	<b>As at 31.03.2021 % Holding in the class</b>	<b>Nos.</b>	<b>As at 01.04.2020 % Holding in the class</b>
<b>Equity Shares of 10/- Each</b>				
Shivani Khera	<b>700,000</b>	<b>13.31%</b>	<b>700,000</b>	<b>13.31%</b>
Ankit Tayal	<b>750,000</b>	<b>14.26%</b>	<b>750,000</b>	<b>14.26%</b>
Hari OM Tayal	<b>800,000</b>	<b>15.21%</b>	<b>800,000</b>	<b>15.21%</b>
Gunvati Jain	<b>900,000</b>	<b>17.11%</b>	<b>900,000</b>	<b>17.11%</b>

e. No Shares have been reserved for issue under options and contracts/commitments for the sale of Shares/ disinvestment as at the Balance Sheet date.

f. For the period of five years immediately preceding the date as at the Balance Sheet is prepared :

- i) The company has allotted 47,60,000 equity shares of Rs. 10/- each at a premium of Rs. 2.50/- per equity shares by converting convertible warrants in financial year 2016-17.
- ii) No Shares have been allotted as fully paid up by way of bonus shares.
- iii) No Shares has been bought back by the company.

(Amount in Rs.)

<b>Note : 11 OTHER EQUITY</b>	<b>As at 31.03.2021</b>	<b>As at 31.03.2020</b>
RBI Reserve Fund	1,325,501	1,273,568
Security Premium Account	11,900,000	11,900,000
Retained Earnings	4,073,137	3,865,404
Equity instruments through Other Comprehensive Income	-	-
Other Items through Other Comprehensive Income	-	-
<b>Total</b>	<b>17,298,638</b>	<b>17,038,972</b>

(Amount in Rs.)

<b>Note : 12 TRADE &amp; OTHER PAYABLE</b>	<b>As at 31.03.2021</b>	<b>As at 31.03.2020</b>
<b>Non Current</b>		
-Others	-	-
<b>SubTotal (A)</b>	<b>-</b>	<b>-</b>
<b>Current</b> Dues to micro & small enterprises	98,667	84,911
Dues other than micro & small enterprises	736,699	1,335,085
<b>Sub Total (B)</b>	<b>835,366</b>	<b>1,419,996</b>
<b>Total (A+B)</b>	<b>835,366</b>	<b>1,419,996</b>

- i. The information regarding dues to Micro and Small Enterprises as required under Micro, Small & Medium Enterprises Development (MSMED) Act, 2006 as on 31st March 2021 is furnished below:

(Amount in Rs.)

Particulars	As at 31.03.2021	As at 31.03.2020
(i) The principal and the interest due thereon remaining unpaid as at 31st March:		
Principal	98,667	84,911
Interest	-	7,510
(ii) The interest paid by the Company along with the amount of the payment made beyond the appointed day during the year ending 31st March:		
Principal	-	-
Interest	-	-
(iii) Interest due and payable for the period of delay (which have been paid but beyond the appointed day during the year) but without adding the interest specified under the Act.	-	3,907
(iv) Interest accrued and remaining unpaid at the end of the year ending 31st March.	-	7,510
(v) Interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise, for the purpose of disallowance as a deductible expenditure under section 23 of MSME Act.	-	7,510

ii. The information has been given in respect of such suppliers/ service providers to the extent they could be identified as Micro & Small Enterprises on the basis of information available with the Company and have been relied upon by the Auditors.

## Notes to the Ind AS Financial Statements as at 31st March, 2021

(Amount in Rs.)

<b>Note : 13 OTHER FINANCIAL LIABILITIES</b>	<b>As at 31.03.2021</b>	<b>As at 31.03.2020</b>
<b>Non Current</b>		
-Others	-	-
<b>Sub Total (A)</b>	-	-
<b>Current</b>		
Payable to employees	1,722,760	114,500
Dues to Directors	3,210,250	1,293,858
Dues to related parties	820,272	1,105,272
Sitting fees payable	36,500	36,500
Other payables	55,000	40,804
Interest accrued & due to micro & small enterprises*	7,510	7,510
Statutory Dues-		
GST Payable (Net of GST Input )	-	24,232
TDS Payable	360,969	791,570
<b>Sub Total (B)</b>	<b>6,213,261</b>	<b>3,414,246</b>
<b>Total (A+B)</b>	<b>6,213,261</b>	<b>3,414,246</b>

\* Refer Note 12

(Amount in Rs.)

