



2020-21

36<sup>TH</sup>

# ANNUAL REPORT

PREPARED BY

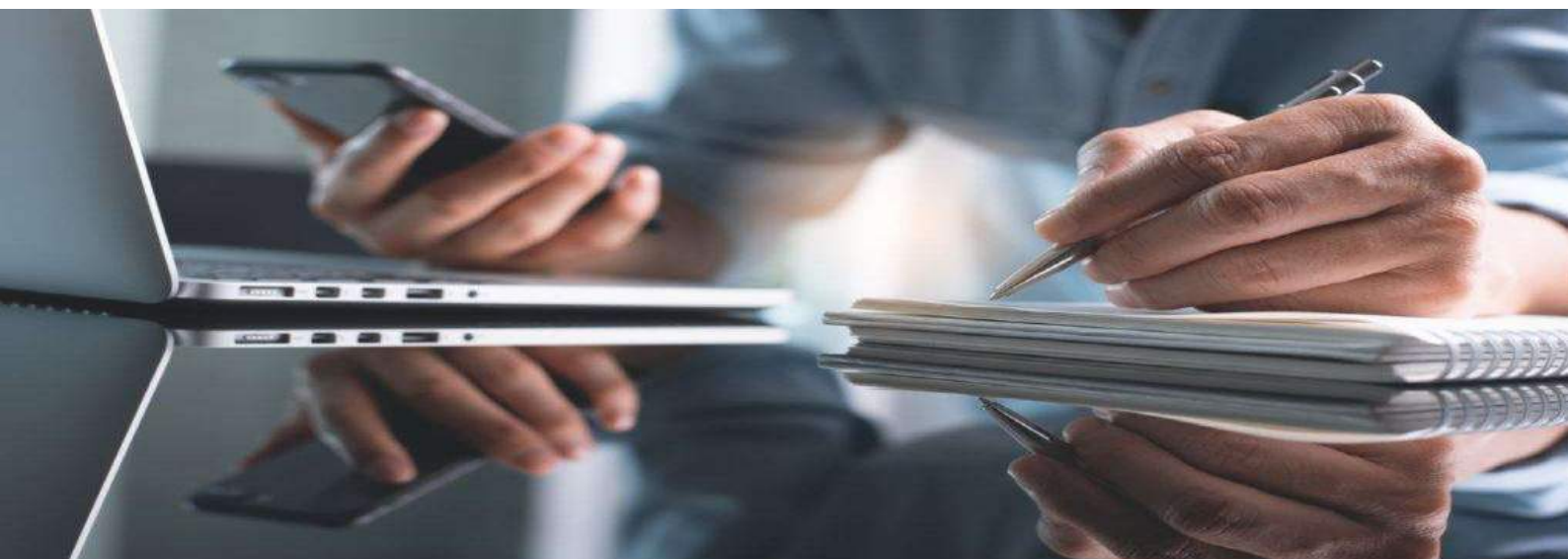
**ADVIK CAPITAL LIMITED**

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[www.advikgroup.com/ail](http://www.advikgroup.com/ail)

[advikgroup@yahoo.com](mailto:advikgroup@yahoo.com)

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# DELIVERING VALUE FOR SOCIETY AND RETURNS FOR OUR SHAREHOLDERS

*In our eventful and exciting journey of 36 years, we have reached many milestones each milestone we reached has been the starting point of the next phase and a new beginning.*

*At Advik Capital, our constant and tireless endeavor has been to reach further, aim higher and living up to our own expectations, surpassing them and setting ourselves yet higher targets and goals.*

*In the fast emerging and burgeoning NBFC space, growth is more or less given for all players. What differentiates long-term and sustainable growth is the quality of growth. And it is precisely this - not just growth per se, but quality growth that is what makes Advik Capital distinct and different. It is the vision and value systems of Advik Capital underlined by a deep-rooted belief of the founders in the philosophy of trusteeship along with the passion has resulted in steady growth and expansion every year.*



# INDUSTRY OVERVIEW

## Vision

To be a leading financial services provider in all over India.

## Mission

To transform rural lives and drive positive change in the communities.

## Core Purpose

We will challenge conventional thinking and innovatively use all our resources to drive positive changes in the lives of our stakeholders and communities across the world, to enable them to Rise.

## Brand Pillars

Accepting No Limits  
Alternative Thinking  
Driving Positive Change

## Core values

Professionalism  
Good Corporate Citizenship  
Customer First  
Quality Focus  
Dignity of the Individual

## FINANCIAL CAPITAL

The financial capital to drive our business includes strong parent support and a credible reputation among investors.

## OPERATIONAL EXPERTISE

We design our products and services in line with our customers' changing financial aspirations. We converge the capabilities of our people and technology architecture to operate at optimal level.

## PEOPLE

Our people represent our strongest competitive advantage. The focus is on attracting, nurturing and inspiring teams to apply their expertise to serve our diverse clients, within the boundaries of our risk appetite and compliance requirements.

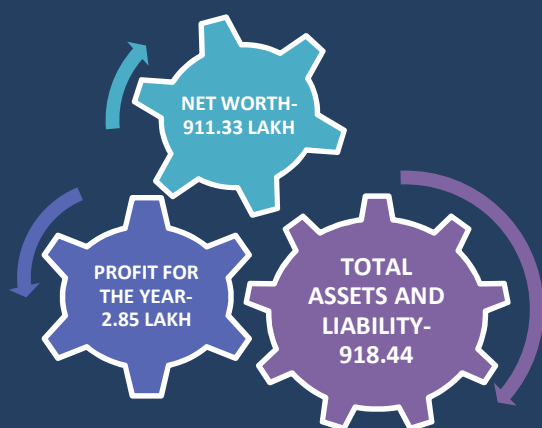
## SHAREHOLDER RELATIONSHIPS

We foster enduring relationships with our clients, capital providers, regulators and other stakeholders to remain commercially and socially relevant. These relationships underpin our legitimacy as an organization, our reputation and the trust that stakeholders have reposed in us forming the basis on which we compete and win.

# ADVIK CAPITAL AT A GLANCE

*Advik Capital Limited is one of the emerging non-deposit taking Non-Banking Finance Company (NBFC) registered with the Reserve Bank of India, New Delhi, bearing Registration No. B-14.00724. In addition to this the Company is a listed entity and trading its equity shares at the Bombay Stock Exchange Limited (BSE). The BSE security code of the company is 539773.*

*The Company is carrying on the business of investing funds, assisting the financial accommodation by way of loans/advances to the industrial concerns and undertaking the business of leasing and to finance lease operations of all kinds, purchasing, selling, hiring or letting on hire or all kinds of plants and machinery.*



## MISSION & STRATEGY

Advik Capital is looking to the future with confidence, driven by a clear mission and strategy. The Company's Code of Conduct ensures that all its employees, suppliers and vendors respect human rights not only among themselves, but also within communities in which they operate. Advik Capital Limited has instituted a set of policies, codes, and guidelines to govern its employees. We are facing unusual crisis with no precedent in recent history. As a responsible company, we need to formulate strategies which mitigate the impact of Covid-19 on our stakeholders. Our aim is to make sure that our employees are safe and secure during the lockdown and after the lockdown ends. We are continuously communicating with them and engaging with them. We are working on the guidelines and protocols.

This mechanism includes directors, senior executives, officers, employees (whether permanent, fixed-term or temporary), and third parties including suppliers and business partners associated with Advik Capital. The well-defined policy lists tenets on ethical business conduct, definitions and the framework for reporting concerns. Offering worldwide the best of our product in terms of quality, efficacy and safety to satisfy all their financial needs and desires, in their infinite diversity. Trust is our cherished intangible that creates tangible outcomes. We have helped a large number of first-time borrowers, with no or limited credit history, but a strong commitment to realize their dreams. Our customers have reposed their faith in the ability of Advik Capital to help elevate their quality of life.

# CHAIRMAN & MANAGING DIRECTOR'S STATEMENT

Dear Shareholder,

My sincere wishes that each of you, your families and loved ones are safe and healthy and taking due care in these trying times.

This has been an unimaginable 15 months. And despite all the pain and suffering, the unbreakable human spirit shines through – in the large and small acts of kindness, empathy and compassion.

In many ways, humanity has come together to fight this global pandemic. Global cooperation has never been more important than it is now. The vaccines for COVID-19 are one of the greatest examples of collaboration and pioneering science.

Even as I write this, India and many other parts of the world are in the grip of second or even third waves of the pandemic, much fiercer than anything we saw last year. It is a health crisis of the kind we have not seen in generations.

We are a resilient and adaptable species. With discipline, focus and fortitude, I am confident that we shall overcome these unprecedented times. We will eventually get it under control, but until then, I urge you to stay safe, follow covid discipline, get vaccinated if you are eligible and keep your spirits up.

Now the economy is gradually opening without seriously risking a major spike in infections, and businesses are trying to go back to the new normal. The government revenues have been hit in a big way and that will have big implications on the government capital spending. The outcome of stimulus given by the government will be a critical thing to monitor.

On the business front, your company weathered the pandemic very well. It adapted quickly and embraced a new operating model that prioritized the health and wellbeing of its employees, while enabling it to continue supporting its customers not just in their mission-critical operations but also in their growth and transformation journeys.

*After the initial impact from lockdown related disruptions, the company swiftly returned to a sharp growth trajectory and exited the year on a very strong note.*

*Advik Capital Limited is a truly great company that produces outstanding results year after year and provides the kind of value that shareholders dream of.*

*For me, it is a matter of pride to see the commitment and dedication that our employees displayed during this year to serve our clients.*

*I am extremely grateful to them, our clients, the leadership team, our Board members, and all our well-wishers, who have supported us with their trust and guidance through this most challenging year.*

*Your company has been guided by a set of strong beliefs, right from the time it was founded. Belief in our core values, belief in putting the customer above all, belief in investing in people and empowering them, belief in constantly trying out new ideas and models, and belief in doing right by all the stakeholder communities we work with.*

*Being well-capitalized and under-leveraged, we remain poised to take advantage of the favourable industry dynamics and to grow profitably.*

*Having built a top quality business at Advik, we are working every day to be more responsive to the current dynamic environment and build a resilient and sustainable business. With an experienced management team, efficient risk management processes and a strong position in various lending that the company offers such as Gold Loan, Vehicle Loan, Business, Personal and Property Loan, we are strategically positioned to embark on our next level of growth. Our strong capitalization levels, low leverage and improved access to credit lines, and comfortable liquidity position give us the confidence to move forward with vigour.*

*I am thankful to our clients, partners, employees, and other stakeholders who have placed their trust and confidence in us. I am very excited about the path we are on, and confident you will see a more ambitious Advik Capital as we move forward,*



While the immediate months and quarters ahead of us continue to be partly uncertain, I do retain my measured optimism about our future. Our country is steadily expanding vaccination coverage, which is our best hope of blunting the third wave and eventually putting the deleterious effects of the pandemic behind us. Once we push beyond that, the future appears favourable.

I wish all of you and your families' safety and good health.

Stay safe.

With Best Wishes,

Sd/-

Virender Kumar Agarwal

Chairman & Managing Director

# CORPORATE INFORMATION

## BOARD OF DIRECTORS

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### Executive Chairman/Managing Director

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Mr. Virender Kumar Agarwal

### Executive Directors

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Mr. Shakul Kumar Agarwal

### Non-Executive Directors

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Mr. Hemant Agarwal (Independent)

Ms. Chetna (Independent)

Mr. Vineet Gupta (Independent)

Mrs. Manju Agarwal (Promoter)

## CFO

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Mr. Rishab Kumar Agarwal

## STATUTORY AUDITORS

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*M/s Garg Anil & Co.*

Chartered Accountants

New Delhi

## COMPANY SECRETARY

---

Ms. Poonam Mehta Kalra

## SECRETARIAL AUDITOR

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*M/s A.K. Verma & Co.*

Company Secretaries

New Delhi

## BANKERS

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*Kotak Mahindra Bank*

## REGISTERED OFFICE

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Plot No. 84, Khasra No. 143/84, Ground Floor

Extended Lal Dora, Kanjhawla Delhi- 110081

**CIN: L65100DL1985PLC022505**

Website: [www.advikgroup.com/ail](http://www.advikgroup.com/ail)

Phone No: 011-25952595

E-mail: [advikgroup@yahoo.com](mailto:advikgroup@yahoo.com)

Help Line: 91-9136311500

## REGISTRAR & SHARE TRANSFER AGENTS

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*Skyline Financial Services Private Limited*

D-153A, 1st Floor, Okhla Industrial Area, Phase- I

New Delhi- 110020

Tel: 011- 011-40450193-94-95-96-97

Email: [info@skylinerta.com](mailto:info@skylinerta.com)

# **NOTICE**

**NOTICE** is hereby given that the **36<sup>th</sup>** Annual General Meeting of the members of **ADVIK CAPITAL LIMITED** will be held on Monday, the 27<sup>th</sup> day of September, 2021 at the registered office of the Company at Plot No. 84, Khasra No. 143/84, Ground Floor, Extended Lal Dora, Kanjhawla, Delhi-110081 at 12:30 PM to consider and transact the following business:

## **ORDINARY BUSINESS:**

### **1. To receive, consider and adopt:**

- a. The Audited (Standalone) Financial Statements of the Company for the Financial Year ended March 31, 2021 and the reports of the Board of Directors and Auditors thereupon; and
- b. The Audited (Consolidated) Financial Statements of the Company for the Financial Year ended March 31, 2021 and the report of Auditors thereon and in this regard, pass the following resolutions as **Ordinary Resolutions:**

- (a) **“RESOLVED THAT** the Audited (Standalone) Financial Statements of the Company for the Financial Year ended March 31, 2021 and the reports of the Board of Directors and Auditors thereon laid before this meeting, be and are hereby received, considered and adopted.”
- (b) **“RESOLVED THAT** the Audited (Consolidated) Financial Statements of the Company for the Financial Year ended March 31, 2021 and the reports of the Board of Directors and Auditors thereon laid before this meeting, be and are hereby received, considered and adopted.”

### **2. To appoint a Director in place of Mr. Virender Kumar Agarwal (DIN: 00531255) who retires by rotation and, being eligible, offers himself for re-appointment:**

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 Section 152 of the Companies Act, 2013, read with applicable Companies (Qualification and Appointment of Directors) Rules, 2014, **Mr. Virender Kumar Agarwal (DIN: 00531255)**, who retires by rotation at this meeting and being eligible has offered himself for re-appointment, be and is hereby re-appointed as a Director of the Company, liable to retire by rotation.”

## **SPECIAL BUSINESS:**

### **3. To appoint Ms. Chetna as Independent Director of the company**

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

**“RESOLVED THAT** pursuant to the provisions of Sections 149 and 152 read with Schedule IV and all other applicable provisions, if any, of the Companies Act, 2013 (hereinafter referred to as “the Act”) and the relevant Rules made there under (including any statutory modification(s) or re-enactment(s) thereof, for the time being in force) Ms. Chetna (DIN 08981045) who was previously appointed as an Additional Director in the company and whose term expires at the ensuing Annual

General Meeting of the Company, and has given her consent for the appointment and has submitted a declaration that she meets the criteria for independence under Section 149 of the Act and is eligible for re-appointment, and in respect of whom the Company has received a notice in writing under Section 160 of the Act from a Member proposing her candidature for appointment as a Director and in accordance with the recommendation of the Nomination and Remuneration Committee, be and is hereby re-appointed as an Independent Director for a term of five years to hold office from the conclusion of this Annual General Meeting till the conclusion of the 41<sup>st</sup> Annual General Meeting to be held in the year 2026.

**RESOLVED FURTHER THAT** any of the Directors of the Company be and are hereby severally authorized to sign, file all forms, documents, papers etc. with the Registrar of Companies, NCT of Delhi and Haryana, Ministry of Corporate Affairs and to do all such acts, deeds, and things which may be necessary in this behalf.”

**4. To re-appoint M/s A. K. Verma & Co., Company Secretaries (Registration No., Unique Code- S1997DE019500), New Delhi as Secretarial Auditor of the Company for the Financial Year 2021-2022**

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 Section 204 of the Companies Act, 2013, Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, and other applicable provisions of the Act and pursuant to relevant provisions of Article of Association of the Company, consent of the members be and is hereby accorded to re-appoint **M/s A. K. Verma & Co., Company Secretaries (Registration No. , Unique Code- S1997DE019500)**, New Delhi as Secretarial Auditor of the Company for Financial Year 2021-2022 at remuneration as decided by the Board of Directors of the Company.”

By the order of the Board  
**ADVIK CAPITAL LIMITED**

Sd/-

**Virender Kumar Agarwal**  
**Managing Director/Chairman**  
**DIN: 00531255**  
**Add: H-107, Aravali Kunj**  
**Plot No.44, Sector-13, Rohini**  
**Delhi-110085**

**Date: 13/08/2021**  
**Place: New Delhi**

## NOTES:

1. The relevant explanatory statement pursuant to Section 102 of the Companies Act, 2013 in respect of item nos. 3 & 4 of the Notice set out above is annexed herewith.
2. A Member entitled to attend and vote at the meeting is entitled to appoint a proxy to attend and vote instead of himself/herself and the proxy need not be a member of the company.
3. Proxy form in MGT-11 duly filled up and executed must be received at the Registered Office of the company not less than 48 hours before the time fixed for the meeting. Pursuant to Section 105 of the Companies Act, 2013, a person can act as a Proxy on behalf of not more than fifty members holding in aggregate, not more than ten percent of the total share Capital of Company may appoint a single person as Proxy, who shall not act as a Proxy for any other Member. The instrument of Proxy, in order to be effective, should be deposited at the Registered Office of the Company, duly completed and signed, not later than 48 hours (Sunday is included in computation of 48 hours) before the commencement of the Meeting. A Proxy Form is annexed to this report. Proxies submitted on behalf of limited companies, societies, etc., must be supported by an appropriate resolution/authority, as applicable.
4. Pursuant to Section 101 and Section 136 of the Companies Act, 2013 read with relevant Rules made there under, companies can serve Annual Reports and other communications through electronic mode to those Members who have registered their email address either with the Company or Depository Participant(s). Members of the Company who have registered their email address are also entitled to receive such communication in physical form, upon request.
5. The Notice of AGM, Annual Report and Attendance Slip are being sent in electronic mode to Members whose email address are registered with the Company or the Depository Participant(s), unless the Members have registered their request for the hard copy of the same. Physical copy of the Notice of AGM, Annual Report and Attendance Slip are being sent to those Members who have not registered their email address with the Company or Depository Participant(s). Members who have received the Notice of AGM, Annual Report and Attendance Slip in electronic mode are requested to print the Attendance Slip at the Registration Counter at the AGM.
6. The requirement to place the matter relating to appointment of Auditors for ratification by members at every Annual General Meeting is done away with vide Notification dated 7th May 2018 issued by the Ministry of Corporate Affairs (MCA), New Delhi. Accordingly, no resolution is proposed for ratification of appointment of Auditors, who were appointed in the Annual General Meeting held on 26<sup>th</sup> September 2018 for a term of five years.
7. Mr. Virender Kumar Agarwal was appointed as Non- Independent Additional Director of the Company on 14th January, 2010 and later his appointment was regularized in the ensuing Annual General Meeting held in the year 2010. He was further appointed as Managing Director of the Company on 27<sup>th</sup> September 2014 at the Annual General Meeting. He was reappointed, after being liable for retirement by rotation at the Annual General Meeting held on 26<sup>th</sup> September 2018.



Accordingly, he is liable to retire by rotation in this Annual General Meeting in terms of provisions of Section 152(6) of the Companies Act, 2013 read with the applicable Companies (Appointment and Qualification of Directors) Rules, 2014 and being eligible offers himself for re-appointment, and the said resolution will be duly placed before the members, for their approval in this Annual General Meeting.

8. The Register of Members and Share Transfer Books shall remain closed from **21<sup>st</sup> September 2021 to 27<sup>th</sup> September 2021 (both days inclusive)**.
9. Members desiring any further information on the business to be transacted at the meeting should write to the company at least 15 days before the date of the meeting so as to enable the management to keep the information, as far as possible, ready at the meeting.
10. Members are requested to notify the company their change of address, if any, to the Registered Office of the Company.
11. Members are requested to bring their attendance slip and copy of the Annual Report with them at the Annual General Meeting.
12. All correspondence relating to shares may be addressed to the Registered Office of the company.
13. Corporate members intending to send their authorized representatives to attend the meeting are requested to send to the Company a certified copy of the Board resolution authorizing their representative to attend and vote on their behalf at the meeting.
14. Only bonafide members of the Company whose names appear on the Register of Members/Proxy holders, in possession of valid attendance slips duly filled and signed will be permitted to attend the meeting. The Company reserves its right to take all steps as may be deemed necessary to restrict non-members from attending the meeting.
15. In case of joint holders attending the meeting, only such joint holder who is higher in the order of names will be entitled to vote.
16. Members may kindly note that **'No Gifts'** will be distributed at the Annual General Meeting.
17. The business set out in the Notice will be transacted through electronic voting system and the Company is providing facility for voting by electronic means. Instructions and other information relating to e-voting are given in this Notice under **Note No. 23**.
18. Members desiring any information/clarification on the Accounts are requested to write to the Company in advance at least seven (7) days before the meeting so as to keep the information ready at the time of Annual General Meeting.
19. As per provisions of the Companies Act, 2013 facility for making nominations is available to the shareholders in respect of the shares held by them. Nomination forms can be obtained from the Registered Office of the Company.
20. Members holding shares in physical mode are required to submit their Permanent Account Number (PAN) and bank account details to the Company/Skyline Financial Services Private Limited, if not registered with the Company as mandated by SEBI.

21. SEBI has decided that securities of listed companies can be transferred only in dematerialized form. In view of the above and to avail various benefits of dematerialization, members are advised to dematerialize shares held by them in physical form. Skyline Financial Services Private Limited (RTA) has stopped accepting any fresh lodgment of transfer of shares in physical form w.e.f 1st April 2019. Members are advised to take necessary action regarding the same.
22. The relevant details of Directors seeking appointment/ re-appointment as required under regulation 36(3) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 is annexed.
23. **Voting Through Electronic Means:**
- (a) Pursuant to the provisions of Section 108 and other applicable provisions, if any, of the Companies Act, 2013 and the Companies (Management and Administration) Rules, 2014, as amended and Regulation 44 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Company is pleased to provide to its members the facility to exercise their right to vote on resolutions proposed to be passed in the Meeting by electronic means. The members may cast their votes using an electronic voting system from a place other than the venue of the Meeting ('remote e-voting').
  - (b) The facility for voting through Ballot Paper shall be made available at the Meeting and the members attending the Meeting who have not cast their vote by remote e-voting shall be able to vote at the Meeting through Ballot Paper.
  - (c) The members who have cast their vote by remote e-voting may also attend the Meeting but shall not be entitled to cast their vote again.
  - (d) The Company shall also provide facility for voting through polling paper which shall be available at the meeting and members attending the meeting who have not already casted their vote by remote e-voting shall be able to exercise their right to vote at the meeting.
  - (e) The Company is providing facility for voting by electronic means to its members to enable them to cast their votes through such voting. The Company has engaged the services of Central Depository Service Limited ("CDSL") as the Authorized Agency to provide remote e-voting facility (i.e. the facility of casting votes by a member by using an electronic voting system from a place other than the venue of a general meeting).
  - (f) The Board of Directors of the Company has appointed **Mr. Ashok Kumar Verma, Partner of A.K. Verma & Co., a Practicing Company Secretary**, New Delhi as Scrutinizer to scrutinize the voting through Ballot Paper and remote e-voting process in a fair and transparent manner and he has communicated his willingness to be appointed and will be available for same purpose.
  - (g) The cut-off date for the purpose of voting (including remote e-voting) is **21<sup>st</sup> September 2021**.

(h) Remote e-voting facility will be available during the following period:

Commencement of remote e-voting	<b>Friday, 24th September, 2021, 9:00 a.m.</b>
End of remote e-voting	<b>Sunday, 26th September, 2021, 5:00 p.m.</b>

Please note that remote e-voting will not be allowed beyond the aforesaid date and time and the e-voting module shall be disabled upon expiry of aforesaid period.

- (i) The Scrutinizer, after scrutinizing the votes cast at the meeting (through Ballot Paper) and through remote e-voting, will, not later than three days of conclusion of the Meeting, make a Consolidated Scrutinizer's Report and submit the same to the Chairman. The results declared along with the consolidated scrutinizer's report shall be placed on the website of the Company [www.advikgroup.com/ail/investors](http://www.advikgroup.com/ail/investors) . The results shall simultaneously be communicated to the Stock Exchanges.

**The instructions for e-voting are as under:**

- i) The voting period begins on **24<sup>th</sup> September 2021, 09:00 A.M** and ends on **26<sup>th</sup> September 2021, 05:00 P.M.** During this period shareholders' of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date i.e. **21<sup>st</sup> September, 2021** may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.
- ii) Shareholders who have already voted prior to the meeting date would not be entitled to vote at the meeting venue.
- iii) Pursuant to SEBI Circular No. **SEBI/HO/CFD/CMD/CIR/P/2020/242 dated 09.12.2020**, under Regulation 44 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, listed entities are required to provide remote e-voting facility to its shareholders, in respect of all shareholders' resolutions. However, it has been observed that the participation by the public non-institutional shareholders/retail shareholders is at a negligible level.

Currently, there are multiple e-voting service providers (ESPs) providing e-voting facility to listed entities in India. This necessitates registration on various ESPs and maintenance of multiple user IDs and passwords by the shareholders.

In order to increase the efficiency of the voting process, pursuant to a public consultation, it has been decided to enable e-voting to **all the demat account holders, by way of a single login credential, through their demat accounts/ websites of Depositories/ Depository Participants.** Demat account holders would be able to cast their vote without having to register again with the ESPs, thereby, not only facilitating seamless authentication but also enhancing ease and convenience of participating in e-voting process.

- iv) In terms of SEBI circular no. **SEBI/HO/CFD/CMD/CIR/P/2020/242 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.

Pursuant to above-said SEBI Circular, Login method for e-Voting and joining virtual meetings **for Individual shareholders holding securities in Demat mode CDSL/NSDL** is given below:

Type of shareholders	Login Method
Individual Shareholders holding securities in Demat mode with <b>CDSL</b>	<ol style="list-style-type: none"> <li>1) Users who have opted for CDSL Easi / Easiest facility, can login through their existing 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 visit <a href="http://www.cdslindia.com">www.cdslindia.com</a> and click on Login icon and select New System Myeasi.</li> <li>2) After successful login the Easi / Easiest user will be able to see the e-Voting option for eligible companies where the evoting is in progress as per the information provided by company. On clicking the evoting option, the user will be able to see e-Voting page of the e-Voting service provider for casting your vote during the remote e-Voting period or joining virtual meeting &amp; voting during the meeting. Additionally, there is also links provided to access the system of all e-Voting Service Providers i.e. CDSL/NSDL/KARVY/LINKINTIME, so that the user can visit the e-Voting service providers' website directly.</li> <li>3) 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>4) Alternatively, the user can directly access e-Voting page by providing Demat Account Number and PAN No. from a e-Voting link available on <a href="http://www.cdslindia.com">www.cdslindia.com</a> home page or click on <a href="https://evoting.cdslindia.com/Evoting/EvotingLogin">https://evoting.cdslindia.com/Evoting/EvotingLogin</a> The system will authenticate the user by sending OTP on registered Mobile &amp; Email as recorded in the Demat Account. After successful authentication, user will be able to see the e-Voting option where the evoting is in progress and also able to directly access the system of all e-Voting Service Providers.</li> </ol>

<p>Individual Shareholders holding securities in demat mode with <b>NSDL</b></p>	<ol style="list-style-type: none"> <li>1) If you are already registered for NSDL IDeAS facility, please visit the e-Services website of NSDL. Open web browser by typing the following URL: <a href="https://eservices.nsd.com">https://eservices.nsd.com</a> either on a Personal Computer or on a mobile. Once the home page of e-Services is launched, click on the “Beneficial Owner” icon under “Login” which is available under ‘IDeAS’ section. A new screen will open. You will have to enter your User ID and Password. After successful authentication, you will be able to see e-Voting services. Click on “Access to e-Voting” under e-Voting services and you will be able to see e-Voting page. Click on company name or e-Voting service provider name and you will be re-directed to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting &amp; voting during the meeting.</li> <li>2) If the user is not registered for IDeAS e-Services, option to register is available at <a href="https://eservices.nsd.com">https://eservices.nsd.com</a>. Select “Register Online for IDeAS “Portal or click at <a href="https://eservices.nsd.com/SecureWeb/IdeasDirectReg.jsp">https://eservices.nsd.com/SecureWeb/IdeasDirectReg.jsp</a></li> <li>3) Visit the e-Voting website of NSDL. Open web browser by typing the following URL: <a href="https://www.evoting.nsd.com/">https://www.evoting.nsd.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 e-Voting service provider name and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting &amp; voting during the meeting</li> </ol>
<p>Individual Shareholders (holding securities in demat mode) login through their <b>Depository Participants</b></p>	<p>You can also login using the login credentials of your demat account through your Depository Participant registered with NSDL/CDSL for e-Voting facility. After Successful login, you will be able to see e-Voting option. Once you 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 name and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting &amp; voting during the meeting.</p>

**Helpdesk for Individual 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.

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



<b>Login type</b>	<b>Helpdesk details</b>
Individual Shareholders holding securities in Demat mode with <b>CDSL</b>	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 and 22-23058542-43.
Individual Shareholders holding securities in Demat mode with <b>NSDL</b>	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

v) Login method for e-Voting and joining virtual meetings for Physical shareholders and shareholders other than individual holding in Demat form:

1. The shareholders should log on to the e-voting website [www.evotingindia.com](http://www.evotingindia.com).
2. Click on Shareholder – Login
3. Now Enter your User ID
  - a. For CDSL: 16 digits beneficiary ID,
  - b. For NSDL: 8 Character DP ID followed by 8 Digits Client ID,
  - c. Members holding shares in Physical Form should enter Folio Number registered with the Company.
4. Next enter the Image Verification as displayed and Click on Login.
5. If you are holding shares in demat form and had logged on to [www.evotingindia.com](http://www.evotingindia.com) and voted on an earlier voting of any company, then your existing password is to be used.
6. If you are a first time user follow the steps given below:

	<b>For Physical shareholders and other than individual shareholders holding shares in Demat.</b>
PAN	<p>Enter your 10 digit alpha-numeric *PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders)</p> <ul style="list-style-type: none"> <li>• Members who have not updated their PAN with the Company/Depository Participant are requested to use the first two letters of their name and the 8 digits of the sequence number in the PAN field.</li> <li>• In case the sequence number is less than 8 digits enter the applicable number of 0's before the number after the first two characters of the name in CAPITAL letters. E.g. If your name is Ramesh Kumar with sequence number 1 then enter RA00000001 in the PAN field.</li> </ul>

Dividend Bank Details OR Date of Birth (DOB)	Enter the Dividend Bank Details or Date of Birth (in dd/mm/yyyy format) as recorded in your demat account or in the company records in order to login. <ul style="list-style-type: none"> <li>• If both the details are not recorded with the depository or company please enter the member id / folio number in the Dividend Bank details field as mentioned in instruction (v).</li> </ul>
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- vi) After entering these details appropriately, click on “SUBMIT” tab.
- vii) Members holding shares in physical form will then directly reach the Company selection screen. However, members holding shares in demat form will now reach ‘Password Creation’ menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the demat holders for voting for resolutions of any other company on which they are eligible to vote, provided that company opts for e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.
- viii) For Members holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.
- ix) Click on the EVSN along with “Advik Capital Limited” from the drop down menu and click “SUBMIT”
- x) On the voting page, you will see “RESOLUTION DESCRIPTION” and against the same option “YES/NO” for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.
- xi) Click on the “RESOLUTIONS FILE LINK” if you wish to view the entire Resolution details.
- xii) After selecting the resolution you have decided to vote on, click on “SUBMIT”. A confirmation box will be displayed. If you wish to confirm your vote, click on “OK”, else to change your vote, click on “CANCEL” and accordingly modify your vote.
- xiii) Once you “CONFIRM” your vote on the resolution, you will not be allowed to modify your vote.
- xiv) You can also take out print of the voting done by you by clicking on “Click here to print” option on the Voting page.
- xv) If Demat account holder has forgotten the same password then enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.
- xvi) Note for Non-Individual Shareholders & Custodians:
- Non-Individual shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodians are required to log on to [www.evotingindia.com](http://www.evotingindia.com) and register themselves as Corporates and Custodians respectively.

- A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com).
- After receiving the login details they have to create compliance user should be created using the admin login and password. The Compliance user would be able to link the account(s) for which they wish to vote on.
- 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. together with attested specimen signature of the duly authorized signatory(ies) who are authorized to vote, to the Scrutinizer through e-mail to [fcsvermaashok@gmail.com](mailto:fcsvermaashok@gmail.com) with copy marked to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com).

**PROCESS FOR THOSE SHAREHOLDERS WHOSE EMAIL/MOBILE NO. ARE NOT REGISTERED WITH THE COMPANY/DEPOSITORIES.**

1. For Physical shareholders- please provide necessary details like 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 Company/RTA email id.
  2. For Demat shareholders -, Please update your email id & mobile no. with your respective Depository Participant (DP)
  3. For Individual Demat shareholders – Please update your email id & mobile no. with your respective Depository Participant (DP) which is mandatory while e-Voting & joining virtual meetings through Depository.
- xvii) In case you have any queries or issues regarding e-voting, you may refer the Frequently Asked Questions (“FAQs”) and e-voting manual available at [www.evotingindia.com](http://www.evotingindia.com) under help section or write an email to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com).
- xviii) The Results shall be declared on or before 29<sup>th</sup> September 2021. The results declared, along with the Scrutinizer’s Report, shall be placed on the Company’s website [www.advikgroup.com/ail/investors](http://www.advikgroup.com/ail/investors) and on the website of CDSL within two days of passing of the resolutions at the AGM of the Company and communicated to the **BSE Limited (STOCK EXCHANGE)**.

## **EXPLANATORY STATEMENT PURSUANT TO SECTION 102 OF THE COMPANIES ACT, 2013**

### **Item No. 3**

**Ms. Chetna (DIN 08981045)** is eligible for -appointment as Independent Director for term of five consecutive years, subject to meeting criteria of independence and passing of a special resolution by the shareholders of the Company to that effect as required under the Act.

Considering the performance evaluation which was found satisfactory by the Board, Ms. Chetna provided her consents and necessary disclosures to continue as an Independent Director of the Company. Further, she also met the criteria of Independence and based on the recommendations of Nomination and Remuneration Committee, subject to approval of the member, the Board of Directors, had approved her appointment as Independent Director of the Company for a term of five years to hold office from the conclusion of this Annual General Meeting till the conclusion of the 41<sup>st</sup> Annual general Meeting of the company to be held in the year 2026. During her tenure of appointment, she shall not be liable to retire by rotation as provided under Section 152 (6) of the Act.

### **BRIEF PROFILE OF MS CHETNA:**

Ms. Chetna, a young and dynamic professional with highly efficient management skills. She is a Qualified Associate member of the Institute of Company Secretaries of India (ICSI), a Post Graduate in Management in Finance (MBA-Finance) from IGNOU, a Law Graduate from Jaipur College of Law and a Graduate in Commerce (B.Com.) from Delhi University. She has more than 3.5 years of experience in the field of Corporate Laws, Securities Law, SEBI Compliances, Financial Management, Accounts and Taxation etc. in Listed Companies, Public and Private Companies. She has been awarded a certificate for Crash course of NCLT from ICSI. She strives for a progressive, professional and a challenging work ecosystem comprising a blend of legal, compliance & secretarial profile which will enable her to do justice to her potential as well as to the development of the organization.

In the opinion of the Board, the above named person proposed to be appointed as Independent Director fulfills the conditions specified in the Companies Act, 2013 and Rules made thereunder and that the proposed Director is independent of the Management.

The details of Ms. Chetna are given in Annexure "A".

The Board recommends the Resolution for approval of the members as a **Special Resolution**.

The Board considers that their association would be of immense benefit to the Company and it is desirable to avail their services as Directors.

None of the directors, Key Managerial Personnel and their relatives is concerned or interested in the passing of the aforesaid resolution, except to the extent of their shareholding, if any.

The copies of the following documents are open for inspection at the Registered Office of the Company between 11:00 A.M. to 01:00 P.M. on any working day except Sundays and Company Holidays and Declared Holidays:

1. Copy of the Board/ Shareholder's Resolution.
2. Notice of the AGM with Explanatory Statement.
3. Memorandum and Articles of Association of the Company
4. Balance Sheet as on 31st March, 2021 along with Profit & Loss Account and Auditors' Report thereon of the Company.

#### **Item No. 4**

As per the provisions of Section 204 of the Companies Act 2013 and Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, the Company being Listed Company shall be subject to Secretarial Audit from Practicing Company Secretary.

The Board hereby recommends re-appointing **M/s A.K. Verma & Co., Company Secretaries (Registration No. , Unique Code- S1997DE019500)**, having experience of more than 20 years of Corporate Services in field of Corporate Laws as Secretarial Auditor of Company for the Financial Year 2021-2022.

None of the other Directors / Key Managerial Personnel of the Company / their relatives is, in any way, concerned or interested, financially or otherwise, in these resolutions.

The copies of the following documents are open for inspection at the registered office of the Company between 11.00 am and 1.00 pm on any working day except Saturdays and Sundays and company holidays:

1. Copy of the Board/Shareholder's Resolution.
2. Notice of the AGM with Explanatory.
3. Memorandum and Articles of Association of the Company
4. Balance Sheet as on 31st March, 2021 along with Profit & Loss Account and Auditors' Report thereon of the Company.

The Board recommends the resolutions as set out in Item No. 4 of the accompanying notice for the approval of the members of the Company as **Ordinary Resolution.**



## Annexure A

### DETAILS OF INDEPENDENT DIRECTOR SEEKING APPOINTMENT AT THE ANNUAL GENERAL MEETING

*(In pursuance of Regulation 36 (3) of SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015)*

S.NO	BRIEF PARTICULARS	Item No. 2	Item No. 3
1.	<b>Name of Director</b>	Mr. Virender Kumar Agarwal	Ms. Chetna
2.	<b>DIN</b>	00531255	08981045
3.	<b>Date of Birth</b>	25/03/1961	28/04/1990
4.	<b>Date of Appointment</b>	14/01/2010	10/11/2020
5.	<b>Qualification</b>	Graduate	ACS, LLB and MBA(finance
6.	<b>Expertise in specific functional Area</b>	Accounts and Finance, Capital Market and Administration.	3.5 year in the field of corporate Laws Securities law and financial management
7.	<b>Terms and Conditions of reappointment along with details of remuneration and last drawn remuneration, if applicable.</b>	As Mutually decided	As Mutually decided
8.	<b>Disclosure of relationship between directors inter-se</b>	Mr. Virender Kumar Agarwal is father of Mr. Shakul Kumar Agarwal and husband of Mrs. Manju Agarwal	NA
9.	<b>Shareholding in the Company</b>	1,72,36,600 Equity Shares	NA
10.	<b>Board /Committee Membership of other Public Listed Companies</b>	NIL	NIL
11.	<b>List of Public/Private Companies in which outside Directorship held (including Foreign Companies)</b>	2	4

# ADVIK CAPITAL LIMITED

Registered office: Plot No. 84, Khasra No. 143/84, Ground Floor, Extended Lal  
Dora, Kanjhawla, Delhi-110081  
CIN: L65100DL1985PLC022505

## ADMISSION SLIP

Members or their proxies are requested to present this form for admission, duly signed in accordance with their specimen signatures registered with the Company/Depositories.

DP ID: ..... Client:

No. of Shares:

Regd. Folio No.\*

Name(s) in Full	Father's/Husband's Name	Address as regd. with the Company
1.		
2.		
3.		

I/WE HEREBY RECORD MY/OUR PRESENCE AT THE 36<sup>TH</sup> ANNUAL GENERAL MEETING OF THE COMPANY BEING HELD ON MONDAY, 27<sup>TH</sup> DAY OF SEPTEMBER, 2021 AT 12:30 P.M. AT PLOT NO. 84, KHASRA NO. 143/84, GROUND FLOOR, EXTENDED LAL DORA, KANJHAWLA, DELHI-110081

Member Proxy

\_\_\_\_\_ Member's/Proxy's Signature\*\*

\* Applicable for investors holding shares in physical form.

\*\* Please strike out whichever is not Applicable

## Form No. MGT-11

### Proxy Form

[Pursuant to section 105(6) of the Companies Act, 2013 and rule 19(3) of the Companies (Management and Administration) Rules, 2014]

**CIN:** L65100DL1985PLC022505

**Name of the company: ADVIK CAPITAL LIMITED**

**Registered office:** Plot No. 84, Khasra No. 143/84, Ground Floor, Extended Lal Dora, Kanjhawla, Delhi-110081

Name of the member (s): Registered address: E-mail Id: Folio No/ Client Id: DP ID:
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I/We, being the member (s) of ..... shares of the above named company, hereby appoint

1. Name:

Address:

E-mail Id:

Signature:..... or failing him

2. Name:

Address:

E-mail Id:

Signature:.....

as my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the **36<sup>TH</sup> Annual General Meeting** of the company, to be held on **Monday, 27<sup>th</sup> day of September, 2021** at **12:30 P.M.** at the Registered Office of the Company at Plot No. 84, Khasra No. 143/84, Ground Floor, Extended Lal Dora, Kanjhawla, Delhi-110081 and at an adjournment thereof in respect of such resolutions as are indicated below:

RESOLUTION	FOR	AGAINST
1. Consider and adopt: a) Audited (Standalone) Financial Statements for the Financial Year ended March 31, 2020 and the reports of the Board of Directors and Auditors thereon b) Audited Consolidated Financial Statements for the Financial Year ended March 31, 2020 and the Report of Auditors thereon		
2. To appoint Mr. Virender Kumar Agarwal who is longest serving member of the Board and who is liable to retire by rotation and being eligible, offers himself for re-appointment as a Director and in this regard, pass the following resolution as an Ordinary Resolution		
3. To appoint Ms. Chetna as Independent Director of the company		
4. To re-appoint M/s A. K. Verma & Co., Company Secretaries (Registration No., Unique Code S1997DE019500) as Secretarial Auditor for the Financial Year 2021-2022.		

Signed this.....day of September, 2021

Affix Revenue Stamp
---------------------------

Signature of shareholder.....

Signature of Proxy holder(s).....

Note:

- 5. This form of proxy in order to be effective should be duly completed and deposited at the Registered Office of the Company, not less than 48 hours before the commencement of the Meeting.**
- 6. A person can act as a proxy on behalf of members not exceeding fifty and holding in the aggregate not more than 10% of the total share capital of the Company carrying voting rights. A member holding more than 10% of the total share capital of the Company carrying voting rights may appoint a single person as proxy and such person shall not act as a proxy for any other person or shareholder.**
- 7. Appointing a proxy does not prevent a member from attending the meeting in person if he so wishes.**
- 8. In the case of joint holders, the signature of any one holder will be sufficient, but names of all the joint holders should be stated.**

# ROAD MAP FOR AGM



## REGISTERED OFFICE:

Plot No. 84, Khasra No. 143/84,  
Ground Floor, Extended Lal Dora,  
Kanjhawla, Delhi-110081

CIN:L65100DL1985PLC022505

Email: [cs@advikgroup.com](mailto:cs@advikgroup.com)/[advikgroup@yahoo.com](mailto:advikgroup@yahoo.com)

Tel: 011-25952595



# DIRECTORS' REPORT

To,  
The Members of  
ADVIK CAPITAL LIMITED

Your Directors are pleased to present their 36<sup>th</sup> Annual Report together with the audited financial Statements of your Company for the financial year ended 31<sup>st</sup> March, 2021.