<b>Note : 14 PROVISIONS</b>	<b>As at 31.03.2021</b>	<b>As at 31.03.2020</b>
<b>Non Current</b>		
Provision for Gratuity	-	-
<b>Sub Total (A)</b>	-	-
<b>Current</b>		
Provision against Standard Assets @ 0.25%	233,611	212,039
Provision against Sub-Standard Assets	-	50,000
Provision against Doubtful Assets	50,000	50,000
Provision for Gratuity	-	-
Provision for Statutory Audit Fees	-	63,000
Provision for Secretarial Audit fees	(25,000)	25,000
<b>Sub Total (B)</b>	<b>258,611</b>	<b>400,039</b>
<b>Total (A+B)</b>	<b>258,611</b>	<b>400,039</b>

## Notes to the Ind AS Financial Statements For the Year Ended 31st March, 2021

(Amount in Rs.)

<b>Note : 15 REVENUE FROM OPERATIONS</b>	<b>For the Year Ended 31.03.2021</b>	<b>For the Year Ended 31.03.2020</b>
Interest on Loan	7,012,561	7,314,766
Commission Income	-	-
Success Fees	-	-
<b>Total</b>	<b>7,012,561</b>	<b>7,314,766</b>

(Amount in Rs.)

<b>Note : 16 OTHER INCOME</b>	<b>For the Year Ended 31.03.2021</b>	<b>For the Year Ended 31.03.2020</b>
Short and Excess	-	-
Sundry Balance Written Back	-	79,775
Interest on income tax refund	2,749	26,340
<b>Total</b>	<b>2,749</b>	<b>106,115</b>

(Amount in Rs.)

<b>Note : 17 EMPLOYEE BENEFITS EXPENSE</b>	<b>For the Year Ended 31.03.2021</b>	<b>For the Year Ended 31.03.2020</b>
Salary, Bonus & Allowances	4,646,000	4,486,810
Provision for Gratuity	-	-
<b>Total</b>	<b>4,646,000</b>	<b>4,486,810</b>



(Amount in Rs.)

<b>Note : 18 OTHER EXPENSES</b>	<b>For the Year Ended 31.03.2021</b>	<b>For the Year Ended 31.03.2020</b>
Rent	84,000	84,000
Postage, Telegram & Telephone	-	-
Interest on MSME	-	7,376
Printing and Stationery	12,865	9,500
<b>Payment to Auditors :</b>		
- As Statutory Fees	201,400	188,800
Professional Fees	739,800	1,736,405
Directors Meeting Fees	35,400	18,500
Filing Fees	-	3,600
Bank Charges and Commission	48,446	26,783
Interest on Late Payment of TDS	204,436	2,172
GSTR Late Filing Fees	4,187	1,500
Listing Fees	129,800	64,900
Issuer Fees - CDSL	134,577	26,550
NSDL(E-voting fee)	8,850	9,000
ROC Fees	25,200	
RTA Fees	13,823	25,075
Travelling Expense	-	9,534
Advertisement and Publicity	48,278	37,592
Website Maintainance Exp	13,924	11,505
Provision for Doubtful Assets	-	50,000
Provision for Sub Standard Assets	21,572	25,000
Provision for Standard Assets	-	28,293
Advances written off	204,868	-
Fixed Asset written off	-	2,212
Sundry balance Written off	-	3,500
Other Expenses	-	5,960
<b>Total</b>	<b>1,931,426</b>	<b>2,377,757</b>

**NOTE 19 : BASIC/ DILUTED EARNINGS PER SHARE**

(Amount in Rs.)

Particulars	For the Year Ended 31.03.2021	For the Year Ended 31.03.2020
(a) Profit/Loss attributable to equity Shareholders	259,666	432,846
(b) Average No. of Equity Shares outstanding during the year	5,260,000	5,260,000
Basic/Diluted Earnings Per Shares(a/b)	<b>0.05</b>	<b>0.08</b>

**NOTE 20**

Special Reserve has been created as per the provisions of Section 45(1C) under directions of the Reserve Bank of India.