The performance highlights and summarized financial results of the Company are given below: (STANDALONE)

## PERFORMANCE HIGHLIGHTS

### A. FINANCIAL RESULTS

<u>Particulars</u>	<u>For the year ended 31<sup>st</sup> March, 2021 (Rs.)</u>	<u>For the year ended 31<sup>st</sup> March, 2020 (Rs.)</u>
Revenue from operations	47,71,289.00	67,55,679.00
Profit before exceptional items and tax	5,20,133.06	11,93,269.32
Profit for the year	2,85,075.06	7,03,446.32

### B. Summarized Profit & Loss Account

<u>Particulars</u>	<u>For the year ended 31st March, 2021 (Rs.)</u>	<u>For the year ended 31<sup>st</sup> March, 2020 (Rs.)</u>
Revenue from operations	47,71,289.00	67,55,679.00
Other operational income	80,348.62	1,00,978.82
<b>Total Revenue</b>	<b>48,51,637.62</b>	<b>68,56,657.82</b>
Other Expenses	43,19,262.92	55,60,325.67
<b>Profit Before Depreciation, Interest, Tax (PBDIT)</b>	<b>5,32,374.70</b>	<b>12,96,332.15</b>
Depreciation	12,008.00	97,937.00
<b>Profit Before Interest &amp; Tax (PBIT)</b>	<b>5,20,366.7</b>	<b>11,98,395.15</b>
Interest and Financial expense	233.64	5125.83
<b>Profit before exceptional items</b>	<b>5,20,133.06</b>	<b>11,93,269.32</b>

Exceptional items	-	-
<b>Profit Before Tax (PBT)</b>	<b>5,20,133.06</b>	<b>11,93,269.32</b>
Tax Expenses	1,30,907.00	2,75,035.00
Transfer to Reserve Fund u/s 45-IC(1) of the RBI Act, 1934	78,144.00	1,78,990.00
Reserve for Bad and Doubtful Debts	26,007.00	35,798.00
Profit for the year	2,85,075.06	7,03,446.32
Basic EPS	0.01	0.02

Your Company has prepared the Financial Statements for the Financial Year ended March 31, 2021 under Section 133 of the Companies Act, 2013 and in accordance with revised Schedule III of the Companies Act, 2013 and has recast the Financial Statements relating to the previous Financial Year ended March 31, 2020 in order to make them comparable.

During the Financial Year ended March 31, 2021, your Company recorded a turnover of **Rs. 47,71,289.00** as compared to the turnover of last FY 2019-20 i.e **Rs. 67,55,679.00/-**. The Net Profit of your Company for the Financial Year ended March 31, 2021 stood at **Rs. 2,85,075.06/-** as against the Net Profit of **Rs. 7,03,446.32 /-** for the Financial Year ended March 31, 2020.

On a consolidated basis, your Company recorded a turnover of **Rs. 6,25,86,700.52/-** during the Financial Year ended March 31, 2021 and achieved consolidated Net Profit of **Rs. 6,15,940.85/-** for the said Financial Year.

## SHARE CAPITAL

The Authorized Share Capital of your Company as on March 31, 2021 stands at Rs. 4,58,73,600/- divided into 4,58,73,600 equity shares of Re. 1/- each. The Issued Share Capital is Rs. 4,58,73,600/- divided into 4,58,73,600 equity shares of Re. 1/- each and the Subscribed and Paid-up share capital is Rs. 4,58,73,600/- divided into 4,58,73,600 equity shares of Rs. 1/- each, fully paid-up.

## DIVIDEND

Considering the present conditions of business and growth stage of Company, The Board of Directors of the Company has decided not to recommend any dividend for the Financial Year 2020-21. The Management being optimistic about the return from business activities has proposed to plough back divisible profit into the main activities of the Company.

## TRANSFER TO RESERVES

Being a Non-Banking Financial Company, the amount of Rs. 78,144.00/- has been transferred by the Company to the Reserve Fund named as '**Special Reserve as per RBI Act**', created in pursuance of Section 45- IC of the Reserve Bank of India Act, 1934, wherein every NBFC have to transfer a sum not less than 20% of its Net Profit every year before declaring any dividend.

Also, the company has pursuant to Notification of Reserve Bank of India dated January 17, 2011 **vide Notification no. DNBS.PD.CC.No.207/03.02.002/2010-11** for making the ‘**Provision of 0.25% for Standard Assets of NBFCs**’, the Company has transferred a sum of Rs.26,007 .00/- i.e. 0.25% on the Standard Assets of the Company under the Reserve named “**Provision for Bad and Doubtful Debts**”.

Further the company is complying with all the Reserve Bank of India guidelines as issued from time to time related to provisioning and reserves.

## **MATERIAL CHANGES AND COMMITMENT, IF ANY, AFFECTING THE FINANCIAL POSITION OF THE COMPANY OCCURRED BETWEEN THE END OF THE FINANCIAL YEAR TO WHICH THIS FINANCIAL STATEMENTS RELATE AND THE DATE OF THE REPORT**

No such material change and/or commitment affecting the financial position of the Company occurred between the end of the Financial Year to which this Financial Statements relate on the date of this report.

## **DEPOSITS**

Your Company has no unclaimed / unpaid matured deposit or interest due thereon. Your Company has not accepted any deposits covered under ‘Chapter V - Acceptance of Deposits by Companies’ under the Companies Act, 2013 during the Financial Year ended March 31, 2021.

In addition of above, the Company is registered as a Non-Banking Finance Company- Not accepting deposits. Hence, pursuant to Section 45- IA of the Reserve Bank of India Act, 1934, the Company cannot accept deposits from public, which is complied by the Company during the Financial Year. Further, the Directors of the company assured to carry on the practice of not accepting the same in order to comply with RBI norms and guidelines in the coming year and the same has been proposed and passed in the meeting of Board of Directors dated 26<sup>th</sup> June, 2021.

## **INVESTOR RELATIONS**

Your Company has been continuously interacting and endeavors to further improve its engagement with investors/analysts by participating either in-person meetings or through use of technology i.e. telephone meetings.

## **RBI GUIDELINES**

The Company continues to comply with all the applicable regulations prescribed by the Reserve Bank of India (“RBI”), from time to time.

## **PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS**

Pursuant to Section 186(11) of the Companies Act, 2013 (“the Act”), the provisions of Section 186(4) of the Act requiring disclosure in the Financial Statements of the full particulars of the loans made and guarantees given or securities provided by a Non-Banking Financial Company in the ordinary course of its business and the

purpose for which the loan or guarantee or security is proposed to be utilized by the recipient of the loan or guarantee or security are exempted from disclosure in the Annual Report. Further, pursuant to the provisions of Section 186 (4) of the Act, the details of investments made by the Company are given in the Notes to the Financial Statements as **Annexure- I**. Your Company has neither given the guarantee during the year under review nor has it not provided any security.

## **PARTICULARS OF CONTRACTS OR ARRANGEMENTS MADE WITH RELATED PARTIES**

During the Financial Year ended March 31, 2021, all transactions with Related Parties are defined under the Companies Act, 2013 read with Rules framed there under were in 'ordinary course of business' and 'at arm's length' basis.

During the year under review, your Company did not have any Related Party transaction which required prior approval of the Members. There has been no materially significant Related Party Transactions during the year under review, having potential conflict with the interest of the Company.

## **SUBSIDIARIES, ASSOCIATES AND JOINT VENTURE COMPANIES**

During the year, "Advik Optoelectronics Limited" continues to be the wholly-owned subsidiary of your Company and no Associate or Joint Venture Company has been added during the year.

The Annual Report of the Subsidiary Company will be made available for inspection by the Members of the Company at the Registered Office of the Subsidiary Company and at the Registered Office of your Company between 11:00 A.M. to 1:00 P.M. on any working day.

Annual Report along with the Audited Financial Statements of the Subsidiary Company is also available on the website of the Company at [www.advikgroup.com/ail/investors](http://www.advikgroup.com/ail/investors) and shall also be provided to the members of the Company upon receipt of written requests from them.

During the year, the Board of Directors ("the Board") reviewed the affairs of the subsidiary Company and pursuant to Section 129(3) of the Companies Act, 2013 read with Rule 5 of Companies (Accounts) Rules, 2014, Consolidated Financial Statements of the Company has been annexed to the Annual Report which reflects the performance and financial position of each of the subsidiary Company.

Further a statement containing salient features of the Financial Statements of the aforesaid Subsidiary Company has been provided in **Form No. AOC-1** and included in this Annual Report.

## **MANAGEMENT DISCUSSION AND ANALYSIS REPORT**

The worldwide pandemic of COVID-19 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 Advik Capital Limited and operations of the Company is covered in 'Management Discussion and Analysis'.

In terms of the provisions of Regulation 34 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, A detailed analysis of the Company's performance is discussed in the Management Discussion and Analysis Report, which forms part of this Annual Report, as an **Annexure V**

## EXTRACT OF ANNUAL RETURN

Pursuant to sub-section 3(a) of Section 134 and subsection (3) of Section 92 of the Companies Act, 2013, read with Rule 12(1) of the Companies (Management and Administration) Rules, 2014, an extract of the Annual Return as at 31st March, 2021 in Form No.MGT-9, is appended as “**Annexure II**” and forms part of this Report. The Annual Return of the Company as at 31<sup>st</sup> March, 2021 has been placed on the website of the Company after filing with the Ministry of Corporate Affairs and can be accessed at <https://www.advikgroup.com/ail/investors>

## AUDIT AND AUDITORS

### (i) Statutory Auditor

In terms of the provisions of Section 139 of the Companies Act, 2013 read with the Companies (Audit and Auditors) Rules, 2014, **M/s Garg Anil & Co.**, Chartered Accountants (ICAI Firm Registration No. 6308N), was appointed as the Auditors of your Company for the period of Five years starting from Financial Year 2018-19 who shall hold office till the conclusion of last AGM. On the recommendation of Audit Committee and your Board of Directors, appointed M/s Garg Anil & Co., Chartered Accountants as the Auditors of the Company for the period of 5 years starting from Financial Year 2018-19, to hold office until the conclusion of 37<sup>th</sup> AGM of your Company to be held in the year 2023, subject to the approval of the Members of the Company at AGM.

### (ii) Secretarial Auditor

In terms of the provisions of Section 204 of the Companies Act, 2013 read with Rule 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, Board of Directors of the Company in their meeting held on has appointed **M/s A. K. Verma & Co.**, Company Secretaries, New Delhi, as the Secretarial Auditors of the Company, to conduct the Secretarial Audit for the Financial Year ended March 31, 2021 and to submit Secretarial Audit Report in Form No. MR-3.

A copy of the Secretarial Audit Report received from M/s A.K. Verma & Co. in the prescribed Form No. MR-3 is annexed to this Board’s Report and marked as **Annexure-III**.

## Qualification, reservation or adverse remark in the Auditor’s Reports and Secretarial Audit Report

### • **Statutory Auditors:**

There is no qualification, reservation or adverse remark made by the Statutory Auditors in their Auditor’s Report to the Financial Statements (Standalone and Consolidated).

### • **Secretarial Auditors:**

There is no qualification, reservation or adverse remark made by the Secretarial Auditors in their Auditor’s Report to the Financial Statements (Standalone and Consolidated).

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

There are no significant and material orders passed by the regulators or courts or tribunals that would impact the going concern status of the Company and its future operations.

## CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO

The particulars as required under the provisions of Section 134(3)(m) of the Companies Act, 2013 in respect of conservation of energy and technology absorption have not been furnished considering the nature of activities undertaken by the company during the year under review. Further during the year under review, the Company has neither earned nor used any foreign exchange.

## CORPORATE SOCIAL RESPONSIBILITY

The provisions of section 135 of the Companies Act, 2013 has not applicable to the Company during year under review and subsequently the Company has not developed and implemented any Corporate Social Responsibility initiatives during the year under review.

## BOARD OF DIRECTORS AND BOARD MEETING AND ANNUAL GENERAL MEETING

Your Company's Board is duly constituted which is in compliance with the requirements of the Companies Act, 2013, the Listing Regulations and provisions of the Articles of Association of the Company. Your Board has been constituted with requisite diversity, wisdom and experience commensurate to the scale of operations of your Company.

The calendar of the Board/Committee Meetings and the Annual General Meeting is circulated to the Directors in advance to enable them to plan their schedule for effective participation at the respective meetings. At times certain decisions are taken by the Board/Committee through circular resolutions. All the decisions and urgent matters approved by way of circular resolutions are placed and noted at the subsequent Board/Committee Meeting.

The Board of Directors met Four times during the year under review, i.e., on **26/06/2020, 14/09/2020, 10/11/2020 and 11/02/2021**. Details of Board Composition and Board Meetings held during the Financial Year 2019-2020 have been provided in the Corporate Governance Report which forms part of this Annual Report.

Independent Directors meeting for the Financial Year was held on **11.02.2021**.

### **The other Committees of the Board are:**

1. Audit Committee
2. Nomination and Remuneration Committee



### 3. Stakeholders Relationship Committee

### 4. Executive Committee of the Board

The details with respect to the composition, powers, roles, terms of reference, Meetings held and attendance of the Directors at such Meetings of the relevant Committees are given in detail in the Report on Corporate Governance of the Company which forms part of this Annual Report.

- **Chairman of the Board**

**Mr. Virender Kumar Agarwal, Managing Director** of the Company, continue to be the Chairman of the Board.

- **Re-appointments/Regularizations**

**Mr. Virender Kumar Agarwal, Director** is liable to retire by rotation at this AGM and being eligible, offers himself for re-appointment. Your Board recommends re-appointment of Mr. Virender Kumar Agarwal as a Director of the Company, liable to retire by rotation.

In pursuance of Regulation 36 (3) of SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015, a brief profile along with necessary disclosures of, has been annexed to the Notice convening the ensuing AGM and forms an integral part of this Annual Report.

Mr. Hemant Agarwal, Mrs. Chetna and Mr. Vineet Gupta, Independent Directors of the Company have declared to the Board of Directors that they meet the criteria of Independence as laid down in Section 149(6) of the Companies Act, 2013 and Regulation 16(1)(b) and 25 of the Listing Regulations and there is no change in their status of Independence. Your Board places on records its deep appreciation for their continuous guidance, support and contribution to the Management of the Company in its pursuit to achieve greater heights.

The Independent Directors met once during the year under review, on 11<sup>th</sup> February, 2021. The Meetings were conducted in an informal manner without the presence of the Whole-time Directors, the Non-Executive Non-Independent Directors, or any other Management Personnel.

Mr. Rishab Kumar Agarwal, hold the position of Chief Financial Officer of the Company w.e.f.24.05.2018

Ms. Poonam Mehta Kalra, Company Secretary & Compliance Officer w.e.f. 01.07.2020.

## **AUDIT COMMITTEE**

The Board of Directors of your Company has a duly constituted Audit Committee in terms of the provisions of Section 177 of the Companies Act, 2013 read with rules framed thereunder and Regulation 18 of the Listing Regulations. The terms of reference of the Audit Committee has been approved by the Board of Directors. Composition of the Audit Committee, number of meetings held during the year under review, brief terms of reference and other details have been provided in the Corporate Governance Report which forms part of this Annual Report. Recommendations made by the Audit Committee are generally accepted by your Board.

## POLICY ON DIRECTOR'S APPOINTMENT AND REMUNERATION

The Current policy is to have an appropriate mix of executive, non-executive and Independent Directors to maintain the independence of the Board and separate its function of governance and management. On March 31, 2021, the Board consists of six members, three of whom are non-executive Independent Director and Two are Executive Director inclusive of Chairperson of the Company One is Non-Executive Director cum Promoter of the Company. The policy of the Company on director's appointment and remuneration, including criteria for determining qualifications, positive attributes, independence of a director and other matters, as required under sub-section (3) of Section 178 of the Companies Act, 2013, is available on our website (<http://www.advikgroup.com/ail/investors/>). We affirm that the remuneration paid to the directors is as per the terms laid out in nomination and remuneration policy of the Company.

## DISCLOSURES ON REMUNERATION OF DIRECTORS AND EMPLOYEES OF THE COMPANY

In terms of the provisions of Section 197(12) of the Act read with Rules 5(2) and 5(3) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, the Director(s) of the Company has drawn remuneration during the year under review which is in compliance of the applicable provisions of Companies Act, 2013 and no employee(s) of the Company has drawn remuneration in excess of the limits set out in the said rules.

## DISCLOSURE REGARDING MAINTENANCE OF COST RECORDS

Since the Company is engaged in the business of Non- Banking Financial Company, therefore the provisions of Section 148 of the Companies Act, 2013 regarding maintenance of Cost Records and Cost Audit is not applicable to the Company as required to be disclosed under Clause (ix) of sub-rule 5 of Rule 8 of the Companies (Accounts) Rules, 2014 (*inserted by MCA Notification dated 31.07.2018*).

## DIRECTORS' RESPONSIBILITY STATEMENT

As required under Section 134(5) of the Companies Act, 2013, the Directors of the Company hereby states that:

- i. In the preparation of the annual accounts for the year ended 31st March 2020, the applicable accounting standards had been followed along with proper explanation relating to material departures.
- ii. The Directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the Profit and Loss of the company for that period.
- iii. The Directors had taken proper and 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 and detecting fraud and other irregularities.
- iv. The Directors had prepared the annual accounts on a Going Concern Basis.
- v. The Directors had laid down internal financial controls to be followed by the company and that such internal financial controls are adequate and were operating effectively; and

- vi. The Directors had devised proper system to ensure compliance with the provisions of all applicable laws and such system were adequate and operating effectively

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

In terms of provisions of section 177 of the Companies Act, 2013 and rules framed thereunder read with Regulation 22 of the Listing Regulations, your Company has a vigil mechanism in place for the Directors and Employees of the Company through which genuine concerns regarding various issues relating to inappropriate functioning of the organization can be communicated. For this reason, your Board has formulated a Whistle Blower Policy and uploaded on the website of the Company at [www.advikgroup.com/ail/investors/](http://www.advikgroup.com/ail/investors/).

During the year under review, there has been no incidence reported which requires action by the Board or Committee.

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

Your Company has adopted a policy under the **Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013** [14 of 2013] and Rules framed thereunder as required to be disclosed under Clause (x) of sub-rule 5 of Rule 8 of the Companies (Accounts) Rules, 2014 (*inserted by MCA Notification dated 31.07.2018*).

Your Company is committed to provide a safe and secure environment to its women employees across its functions and other women stakeholders, as they are considered as integral and important part of the Organization.

An Internal Committee with requisite number of representatives has been set up to redress complaints relating to sexual harassment, if any, received from women employees and other women associates. All women employees are covered under this policy, which also extends to cover all women stakeholders of the Company.

The following is a summary of sexual harassment complaints received and disposed off during the Financial Year ended March 31, 2021:

- No. of complaints received : NIL
- No. of complaints disposed off : Not Applicable

## **INTERNAL FINANCIAL CONTROL AND ITS ADEQUACY**

The Board has adopted policies and procedures for ensuring the orderly and efficient conduct of its business, including adherence to the Company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records and the timely preparation of reliable financial disclosures.

## **RISK MANAGEMENT**

During the year, the Board of Directors developed and implemented an appropriate risk management policy which is entrusted with the responsibility to assist the Board in overseeing and approving the Company's enterprise wide risk management framework and overseeing all the risks that the organization faces, identifying the element of risk which, in the opinion of the Board may threaten the existence of the company and safeguarding the company against those risks.

## CORPORATE GOVERNANCE

A detailed report on Corporate Governance pursuant to the provisions of Regulation 34 of the Listing Regulations forms part of the Annual Report however pursuant to Regulation 15(2) of the SEBI (Listing Obligations & Disclosure Requirements) Regulation 2015, Regulation 27 and paras C, D and E of Schedule V of SEBI regulations shall not be applicable to the Company as the paid up equity share capital of the Company and Net worth of the Company is not exceeding Rs. 10 Crore and Rs. 25 Crore respectively in the FY 2020-21.

As a good corporate practice and for more transparency, the Company has provided the information in Corporate Governance Report on a suo-moto basis under the provisions of paras C, D and E of Schedule V of SEBI (Listing Obligations & Disclosure Requirements) Regulation 2015. Our Corporate Governance report forms the part of Annual Report.

## COMPLIANCE WITH THE PROVISIONS OF SECRETARIAL STANDARD- 1 AND SECRETARIAL STANDARD – 2

The Directors have devised proper systems to ensure compliance with the provisions of all applicable Secretarial Standards issued by the Institute of Company Secretaries of India and that such systems are adequate and operating effectively. The applicable Secretarial Standards, i.e. SS-1 and SS-2, relating to 'Meetings of the Board of Directors' and 'General Meetings', respectively, have been duly complied by your Company.

## ANNUAL BOARD EVALUATION

The evaluation of all the Directors and the Board as a whole was conducted based on the criteria and framed adopted by the Board. The evaluation process has been done in compliance of the provisions of Companies Act, 2013 and SEBI listing Regulations. The report thereon is provided in the Corporate Governance Report which forms part of the Annual Report as **Annexure IV**.

## ACKNOWLEDGEMENTS

Your Board is grateful for the unstinted support and trust reposed by our shareholders and places on record its deep appreciation of the Independent Directors and the Non-Executive Directors of your Company for their immense contribution by way of strategic guidance, sharing of knowledge, experience and wisdom, which help your Company take right decisions in achieving its business goals.

Your Board appreciates the relentless efforts of the employees and staff including the Management Team headed by the Managing Director, who always leads from the front in achieving a very commendable business performance year-on-year despite a challenging business environment.

The Board expresses their gratitude to its all stakeholder's i.e members, customers, Government agencies and their departments, Bankers of the Company for their continued support and faith. The Director places on record their sincere appreciation to all the employees of the company for their contribution in the growth of the company.

**For and on behalf of the Board of Directors  
ADVIK CAPITAL LIMITED**

**Sd/-**

**VIRENDER KUMAR AGARWAL  
Managing Director  
DIN: 00531255**

**Sd/-**

**SHAKUL KUMARAGARWAL  
Director  
DIN: 03590891**

Place: New Delhi  
Date: 13/08/2021





Your Company “Advik Capital Limited” believes in adopting best practices of corporate governance. Corporate governance principles are enshrined in the Spirit of Advik Capital, which form the core values of Advik Capital. These guiding principles are also articulated through the Company’s code of business conduct, Corporate Governance guidelines, charter of various Sub-Committees and Disclosure Policy.

The Company has put in place an internal governance structure with defined roles and responsibilities of every constituent of the system. The Company’s shareholders appoint the Board of Directors, which in turn governs the Company. The Board has established Four Committees to discharge its responsibilities in an effective manner. The Chairperson and Managing Director (CMD) provides overall direction and guidance to the Board.

In the operations and functioning of the Company, the CMD is assisted by one Executive Directors and three Independent director, one non-executive Director and a core group of senior level executives. The CMD is responsible for corporate strategy, brand equity, planning, external contacts and all management matters.

## CORNERSTONES OF ADVIK CAPITAL'S GOVERNANCE PHILOSOPHY



## BOARD OF DIRECTORS

The composition of the Board of your Company is in conformity with the provisions of the Companies Act, 2013 (“the Act”) and the Listing Regulations, as amended from time to time. All the Directors possess requisite qualifications and experience in general corporate management, banking, finance, economics, marketing, digitization, analytics and other allied fields that allow them to contribute effectively by actively participating in the Board and Committee Meetings, providing valuable guidance and expert advice to the Board and the Management and enhancing the quality of Board’s decision making process.

## BOARD'S COMPOSITION AND INDEPENDENCE

In compliance with the provisions of the Listing Regulations, the Company has optimum combination of executive and non-executive directors with two women directors. The Company has an Executive Chairperson. According to provisions of the Listing Regulations, if the Chairperson is an Executive Director, at least one half of the Board of the Company should consist of Independent Directors.

Accordingly, the Board of the Company consists of six Directors, of whom three are Non-Executive Independent Directors, one Non-Executive Non-Independent Director and two are Executive Directors that includes the Chairperson. The Board has no institutional Nominee Directors. The Company is in compliance with the Listing Regulations. The composition of the Board represents an optimal mix of professionalism, knowledge and experience and enables the Board to discharge its responsibilities and provide effective leadership to the business.

In keeping with the commitment to the Management for 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.

## COMPOSITION OF THE BOARD

During the year under review, the Company's Board comprised of six members, with three Independent Directors, two Executive Directors (including the Chairman of the Board) and one Non-Executive Non-Independent Directors.

The details of each member of the Board along with the number of Directorship(s) / Committee Membership(s) / Chairpersonship(s) and date of joining the Board are provided herein below:

### **Composition and Directorship(s) / Committee Membership(s) / Chairpersonship(s) as on 31<sup>st</sup>March, 2021**

Category	Name	Date of Joining the Board	No. of shares held in the Company	Directorship in other Companies	Membership (s) of Committees of other Companies	Chairpersons hip(s) of Committees of other Companies
<b>Executive Directors</b>	Virender Kumar Agarwal (Chairperson)	14/01/2010 Re-appointed w.e.f 26.09.2017	1,72,36,600	2	-	-
	Shakul Kumar Agarwal (Whole-time Director)	01/07/2012 Re-appointed w.e.f 01.04.2018	35,84,000	4	-	-
<b>Non-Executive Director</b>	Manju Agarwal	07/08/2011 Re-appointed w.e.f. 23.12.2020	33,96,000	1	-	-

<b>Non-Executive Independent Directors</b>	Hemant Agarwal	04/08/2009	-	-	-	-
	Chetna	10/11/2020	-	3	-	-
	Vineet Gupta	10/02/2017	-	-	-	-

The number of Directorships, Committee Membership(s) / Chairpersonship(s) of all Directors is within respective limits prescribed under the Companies Act, 2013 and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (hereinafter referred to as Listing Regulations).

### SKILLS/ EXPERTISE/COMPETENCIES OF THE BOARD OF DIRECTORS OF THE COMPANY

Based on the recommendations of the Nomination and Remuneration Committee, and SEBI (Listing Obligations and Disclosure Requirements)(Amendment) Regulations, 2018, a matrix setting out the core skills/expertise/competencies identified by the Board of Directors in the context of the Company's business and sector(s) as required for its effective functioning and those actually available with the Board is given below:

Sr. No.	Skills	Particulars
1.	Business Experience	<ul style="list-style-type: none"> <li>➤ Established leadership skills in strategic planning, succession planning, driving change and long-term growth and guiding the Company towards its vision, mission and values.</li> <li>➤ Critically analyzing complex and detailed information and developing innovative solutions and striking a balance between agility and consistency.</li> <li>➤ Expertise in the field of Banking and Financial Services.</li> </ul>
2.	Financial Experience and Risk Oversight	<p>The Company uses various financial metrics to measure its performance. Accurate Financial Reporting and Robust Auditing are critical to its success.</p> <p>The Company expects its Directors:-</p> <ul style="list-style-type: none"> <li>➤ To have an understanding of Finance and Financial Reporting Processes</li> <li>➤ To Understand and Oversee various risks facing the Company and ensure that appropriate policies and procedures are in place to effectively manage risk.</li> </ul>
3.	Governance and Regulatory Oversight	<ul style="list-style-type: none"> <li>➤ Devise systems for compliance with a variety of regulatory requirements.</li> <li>➤ Reviewing compliance and governance practices for a long term sustainable growth of the Company and protecting stakeholders' interest.</li> </ul>
4.	Consumer Insights and Marketing Exposure	<ul style="list-style-type: none"> <li>➤ Ability in developing strategies to increase market share through innovation, build better brand experience for customers, improve prospective customer engagement levels and help establish active customers become loyal brand followers.</li> </ul>

## CERTIFICATE OF NON-DISQUALIFICATION OF DIRECTORS FROM PRACTISING COMPANY SECRETARY

A certificate issued by Mr. Ashok Kumar Verma, Partner, M/s. A.K.VERMA & Co., Practicing Company Secretaries, pursuant to Regulation 34(3) read with Clause 10 (i) of Paragraph C of Schedule V of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, certifying that none of the Directors on the Board of the Company has been debarred or disqualified from being appointed or continuing as Directors of the Company by the Securities and Exchange Board of India, Ministry of Corporate Affairs, Reserve Bank of India, or any such Statutory Authority is attached at the end of the Corporate Governance Report.

## CONFIRMATION REGARDING INDEPENDENCE OF INDEPENDENT DIRECTORS

The Company has received declarations from all the Independent Directors confirming that they meet the criteria of independence as prescribed under Section 149(6) of the Companies Act, 2013 read with Rules framed thereunder, and Regulation 16(1)(b) of the Listing Regulations. In terms of Regulation 25(8) of the Listing Regulations, the Independent Directors have confirmed that they are not aware of any circumstance or situation which exists or may be reasonably anticipated that could impair or impact their ability to discharge their duties.

Based on the disclosures received from all the Independent Directors, the Board is of the opinion that the Independent Directors fulfill the conditions specified in Section 149 of the Act and the Listing Regulations. All Non-executive Directors of the Company other than Mrs. Manju Agarwal (belongs to Promoter Group) are independent of the Management.

## BOARD MEETINGS

The Board meets at regular intervals to discuss and decide on Company / Business Policy and Strategy apart from other Board business. The Board / Committee Meetings are pre-scheduled and a tentative annual calendar of the Board and Committee Meetings is circulated to the Directors well in advance to facilitate them to plan their schedule and to ensure meaningful participation in the meetings.

The notice of Board meeting is given well in advance to all the Directors. All the meetings of the Board are held in New Delhi. The Agenda of the Board / Committee meetings is set by the Company Secretary in consultation with the Chairperson and the Managing Director of the Company. The Agenda is circulated a week prior to the date of the meeting. The Agenda for the Board and Committee meetings cover items set out as per the guidelines in Listing Regulations to the extent it is relevant and applicable. The Agenda for the Board and Committee meetings include detailed notes on the items to be discussed at the meeting to enable the Directors to take an informed decision.

**During the financial year ended 31st March, 2021, Four Board meetings were held on 26<sup>th</sup> June, 2020, 14<sup>th</sup> September, 2020, 10<sup>th</sup> November, 2020 and 11<sup>th</sup> February, 2021. The maximum interval between any two meetings was well within the maximum allowed gap of 120 days as stipulated under Regulation 17 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and Secretarial Standard as issued by the Institute of Company Secretaries of India applicable to the Company.**

The following is the attendance sheet of all Directors present at the Board meetings and at the last Annual General Meeting (AGM):

Name of the Director	Category	Attendance at Meetings		
		No. of Board meetings		Last AGM held on 23.12.2020
		Held	Attended	
Mr. Virender Kumar Agarwal	Chairperson/MD (Executive)	4	4	Present
Mrs. Manju Agarwal	Non-Executive Director(promoter)	4	4	Absent
Mr. Shakul Kumar Agarwal	Whole-time Director (Executive)	4	4	Present
Mr. Hemant Agarwal	Non-Executive Independent Director	4	4	Absent
Mrs. Latika Bansal	Non-Executive Independent Director	2	2	-
Mr. Vineet Gupta	Non-Executive Independent Director	4	4	Absent
Ms. Chetna	Non-Executive Independent Director	1	1	Present

## **BOARD SUPPORT**

The Company Secretary is responsible for collation, review and distribution of all papers submitted to the Board and Committees thereof for consideration. The Company Secretary is also responsible for preparation of the Agenda and convening of the Board and Committee meetings. The Company Secretary attends all the meetings of the Board and its Committees, either in the capacity of Secretary of the Committees or Member of the Committee, advises / assures the Board on Compliance and Governance principles and ensures appropriate recording of minutes of the meetings.