**NOTE 21: Related parties and their Relationship in compliance with Ind AS 24****A) Key Managerial Personnel:**

- 1 Hari Om Tayal
- 2 Sumit Tayal
- 3 Chander Shekhar
- 4 Ankit Tayal- CFO
- 5 Gunvanti Jain
- 6 Vikas Gambhir
- 7 Manisha Chauhan- Company Secretary (till 10.05.2021)
- 8 Shaweta Arora (from 12.05.2021)

**B) Enterprise over which Key Managerial Personnel have significant influence.**

- 1 M.K. Plastic
- 2 Step Industries Private Limited
- 3 A.S.T Exim Private Limited
- 4 Victor Commercial Co. Ltd.
- 5 BS Commercial Pvt. Ltd.
- 6 Simur Promoters Pvt. Ltd.
- 7 Steel City Investment Services Pvt. Ltd.
- 8 Shruti Profin Services Pvt. Ltd.
- 9 Priti Vastushilpa & Services Private Limited
- 10 Saket Maintenance Private Limited

**C) Relatives of Key Managerial Personnel:**

- 1 Reeta Tayal
- 2 Sonam Tayal
- 3 Shivani Khera
- 4 Mukesh Tayal

## D) Transaction with Related Parties above during the year:

(Amount in Rs.)

Nature of Transaction Particulars	Other Related Parties		Key Management Personnel	
	Current year	Previous year	Current year	Previous year
<b>Transaction during the year</b>				
<b>Loans</b>				
1 Loan Given	31,875,000	3,400,000	-	-
2 Interest Received (Net off TDS)	2,778,266	3,926,957	-	-
3 Loan Refunded back	51,589,753	16,640,000	-	-
Sitting Fees	-	-	-	18,000
<b>Ankit Tayal</b>				
1 Advance Refunded back	-	-	1,600,000	3,991,391
2 Advance given			1,600,000	5,000,000
3 Interest Received				208,577
<b>Sumit Tayal</b>				
1 Director remuneration	-	-	2,400,000	2,400,000
2 Amount Received			-	4,000
4 Amount paid on behalf of company			8,000	147,810
<b>Sonam Tayal</b>				
1 Advance given		200,000	-	-
2 Advance Refunded back	200,000	-		
<b>Mukesh Tayal</b>				
1 Advance given		70,000	-	-
2 Advance Refunded back	70,000	-		
<b>Reeta Tayal</b>				
<b>1 Rent</b>	-	-	-	-
<b>Shivani Khera</b>				
1 Salary	1,800,000	1,800,000	-	-
<b>Manisha Chauhan</b>				
1 Salary	-	-	324,000	81,000
<b>Balance Receivable at the year end</b>				
1 Step Industries Pvt Ltd	10,100,000	27,763,928	-	-
2 M.K. Plastic	3,200,000	2,472,560	-	-
3 Ankit Tayal		-	-	208,577
4 Sonam Tayal	-	200,000	-	-
5 Mukesh Tayal	-	70,000	-	-
<b>Balance Payable at the year end</b>				
1 Sitting Fees Payable	-	-	-	36,500
2 Ankit Tayal	-	-	-	-
3 Reeta Tayal	-	285,000	-	-
4 Sumit Tayal	-	-	-	147,810
<b>Salary Payable</b>				
1 Sumit Tayal	-	-	3,202,250	1,146,048
3 Manisha Chauhan	-	-	27,000	27,000
4 Shivani Khera	2,287,532	793,272	-	-

**NOTE 22: As Per Ind AS 37 – Provisions, Contingent Liabilities and Contingent Assets :**

(Amount in Rs.)

<b>Movement of Provision</b>	<b>Standard Asset</b>	<b>Sub Standard Asset</b>	<b>Doubtful Asset</b>
Carrying amount as on 01.04.2018	179,514	-	-
Additional Provision during the year	4,232	25,000	-
	183,746	25,000	-
Amount charged against the provision	-	-	-
<b>Carrying amount as on 31.03.2019</b>	<b>183,746</b>	<b>25,000</b>	-
Carrying amount as on 31.03.2019	183,746	25,000	-
Additional Provision during the year	58,252	21,572	50,000
	241,998	46,572	50,000
Amount charged against the provision	-	-	-
<b>Carrying amount as on 31.03.2020</b>	<b>241,998</b>	<b>46,572</b>	<b>50,000</b>
<b>Amount charged against the provision</b>	<b>-</b>	<b>-</b>	<b>-</b>
Carrying amount as on 31.03.2021	<b>241,998</b>	<b>46,572</b>	<b>50,000</b>

**Contingent Liabilities**

Income tax Appeal for AY 2007-08- Rs. 12,254/- (P.Y. Rs. 12,254/- )

**NOTE 23**

Figures for previous year have been regrouped and/or recasted wherever considered necessary.

**NOTE 24****Capital & other commitments**

There are no capital and other commitments in the current and previous financial year.

**NOTE 25**

In the opinion of board Current Assets, Loans and Advances are stated at their realizable value in the ordinary course of business. Balance of some of the current assets are subject to confirmation.