## **SEPARATE INDEPENDENT DIRECTORS' MEETINGS**

As stipulated under the Act and the Listing Regulations, One Meetings of Independent Directors were held during the year. Meeting of Independent Director are conducted in an informal manner to enable Independent Directors to discuss matters relating to Company's affairs and put forth their views without the presence of the Vice-Chairman & Managing Director, Executive Director & Chief Financial Officer, other Non-Independent Directors and members of the Management.

**The Independent Directors met one time during the financial year ended 31<sup>st</sup> March, 2021 on 11.02.2021 and *inter alia* discussed:**

1. *The performance of Non-Independent Directors and the Board as a whole*
2. *The performance of the Chairperson of the Company, taking into account the views of Executive Directors and Non-Executive Directors.*
3. *Assess the quality, quantity and timeliness of flow of information between the Company Management and the Board that is necessary for the Board to effectively and reasonably perform their duties.*
4. *Other matters arising out of Board/Committee (s) deliberations.*

In addition of these formal meetings, interactions outside the Board meetings also taken place between the Chairperson and Independent Directors.

## **FAMILIARISATION PROGRAMME FOR INDEPENDENT DIRECTORS**

Regulation 25(7) of the SEBI (LODR) Regulations, 2015 Inter-alia stipulates that the Company shall 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. The familiarization programme is structured to assist the Independent Directors to understand the Company and its business so as enable him in effective discharge of his duties.

In order to encourage active participation from the Independent Directors and also to enable them to understand the business environment of the Company, a familiarization programme for the Independent Directors has been adopted and implemented.

Once appointed, the Independent Directors undergo familiarization programme of the Company. Necessary information and supportive documents in respect of the working of the Company, the regulatory environment under which the Company operates and Annual Reports of past Financial Years are provided to the Independent Directors. The Independent Directors are also provided with financial results, internal audit findings, risk inventories and other specific documents as sought for from time to time. The Independent Directors are also made aware of various Policies and Code of Conduct and Business Ethics adopted by the Board.

Pursuant to Regulation 46 of the Listing Regulations, the details of familiarization programmes are available on the website of the Company at the [www.advikgroup.com/ai/investors](http://www.advikgroup.com/ai/investors)

## **PERFORMANCE EVALUATION OF INDEPENDENT DIRECTORS**

The Board of Directors upon recommendation of Nomination and Remuneration Committee have laid down the criteria for performance evaluation of Board of the Company, its Committees and the individual Board Members, including Independent Directors. The performance evaluation of Independent Directors was done by the entire Board and in the evaluation the Director who was subject to evaluation did not participate. On the basis of performance evaluation done by the Board, it shall be determined whether to extend or continue their term of appointment, as and when their respective term expires.

## **CODE OF CONDUCT**

Commitment to ethical professional conduct is a must for every employee, including Board Members and Senior Management Personnel of the Company. The Code is intended to serve as a basis for ethical decision-making in conduct of professional work. The Code of Conduct enjoins that each individual in the organization must know and respect existing laws, accept and provide appropriate professional views, and be upright in his conduct and observe corporate discipline. The duties of Directors including duties as an Independent Director as laid down in the Companies Act, 2013 also forms part of the Code of Conduct.



The Code of Conduct is available on the website of the Company [www.advikgroup.com/ail](http://www.advikgroup.com/ail). All Board Members and Senior Management personnel affirm compliances with the Code of Conduct annually. A declaration signed by the Chief Financial Officer (CFO) to this effect is placed at the end of this report.

## COMMITTEES OF THE BOARD

Following are the **Statutory Committees** of the Board formed:

- A. Audit Committee,**
- B. Nomination and Remuneration Committee,**
- C. Stakeholders' Grievance Committee.**

Following are the **Committee** of the Board formed by the Company for the purpose of General working of the Company:

- D. Executive Committee of Board**

## AUDIT COMMITTEE

The Board of Directors of the Company has constituted an Audit Committee of the Board in terms of the requirements of Section 177 of the Companies Act, 2013 and Rules framed thereunder read with Regulation 18 of the Listing Regulations. The Audit Committee of the Company meet atleast four times in a year, at least once in every quarter and not more the one hundred twenty days shall elapse between two meetings, inter alia, to review the financial results for the previous quarter before the same are approved at Board Meetings, pursuant to Regulation 33 of the Listing Regulations. The Audit Committee may also meet from time to time, if required.

The Audit Committee has been vested with, inter alia, the following powers:

- i. to investigate any activity within its terms of reference;
- ii. to seek information from any employee;
- iii. to obtain outside legal or other professional advice;
- iv. to secure attendance of outsiders with relevant expertise, if it considers necessary.

## TERMS OF REFERENCE

The Audit Committee reviews the Reports of the Statutory Auditors periodically and discusses their findings. The role of the Audit Committee is as follows:

- a. Oversight of the Company's Financial Reporting Process and the Disclosure of its Financial Information to ensure that the financial statement is correct, sufficient and credible.
- b. Approval of payment to Statutory Auditors for any other services rendered by the statutory auditors.
- c. Reviewing, with the management, the annual financial statements and auditor's report thereon before submission to the Board for approval, with particular reference to:
  - 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.
  - Changes, if any, in accounting policies and practices and reasons for the same.
  - Major accounting entries involving estimates based on the exercise of judgment by management.
  - Significant adjustments made in the financial statements arising out of audit findings.

- Compliance with listing and other legal requirements relating to financial statements.
- Disclosure of any related party transactions.
- Qualifications in the draft audit report.

## COMPOSITION OF THE COMMITTEE, DETAILS OF MEETINGS AND ITS ATTENDANCE

The Audit Committee consists of Two Independent Directors and One Executive Director. Mr. Hemant Agarwal, Independent Director is the Chairperson of the Committee.

The Audit Committee met four times during the financial year ended March 31, 2021 i.e., on **June 26, 2020, September 14, 2020, November 10, 2020 and February 11, 2021**. Category of Directors as Audit Committee Members and their attendance at the aforesaid Audit Committee Meetings are detailed below:

Sl. No.	Name of the Member	Category	No. of meetings held (During the tenure of Director)	No. of meetings attended
1.	Hemant Agarwal	Independent Director	4	4
2.	Virender Kumar Agarwal	Executive Director	4	4
3.	Vineet Gupta	Independent Director	4	4

The Statutory Auditors, the Chief Financial Officer are permanent invitees to the Audit Committee Meetings. The Company Secretary acts as the Secretary to the Committee and she is in attendance at the Audit Committee Meetings.

## NOMINATION AND REMUNERATION COMMITTEE

The Board of Directors of the Company has constituted a Nomination and Remuneration Committee of the Board in terms of the requirements of **Section 178 of the Companies Act, 2013 and rules** framed thereunder read with **Regulation 19 of the SEBI (LODR) Regulations, 2015**. All the directors of the Committee shall be Non-executive Director and atleast Fifty percent must be independent Director, Chairperson must be an independent Director. The Policy provides for criteria and qualifications for appointment of Director, Key Managerial Personnel (KMPs) and Senior Management Personnel (SMPs), remuneration to them, Board diversity etc. The said policy is available on the Company's website.

## TERMS OF REFERENCE

The terms of reference of the Committee include the following:

- Formulation of the criteria for determining qualifications, positive attributes and independence of a director and recommend to the Board a policy, relating to the remuneration of the directors, key managerial personnel and other employees;
- Formulation of criteria for evaluation of Independent Directors and the Board;
- Devising a policy on Board diversity;
- 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 their appointment and removal.

## COMPOSITION OF THE COMMITTEE, DETAILS OF MEETINGS AND ITS ATTENDANCE

The composition of the Committee is in conformity with the SEBI (LODR) Regulations, 2015. The Nomination and Remuneration Committee consists of Three Non-Executive Independent Directors. Mr. Hemant Agarwal, Independent Director is the Chairperson of the Committee.

The Nomination and Remuneration Committee met one time during the financial year ended March 31, 2021, i.e., on **10<sup>th</sup> November 2020**. Category of Directors as Nomination and Remuneration Committee Members and their attendance at the aforesaid Meetings are detailed below:

Sl. No.	Name of the Member	Category	No. of meetings held (During the tenure of Director)	No. of meetings attended
1.	Hemant Agarwal	Independent Director	1	1
2.	Vineet Gupta	Independent Director	1	1
3.	Latika Bansal	Independent Director	1	1

The Managing Director is the permanent invitee to the Nomination and Remuneration Committee Meetings. The Company Secretary acts as the Secretary to the Committee and she is in attendance at the Nomination and Remuneration Committee Meetings.

## REMUNERATION TO DIRECTORS

### I. Remuneration paid to Executive Directors and sitting fees to the Non-Executive Directors

Details of remuneration paid to Whole-time Director of the Company is mentioned in the below table, however the Company had not paid any remuneration to Managing Director of the Company nor any sitting fees has been to the Non-Executive Directors, as the Company is on the stage of growth and ploughs back the profit of the Company in the growth of the Company. The Directors have voluntarily waived off the fees payable, if any in the best interest of the Company.

Sl. No.	Name	Designation	Salaries & Allowances (Rs. In lakhs)	Commission (Rs. In lakhs)	Total (Rs. In lakhs)
1.	Virender Kumar Agarwal	Managing Director	12,00,000	Nil	12,00,000
2.	Shakul Kumar Agarwal	Whole-Time Director	6,00,000	Nil	6,00,000

## II. Independent Director's Remuneration

Considering the scale of operations of the company, no remuneration was paid to Independent Directors during 2020-2021.

## III. Disclosure in terms of Section II Part B of Schedule V to the Companies Act, 2013

i. All elements of remuneration package of all directors of the company:

Sl. No.	Name & Designation	Salaries (Rs. In lakhs)	Benefits (Rs. In lakhs)	Bonus	Stock Option	Pension
1.	Virender Kumar Agarwal <i>Managing Director</i>	12,00,000	Nil	Nil	Nil	Nil
2.	Shakul Kumar Agarwal <i>Whole-time Director</i>	6,00,000	Nil	Nil	Nil	Nil
3.	Manju Agarwal <i>Non-Executive Director</i>	Nil	Nil	Nil	Nil	Nil
4.	Hemant Agarwal <i>Independent Director</i>	Nil	Nil	Nil	Nil	Nil
5.	Latika Bansal <i>Independent Director</i>	Nil	Nil	Nil	Nil	Nil
6.	Chetna <i>Independent Director</i>	Nil	Nil	Nil	Nil	Nil
7.	Vineet Gupta <i>Independent Director</i>	Nil	Nil	Nil	Nil	Nil

ii. **Details of fixed component and performance linked incentives along with performance criteria:**

The fixed component of salary is the same as mentioned in above table. There is no performance linked incentive payable to any director.

iii. Details of Service contract, notice period and severance fee:

Sl. No.	Name & Designation	Service Contract	Notice Period	Severance fee
1.	Virender Kumar Agarwal <i>Managing Director</i>	3 Years w.e.f. 26.09.2018	1 Month	Nil
2.	Shakul Kumar Agarwal <i>Whole-time Director</i>	5 Years w.e.f 01.04.2018	1 Month	Nil

iv. **Stock option details of every director:** No stock option was given to any director.

v. **Shareholding of Directors in the Company as on March 31, 2021**

Sl. No.	Name of Director	No. of Shares	% of Total Shareholding
1.	Virender Kumar Agarwal	1,72,36,600	37.57
2.	Manju Agarwal	33,96,000	7.40
3.	Hemant Agarwal	0	0
4.	Chetna	0	0
5.	Shakul Kumar Agarwal	35,84,000	7.81
6.	Vineet Gupta	0	0

## **STAKEHOLDERS GRIEVANCE COMMITTEE**

The Board of Directors of the Company has constituted a Stakeholders Grievance Committee of the Board in terms of the requirements of Section 178 of the Companies Act, 2013 and Rules framed thereunder read with **Regulation 20 of the Listing Regulations**. The Stakeholders Grievance Committee consists of two Executive Directors and one Non-Executive Director. Mrs. Manju Agarwal, Non-Executive Director, is the Chairperson of the Committee.

The Committee ensures cordial investor relations and oversees the mechanism for redressal of investors' grievances. The Committee specifically looks into redressing shareholders'/ investors' complaints/ grievances pertaining to share transfers, non-receipts of annual reports, non-receipt of declared dividend and other allied complaints.

The Committee performs the following functions:

- Transfer/ transmission of shares.
- Split up/ sub-division and consolidation of shares.
- Dematerialization/ Re-materialization of shares.
- Issue of new and duplicate share certificates.
- Registration of Power of Attorneys, probate, letters of transmission or similar other documents.
- To open/ close bank account(s) of the Company for depositing share/ debenture applications, allotment and call monies, authorize operation of such account(s) and issue instructions to the Bank from time to time in this regard.

All the functions pertaining to Committee meeting has been completed within the prescribed time period as also certified by a Practising Company Secretary named Mr. Ashok Kumar Verma and duly filed with the Stock Exchanges under Regulation 40(10) on each half of the Financial Year.

The Committee met Four times during the financial year ended March 31, 2021, i.e., on **26<sup>th</sup> June 2020, 14<sup>th</sup> September 2020, 10<sup>th</sup> November 2020 and 11<sup>th</sup> February 2021**. Directors as Stakeholders Grievance Committee Members and their attendance at the aforesaid Meetings are detailed below:

Sl. No.	Name of the Member	Category	No. of meetings held (During the tenure of Director)	No. of meetings attended
1.	Virender Kumar Agarwal	Executive Director	4	4
2.	Manju Agarwal	Non-Executive Director	4	4
3.	Shakul Kumar Agarwal	Executive Director	4	4

Ms. Poonam Mehta Kalra has been appointed as the new Company Secretary cum Compliance Officer of the Company w.e.f. 01.07.2020.

The Company Secretary acts as the Secretary to the Committee and she is in attendance at the Stakeholders Grievance Committee Meetings.