**NOTE 26****Impact of Changes in Accounting Policies**

Impact of Changes in Accounting Policies during FY 2020-21 is Rs. NIL (Rs. NIL)

**NOTE 27****Operating Cycle**

As per the requirement of Schedule III to the Companies Act, 2013, the Operating Cycle has been determined as 12 months.

**NOTE 28**

The Company has analysed indications of impairment of assets. On the basis of assessment of internal and external factors, it has not found indications of Impairment of its Assets and hence, no provision is considered necessary.

**Note 29****Non Cancellable Operating Lease Disclosure:****a) As a Lessee:**

The Company has taken premises on non-cancellable operating lease and the rental expenses for the year ended 31 March, 2021 is Rs. 84,000/- (31 March, 2020: Rs. 84,000/-)

**Note 30**

Due to COVID 19 outbreak, some accounts which would have become NPA in the month of March, 2020 have been allowed moratorium of 3 months i.e. 01st March, 2020 to 31st May 2020 in accordance with RBI circular no DOR.No.BP.BC.63/21.04.048/2019-20 dated 17th April, 2020. Extended provision @5% for March quarter on such loans is charged as per aforesaid circular. However, as these lockdown restrictions have continued during the Financial year 2020-21, the company may not be able to realise the amount given as loans as and when due, which might result in the operations of the company getting materially affected.

**NOTE 31****Fair Value Measurements****a Financial Instruments by Category****(Amount in Rs.)**

<b>Particulars</b>	<b>31.03.2021</b>	<b>31.03.2020</b>
<b>A Financial Assets</b>	<b>Amortised Cost</b>	<b>Amortised Cost</b>
I Trade Receivables	-	-
II Cash and cash equivalents	659,068	8,451,601
III Loans		
a Security deposits	-	-
b Loans to Related Parties	13,300,000	30,236,488
c Loans to Others	62,855,365	34,685,346
IV Other Financial Assets	-	1,095,629
<b>Total Financial Assets</b>	<b>76,814,433</b>	<b>74,469,064</b>
<b>B Financial Liabilities</b>		
I Trade Payables	835,366	1,419,996
II Other Financial Liabilities		
a Other Liabilities	6,213,261	3,414,246
<b>Total Financial Liabilities</b>	<b>7,048,627</b>	<b>4,834,242</b>

All the financial instruments are measured initially at fair value and subsequently at amortised cost.

**b Interest Risk**

There is no interest risk related to company's financial liability

**c Credit Risk**

Credit risk refers to a risk that the counterparty will default on its contractual obligations resulting in financial loss to the company. Credit risk arises on liquid assets, non-current financial assets, derivative assets, trade and other receivables. The company does not have any derivative assets and in respect of cash and cash equivalents, the said amount is in current account with Scheduled Bank where chances of default are minimum. The maximum exposure to the credit risk is equal to the carrying amount of the company's other financial Assets.

**d Liquidity Risk**

Liquidity risk is the risk that the company may encounter difficulties in meeting its obligation associated with financial liabilities that are settled with delivering cash or other financial assets. The Company believes that its working capital is sufficient to meet its current requirements. Accordingly, no liquidity risk is perceived.

**e Contractual maturities of Financial Liabilities**

As at 31.03.2021

(Amount in Rs.)

Contractual Maturities of Financial liabilities	Less than 3 months	3 months to 6 months	6 months to 1 year	Between 1 and 2 years	Between 2 and 5 years	More than 5 years	Total
I Trade Payables	545,547	289,819	-	-	-	-	835,366
II Other Financial Liabilities							
A Other Liabilities	861,338	5,351,923	-	-	-	-	6,213,261

As at 31.03.2020

(Amount in Rs.)

Contractual Maturities of Financial liabilities	Less than 3 months	3 months to 6 months	6 months to 1 year	Between 1 and 2 years	Between 2 and 5 years	More than 5 years	Total
I Trade Payables	261,170	1,158,826	-	-	-	-	1,419,996
II Other Financial Liabilities							
A Other Liabilities	36,000	3,378,246	-	-	-	-	3,414,246

**Significant Accounting Policies & Accompanying Notes form an integral part of the Financial Statements**

As per our report of even date attached

**For Sanjeev Bimla & Associates**

Chartered Accountants

Firm Registration No. 008840N

**Abhinav Gupta**

Partner

Membership No. 544394

Place: New Delhi

Date: 30.06.2021

For &amp; on behalf of Board of Directors

**LARK TRADING AND FINANCE LIMITED****Ankit Tayal**

Director &amp; CFO

DIN: 03055997

**Sumit Tayal**

Whole time Director

DIN: 6598044

**Shaweta Arora**

Company Secretary

M.No. - A42045