In compliance with the requirements of the SEBI Circular No. CIR/OIAE/2/2011 dated June 3, 2011, the Company has obtained exclusive User ID and Password for processing the investor complaints in a centralized web based SEBI Complaints Redress System - 'SCORES'. This enables the investors to view online the action taken by the Company on their complaints and current status thereof, by logging on to the SEBI's website www.sebi.gov.in. **No Shareholder's complaint was lying unresolved as on March 31, 2021 under 'SCORES'.**

It is confirmed that there was no request for registration of share transfers / transmissions lying pending as on March 31, 2021 and that all requests for issue of new certificates, sub-division or consolidation of shareholdings, etc., received up to March 31, 2021 have since been processed. The Company has an efficient system in place to record and process all requests for dematerialization and re-materialization of shares in the Company through National Securities Depository Limited (NSDL) / Central Depository Services (India) Limited (CDSL)

Nature of complaints received and resolved during the financial year ended on March 31, 2021:

S.No	Subject matter of Complaints	Complaints pending as on April 1, 2020	Complaints Received during the financial year ended March 31, 2021	Total Complaints during the financial year ended March 31, 2021	Complaints Redressed up to March 31, 2021	Complaints pending as on March 31, 2021
1.	Non-receipt of Dividend	-	-	-	-	-
2.	Transfer / Transmission of Shares	-	-	-	-	-
3.	Dematerialization /Rematerialization of Shares	-	-	-	-	-
4.	Others	-	-	-	-	-

## EXECUTIVE COMMITTEE

The Board of Directors has constituted an Executive Committee of the Directors in order to facilitate decision making process relating to day-to-day routine affairs of the Company for **smooth administrative convenience and has delegated necessary powers / authorities**, inter alia, the following to the Executive Management Committee:



- To issue power of Attorney;
- To issue new Share Certificates;
- To open, close, relocate Bank Accounts of the Company and to change the authorized signatories to operate the Bank Accounts;
- Any other matter with the approval of Board.

The Executive Management Committee consists of two Executive Directors and a Non-Executive Director. Mr. Virender Kumar Agarwal, Managing Director is the Chairperson of the Committee. The Minutes of the Executive Management Committee meetings are generally placed before the next Board Meeting.

The Executive Management Committee met **one times** during the financial year ended March 31, 2021, i.e., on 01.07.2020

Category of Directors as Executive Committee Members and their attendance at the aforesaid Meetings are detailed below:

Sl. No.	Name of the Member	Category	No. of meetings held (During the tenure of Director)	No. of meetings attended
1.	Virender Kumar Agarwal	Executive Director	1	1
2.	Manju Agarwal	Non-Executive Director	1	1
3.	Shakul Kumar Agarwal	Executive Director	1	1

The Company Secretary acts as the Secretary to the Committee and she is in attendance at the Executive Management Committee Meetings.

## GENERAL BODY MEETINGS

(a) The last three AGMs were held as under:

Financial Year ended	Day & Date	Time	Venue
March 31, 2020	Wednesday, December 23, 2020	12:30 PM	Plot Number 84, Kanjhawla Industrial Area, 100 Foota Road, New Delhi- 110081
March 31, 2019	Friday, September 27,2019	12:30 PM	Plot Number 84, Kanjhawla Industrial Area, 100 Foota Road, New Delhi- 110081
March 31, 2018	Wednesday, September 26,2018	12:30PM	Plot Number 84, Kanjhawla Industrial Area, 100 Foota Road, New Delhi- 110081

**(b) Details of Special Resolutions passed in the previous Four Annual General Meetings:**

Date of AGM	Details of the Special Resolutions passed
December 23, 2020	NIL
September 27, 2019	(i) Increase in the Remuneration of Mr. Virender Kumar Agarwal, Managing Director of the Company
September 26, 2018	NIL
September 26, 2017	(i) Re-appointment of Mr. Virender Agarwal (00531255) as Managing Director of the Company. (ii) Sub-Division of one Equity Share of Face Value of Rs 10/- each into Ten Equity Share of Rs 1/- each. (iii) Alteration of the Capital Clause of the Memorandum of Association as per the provision of the Companies Act, 2013.

## COMPLIANCE WITH MANDATORY REQUIREMENTS

The Company has complied with all applicable mandatory requirements of the Listing Regulations as on 31.03.2021. As per the provisions of Regulation 15(2) of the SEBI (Listing Obligations & Disclosure Requirements) Regulation 2015, provision of Regulation 27 is applicable to the Companies having paid up equity share capital exceeding Rs. 10 Crore and Net Worth exceeding Rs. 25 Crore, as on the last day of the previous financial year. The Company is not covered under any of the Criterion mentioned above so it is not mandatory for the Company to comply the Provisions of the Regulation 27 of the SEBI (LODR) Regulations, 2015.

Further, the Ministry of Corporate Affairs (MCA) vide it's notifications No. G.S.R. 42(E) and G.S.R 341(E) dated 22nd January, 2019 and 30th April, 2019, respectively amended Rule 16 of Companies (Acceptance of Deposits) Rules and made it mandatory for Companies to file One- Time Return of outstanding receipt of money or loan by a company but not considered as deposits, in terms of clause (c) of sub-rule 1 of rule 2 of Companies (Acceptance of Deposit) Rules from the 01st April, 2014 till 31st March, 2019 and to file Annual Return of particulars of transactions not considered as Deposits till 30th June, respectively.

However, the Company being a Non-Banking Financial Company (NBFC) duly registered with RBI was exempted from the above mentioned Compliance by virtue of exemption granted to it in clause (iii) of sub-rule 3 of Rule 1 of Companies (Acceptance of Deposits) Rules, 2014. The Quarterly results of the Company generally published in Financial Express and Hari Bhoomi having nationwide circulation. Also the same shall be available on the website of the Company at [www.advikgroup.com/ail](http://www.advikgroup.com/ail)

## MEANS OF COMMUNICATION

- **Financial Results:** Prior intimation of Board Meeting where to consider and approve Unaudited/ Audited Financial Results of the Company is given to the Stock Exchanges and also disseminated on the website of the Company at [www.advikgroup.com/ail](http://www.advikgroup.com/ail). The aforesaid Financial Results are immediately intimated to the Stock Exchanges, after the same are approved at Board Meeting. In terms of **Regulation 10** of the Listing Regulations, the Company complies with the online filing requirements on electronic platforms of BSE Limited (BSE) viz. BSE Corporate Listing Centre.

- **Newspapers:** In terms of **Regulation 47** of the Listing Regulations the Financial Results of the Company are published in prominent daily Newspapers, viz. “Financial Express” (English) and in the “Hari Bhumi” (Hindi).
- **Website:** In terms of **Regulation 46** of the Listing Regulations, the Company shall maintain a functional website containing the basic information about the Listed entity the website of the Company “Advik Capital Limited” is [www.advikgroup.com/aii](http://www.advikgroup.com/aii) contains a dedicated section “Investors” which contains details / information of interest to various stakeholders, including Financial Results, Shareholding Pattern, Company Policies, Notice of Various Meetings and relevant Disclosure for shareholders etc. The shareholders / investors can view the details of electronic filings done by the Company on the respective websites of BSE Limited i.e., [www.bseindia.com](http://www.bseindia.com).

## SUBSIDIARY COMPANIES

The Company has one wholly owned subsidiaries viz., “Advik Optoelectronics Limited”. The Subsidiary Company is also a ‘Material Subsidiary’ within the meaning of Regulation 16 (c) of the Listing Regulations and complying all the applicable provisions of Listing Regulations.

The Audit Committee of the Company reviews the financial statements of the unlisted Subsidiary Company at periodic intervals. The Minutes of the Board Meetings of the unlisted Subsidiary Company are placed at the Board Meeting of the Company on quarterly basis. All significant transactions and arrangements, if any, entered into by the unlisted Subsidiary Company are periodically reported to the Board of Directors.

## GENERAL SHAREHOLDER INFORMATION

- (a) The 36<sup>th</sup> Annual General Meeting (AGM) of the Company will be held at Plot No. 84, Khasra No. 143/84, Ground Floor, Extended Lal Dora, Kanjhawla Delhi-110081 on Monday, September 27, 2021 at 12:30 PM.

### (b) Financial Year

The Financial Year of the Company is from 1<sup>st</sup> April to 31<sup>st</sup> March.

**For the Financial Year ended March 31, 2021, results were announced on:**

First quarter results (June 30 ,2020)	14/09/2020
Second quarter results (September 30, 2020)	10/11/2020
Third quarter results (December 31,2020)	10/02/2020
Fourth quarter & annual audited results of the current Financial Year (March 31,2021)	26/06/2021

- (c) **Book Closure:** Tuesday, September 21<sup>st</sup>, 2021 to Monday, September 27, 2021 (both days inclusive).

- (d) **Dividend Payment:** The Company has not paid or declared any dividend during the Financial Year ending March 31<sup>st</sup>, 2021. Hence, no amount by the company was required to be transferred to the Investors Education and Protection Fund (IEPF).

- (e) **Listing of Equity Shares on the Stock Exchanges with Stock Code: The Equity Shares of the Company are listed on:**

**BSE Limited (BSE)**

*PhirozeJeejeebhoy Towers,  
Dalal Street, Mumbai – 400001*

**[Company's Stock Code: 539773]**

**[ISIN: INE178T01024]**

- (f) **Registrar and Share Transfer Agents (RTA):** The Company has engaged the services of M/s Skyline Financial Services Private Limited as its RTA in 2015 for both segments, physical and electronic. As required under Regulation 7(3) of the Listing Regulations, the Company has filed a certificate issued by RTA and the Compliance Officer of the Company certifying that all activities in relation to both physical and electronic share transfer facility are maintained by RTA registered with SEBI i.e. Skyline Financial Services Private Limited as a SEBI Registered Category- 1, Registrars and Share Transfer Agent.

Details of RTA are as given below:

**Skyline Financial Services Private Limited**

***D-153A, 1st Floor, Okhla Industrial Area,***

***Phase- I, New Delhi- 110 020***

**Tel: 011- 40450193-94-95-96-97**

**Website: [www.skylinerta.com](http://www.skylinerta.com)**

**Email: [info@skylinerta.com](mailto:info@skylinerta.com)**

- (g) **Share Transfer System:** In terms of **Regulation 7** of the Listing Regulations Company has appointed Skyline Financials Services as RTA of the Company. Documents and Share Certificates lodged by the shareholders/ investors are verified and entered in relevant Registers by the RTA in consultation with the Company.

In compliance with the provisions of Regulation 40(9) of the Listing Regulation, a Practicing Company Secretary conducts Audit of the Share Operations System of the Company maintained at the office of the RTA. The Company endeavors to implement the suggestions /recommendations of the Auditors to the extent possible.

There are no pending transfers of shares as on March 31, 2021.

- (h) **Dematerialization of Shares and Liquidity:** Since the equity shares of the Company are traded in dematerialized form, the members are advised to hold their shares in dematerialized mode with any Depository Participants (DPs) registered with NSDL and CDSL. Requests for dematerialization of shares should be sent directly by the DPs concerned to the RTA at M/s. Skyline Financial Services Private Limited, D-153A, 1st Floor, Okhla Industrial Area, Phase- I, New Delhi- 110020. The International Securities Identification Number (ISIN) assigned to the Shares of the Company under the Depository System is INE178T01024 and the Shares of the Company are frequently traded at the BSE.

(i) Distribution of shareholding as on March 31, 2021:

Share or Debenture holding Amount Share or Debenture holding Nominal Value	Number of Shareholders	% to Total Amount	Share or Debenture holding Amount	% to Total Numbers
Up To 5,000	864	90.85	242214.00	0.53
5001 To 10,000	15	1.58	115055.00	0.25
10001 To 20,000	6	0.63	81480.00	0.18
20001 To 30,000	4	0.42	93100.00	0.20
30001 To 40,000	1	0.11	38139.00	0.08
40001 To 50,000	7	0.74	345600.00	0.75
50001 To 1,00,000	8	0.84	565524.00	1.23
1,00,000 and Above	46	4.84	44392488.00	96.77
<b>Total</b>	<b>951</b>	<b>100</b>	<b>45873600</b>	<b>100</b>

(j) Pattern of Shareholding as on March 31, 2021

Particulars	As on March 2021		
	No. of Share holders	No. of Shares held	% of Share holding
<b>Promoters Shareholding</b>			
Promoter & Promoter Group	5	27096136	59.07
<b>Total Promoter Shareholding (A)</b>	<b>5</b>	<b>27096136</b>	<b>59.07</b>
<b>Public Shareholding(B)</b>			
Individual Shareholders holding Nominal Share Capital Up to 2 Lacs	903	3002072	6.54
Individual Shareholders holding Nominal Share Capital Above 2 Lacs	26	12281992	26.77
Bodies Corporate	6	3126348	6.82
Non-Resident Indians	3	17800	0.04
Resident Indian HUF	5	349150	0.76
Clearing Members/House	3	102	0.0002
<b>Total Public Shareholding (B)</b>	<b>946</b>	<b>18777464</b>	<b>40.93</b>
<b>Total (A) + (B)</b>	<b>951</b>	<b>45873600</b>	<b>100</b>

## Top Ten Shareholders as on March 31, 2021

S.No	Name of the Shareholders	No. of Shares held	No. of Shares held
1.	SUDIPTA KUMAR BISWAS	2311477	5.04
2.	ALTOLITE ELECTRO SIGNS PRIVATE LIMITED	1563249	3.41
3.	ARROW SIGNS PVT LTD	1535484	3.35
4.	BHARTI GARG	990000	2.16
5.	AJAY KUMAR KAUSHIK	674621	1.47
6.	VINOD KUMAR AGARWAL	532000	1.16
7.	VIPUL GARG	513030	1.12
8.	YASHODHA DEVI	512000	1.12
9.	HITESH GARG	500000	1.09
10.	RAHUL GARG	497025	1.08
	<b>TOTAL</b>	<b>9628886</b>	<b>21.00</b>

### (k) OUTSTANDING GDR/ADR

The company has no outstanding GDR/ ADR or warrants or any convertible instruments which is likely to impact the equity of the company. The company does not indulge into hedging activities so there shall be no gain or loss raises from foreign exchange fluctuation.

### (l) PLANT LOCATION

The company has no manufacturing unit so there is no plant set up for the business of the Company. The company has indulged into financial activities via its registered office located at Plot No. 84, Khasra No. 143/84, Ground Floor, Extended Lal Dora, Kanjhawla, Delhi- 110081.

### (m) ADDRESS FOR CORRESPONDENCE

- **ADVIK CAPITAL LIMITED**

**Registered Office:** Plot No. 84, Khasra No. 143/84, Ground Floor, Extended Lal Dora, Kanjhawla, Delhi- 110081

**Telephone No:** 011- 25952595

**Email:** [advikgroup@yahoo.com](mailto:advikgroup@yahoo.com)

**Website:** [www.advikgroup.com/ail](http://www.advikgroup.com/ail)

- **For Share Transfer/ Dematerialisation of Shares/ Payment of Dividend and any query related to shares:** Details of RTA are as given below:

**SKYLINE FINANCIAL SERVICES PRIVATE LIMITED**

D-153A, 1<sup>st</sup> Floor, Okhla Industrial Area,

Phase- I, New Delhi- 110 020

Tel: 011- 40450193-94-95-96-97

Website: [www.skylinerta.com](http://www.skylinerta.com)

Email: [info@skylinerta.com](mailto:info@skylinerta.com)

- **Company Secretary/ Compliance Officer:**

**Ms. Poonam Mehta Kalra**

Plot No. 84, Khasra No. 143/84, Ground Floor, Extended Lal Dora, Kanjhawla, Delhi- 110081

Tel: 011- 25952595

Email: [cs@advikgroup.com](mailto:cs@advikgroup.com)

- **Grievance Redressal Officer:**

**Mr. Virender Kumar Agarwal**

Managing Director

Plot No. 84, Khasra No. 143/84, Ground Floor, Extended Lal Dora, Kanjhawla, Delhi- 110081

Tel: 011- 25952595

Email: [advikgroup@yahoo.com](mailto:advikgroup@yahoo.com)

#### **(n) COMPLIANCE WITH NON MANDATORY REQUIREMENTS**

As per Regulation 27(1) of the SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015 it is the discretion of the company to implement non-mandatory requirements subject to the disclosure of the same, along with the compliance of mandatory requirements, in the annual report of the company. The status of compliance of non-mandatory requirements is as follows:

- The Board:** The Board of directors elects one of the Executive Directors, as its Chairperson for every Board meeting. Therefore, the provisions relating to Non-Executive Chairperson are not applicable to the Company.
- Audit Qualifications:** The Company's Financial Statements have been accompanied with unmodified audit opinion- both on quarterly and yearly basis and also both Standalone and Consolidated basis.
- Reporting of Internal Auditor:** There is no system under which the internal auditor can directly report to the Audit Committee



## MANAGING DIRECTOR AND CFO CERTIFICATION

To

Date: 13.08.2021

The Board of Directors

**ADVIK CAPITAL LIMITED**

Plot No. 84, Khasra No. 143/84, Ground Floor,

Extended Lal Dora, Kanjhawla

Delhi-110081,

We, Virender Kumar Agarwal, Managing Director and Rishab Kumar Agarwal, Chief Financial Officer of the Company, to the best of our knowledge and belief, certify that:

- a. We have reviewed financial statements and the cash flow statement for the year ended 31st March 2021 and that to the best of our knowledge and belief:
  - i. these statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
  - ii. these statements together present a true and fair view of the company's affairs and are in compliance with existing accounting standards, applicable laws and regulations.
- b. That to the best of our knowledge and belief, no transactions have been entered into by the company during the year which are fraudulent, illegal or volatile of the company's code of conduct.
- c. We accept the responsibility for establishing and maintaining internal controls for financial reporting and that we have evaluated the effectiveness of internal control systems of the company pertaining to financial reporting and we have disclosed to the auditors and the Audit Committee, deficiencies in the design or operation of such internal controls, if any, of which we are aware and the steps we have taken or propose to take to rectify these deficiencies.
- d. We have indicated to the auditors and the Audit committee
  - i. significant changes in internal control over financial reporting during the year;
  - ii. significant changes in accounting policies during the year, if there is any, and that the same have been disclosed in the notes to the financial statements; and
  - iii. Instances of significant fraud of which we have become aware and the involvement therein, if any, of the management or an employee having a significant role in the company's internal control system over financial reporting.

Sd/-

**Virender Kumar Agarwal**  
**(Managing Director)**  
Din: 00531255

Sd/-

**Rishab Kumar Agarwal**  
**(Chief Financial Officer)**  
PAN: AJAPA7265J

Date: 13<sup>th</sup> August, 2021

To  
The Board of Directors  
ADVIK CAPITAL LIMITED  
*Plot No. 84, Khasra No. 143/84, Ground Floor,  
Extended Lal Dora, Kanjhawla  
Delhi-110081,*

**Sub: Declaration of Compliance of Code of Conduct**

I, Mr. Virender Kumar Agarwal (DIN: 00531255), Managing Director of the Company declare that all the members of the Board of Directors and Senior Management Personnel have affirmed compliance with the Code of Conduct for the year ended 31st March, 2021.

For **ADVIK CAPITAL LIMITED**

Sd/-  
**Virender Kumar Agarwal**  
**(Managing Director)**  
**DIN: 00531255**

**CERTIFICATION BY PRACTICING COMPANY**  
**SECRETARY**

**ADVIK CAPITAL LIMITED**

**FOR THE YEAR ENDING 31<sup>ST</sup> MARCH 2021**

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

We have examined the relevant registers, records and disclosures received from the Management of **ADVIK CAPITAL LIMITED** (hereinafter referred to as 'the Company'), bearing **CIN : L65100DL1985PLC022505** and having Registered Office at **PLOT NO. 84, KHASRA NO. 143/84, GROUND FLOOR, EXTENDED LAL DORA, KANJHAWLA DELHI-110081** 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 according to the verifications (including Directors Identification Number (DIN) status at the portal ([www.mca.gov.in](http://www.mca.gov.in))) as considered necessary and information/Declaration furnished to us by the Company & its Officers, We hereby certify that none of the Directors on the Board of the Company for the Financial Year ending on 31st March, 2021 have been debarred or disqualified from being appointed or continuing as Directors of Companies by the Securities and Exchange Board of India(SEBI)/Ministry of Corporate Affairs and any such Statutory Authority.

**For A. K. VERMA & CO.**  
**(Practicing Company Secretaries)**

Sd/-

**ASHOK KUMAR VERMA**  
**(SENIOR PARTNER)**

**FCS: 3945**

**CP No: 2568**

**UDIN: F003945C000820134**

**Date: 23.08.2021**

**Place: New Delhi**

## ANNEXURES TO DIRECTOR REPORT

<b>ANNEXURE-I</b>	<b>Loans, Investments &amp; Guarantee</b>
<b>ANNEXURE-II</b>	<b>Extract of Annual Return in MGT-9</b>
<b>ANNEXURE-III</b>	<b>Secretarial Audit Report in MR-3</b>
<b>ANNEXURE-IV</b>	<b>Annual Evaluation of the Board</b>
<b>ANNEXURE-V</b>	<b>Management Discussion Analysis Report</b>

**LOANS, GUARANTEE, INVESTMENT**

S.No	Particulars	31/03/2020	31/03/2021
1.	<b>Long Term loans and advances</b>		
	Security Deposits:		
	Unsecured Considered Good	0.00	0.00
	<b>Short Term loans and advances</b>		
	Loans & Advances (Unsecured Considered Good):		
	• Advik Optoelectronics Limited	0.00	0.00
	• Basant Projects Ltd	579,25,806.00	605,00,000.00
	<b>TOTAL:</b>	<b>579,25,806.00</b>	<b>605,00,000.00</b>
2.	<b>Non-Current Investment in shares</b>		
	<b>Unquoted</b>		
	• Advik Optoelectronics Limited	1,48,44,000.00	1,48,44,000.00
	<b>TOTAL:</b>	<b>1,48,44,000.00</b>	<b>1,48,44,000.00</b>
3.	<b>Guarantee provided</b>		
	• Advik Global Limited	0.00	0.00
	• Advik Optoelectronics Limited	0.00	0.00
	<b>Total:</b>	<b>0.00</b>	<b>0.00</b>

**EXTRACT OF ANNUAL RETURN IN MGT-9**

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

**I REGISTRATION & OTHER DETAILS:**

i	<b>CIN</b>	L65100DL1985PLC022505
ii	<b>Registration Date</b>	14/11/1985
iii	<b>Name of the Company</b>	Advik Capital Limited
iv	<b>Category/Sub-category of the Company</b>	Company Limited By Shares
v	<b>Address of the Registered office &amp; contact details</b>	Plot No. 84, Khasra No. 143/84, Ground Floor, Extended Lal Dora, Kanjhawla, Delhi-110081
vi	<b>Whether listed company</b>	Yes
vii	<b>Name , Address &amp; contact details of the Registrar &amp; Transfer Agent, if any.</b>	Skyline Financial Services Private Limited Shop No.D-153/A, I-Area, Okhla Phase I, Okhla Industrial Area, New Delhi, Delhi 110020

**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

SL No	Name & Description of main products/services	NIC Code of the Product /service	% to total turnover of the company
1	NBFC ACTIVITY	65923	100%

**III PARTICULARS OF HOLDING, SUBSIDIARY & ASSOCIATE COMPANIES**

SI No	Name & Address of the Company	CIN/GLN	HOLDING/ SUBSIDIARY/ASSOCIATE	% OF SHARES HELD	APPLICABLE SECTION
1	Advik Optoelectronics Limited	U31900DL2013PLC256393	Subsidiary	57.96%	2(87)

#### IV SHAREHOLDING PATTERN (EQUITY SHARE CAPITAL BREAK UP AS % TO TOTAL EQUITY)

Category of Shareholders	No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				% change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
<b>A. Promoters</b>									
(1) Indian									
a) Individual/HUF	26564100	0	26564100	57.91	27096136	0	27096136	59.07	1.16
b) Central Govt. or State Govt.	0	0	0	0	0	0	0	0	0
c) Bodies Corporates	0	0	0	0	0	0	0	0	0
d) Bank/FI	0	0	0	0	0	0	0	0	0
e) Any other	0	0	0	0	0	0	0	0	0
<b>SUB TOTAL:(A) (1)</b>	<b>26564100</b>	<b>0</b>	<b>26564100</b>	<b>57.91</b>	<b>27096136</b>	<b>0</b>	<b>27096136</b>	<b>59.07</b>	<b>1.16</b>
(2) Foreign									
a) NRI- Individuals	0	0	0	0	0	0	0	0	0
b) Other Individuals	0	0	0	0	0	0	0	0	0
c) Bodies Corp.	0	0	0	0	0	0	0	0	0
d) Banks/FI	0	0	0	0	0	0	0	0	0
e) Any other...	0	0	0	0	0	0	0	0	0
<b>SUB TOTAL (A) (2)</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Total Shareholding of Promoter (A)= (A)(1)+(A)(2)</b>	<b>26564100</b>	<b>0</b>	<b>26564100</b>	<b>57.91</b>	<b>27096136</b>	<b>0</b>	<b>27096136</b>	<b>59.07</b>	<b>1.16</b>
<b>B. PUBLIC SHAREHOLDING</b>									
(1) Institutions									
a) Mutual Funds	0	0	0	0	0	0	0	0	0
b) Banks/FI	0	0	0	0	0	0	0	0	0
c) Central Govt.	0	0	0	0	0	0	0	0	0
d) State Govt.	0	0	0	0	0	0	0	0	0
e) Venture Capital Fund	0	0	0	0	0	0	0	0	0
f) Insurance Companies	0	0	0	0	0	0	0	0	0
g) FIIS	0	0	0	0	0	0	0	0	0
h) Foreign Venture Capital Funds	0	0	0	0	0	0	0	0	0
i) Others (specify)	0	0	0	0	0	0	0	0	0
<b>SUB TOTAL (B)(1):</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
(2) Non Institutions									
a) Bodies corporates									
i) Indian	3129295	0	3129295	6.82	3126348	0	3126348	6.81	-0.01
ii) Overseas	0	0	0	0	0	0	0	0	0
b) Individuals									



i) Individual shareholders holding nominal share capital upto Rs.1 lakhs	1541671	18000	1559671	3.40	1417547	18000	1435547	3.13	-0.27
ii) Individuals shareholders holding nominal share capital in excess of Rs. 1 lakhs	14209584	44000	14253584	31.07	13804619	44000	13848619	30.19	-0.88
c) Others (specify)	366950	0	366950	0.80	366950	0	366950	0.80	0
<b>SUB TOTAL (B)(2):</b>	<b>19247500</b>	<b>62000</b>	<b>19309500</b>	<b>42.09</b>	<b>18715464</b>	<b>62000</b>	<b>18777464</b>	<b>40.93</b>	<b>-1.16</b>
<b>Total Public Shareholding (B)= (B)(1)+(B)(2)</b>	<b>19247500</b>	<b>62000</b>	<b>19309500</b>	<b>42.09</b>	<b>18715464</b>	<b>62000</b>	<b>18777464</b>	<b>40.93</b>	<b>-1.16</b>
<b>C. Shares held by Custodian for GDRs &amp; ADRs</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>GRAND TOTAL (A+B+C)</b>	<b>45811600</b>	<b>62000</b>	<b>45873600</b>	<b>100</b>	<b>45811600</b>	<b>62000</b>	<b>45873600</b>	<b>100</b>	<b>0</b>

*\* SUBDIVISION OF 1(ONE) EQUITY SHARE OF FACE VALUE OF 10/- EACH INTO 10(TEN) EQUITY SHARES OF RE. 1/- EACH*

## (ii) SHARE HOLDING OF PROMOTERS

Sl No.	Shareholders Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% 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	Virender Kumar Agarwal	17186600	37.47	NA	17236600	37.57	NA	0.10
2	Manju Agarwal	3396000	7.40	NA	3396000	7.40	NA	0
3	Rishab Kumar Agarwal	0	0	NA	482036	1.05	NA	1.05
4	Shakul Kumar Agarwal	3584000	7.81	NA	3584000	7.81	NA	0
5	Virender Kumar Agarwal HUF	2397500	5.23	NA	2397500	5.23	NA	0

*\*SUBDIVISION OF 1(ONE) EQUITY SHARE OF FACE VALUE OF 10/ EACH INTO 10(TEN) EQUITY SHARES OF 1/- EACH*

**(iii) CHANGE IN PROMOTERS' SHAREHOLDING (SPECIFY IF THERE IS NO CHANGE)**

Sl. No.		Shareholding at the beginning of the Year		Cumulative Shareholding during the year	
		No. of Shares	% of total shares of the company	No of shares	% of total shares of the company
<b>1</b>	<b>MR. VIRENDER KUMAR AGARWAL</b>				
		No. of Shares	% of total shares of the company	No of shares	% of total shares of the company
	At the beginning of the year	17186600	37.47	17236600	37.57
	On various dates due to transfer of shares	PURCHASE DURING THE YEAR-50000	0.10		
	At the end of the year	17236600	37.57	17236600	37.57
<b>2</b>	<b>MR. SHAKUL KUMAR AGARWAL</b>				
		No. of Shares	% of total shares of the company	No of shares	% of total shares of the company
	At the beginning of the year	3584000	7.81	3584000	7.81
	On various dates due to transfer of shares	-	-		
	At the end of the year	3584000	7.81	3584000	7.81
<b>3</b>	<b>MRS. MANJU AGARWAL</b>				
		No. of Shares	% of total shares of the company	No of shares	% of total shares of the company
	At the beginning of the year	3396000	7.40	3396000	7.40
	On various dates due to transfer of shares	-	-		
	At the end of the year	3396000	7.40	3396000	7.40
<b>4</b>	<b>MR. RISHAB KUMAR AGARWAL</b>				
		No. of Shares	% of total shares of the company	No of shares	% of total shares of the company
	At the beginning of the year	0	0	482036	1.05
	On various dates due to transfer of shares	PURCHASED DURING THE YEAR-482036	1.05		
	At the end of the year	482036	1.05	482036	1.05
<b>5</b>	<b>VIRENDER KUMAR AGARWAL (HUF)</b>				
		No. of Shares	% of total shares of the company	No of shares	% of total shares of the company
	At the beginning of the year	2397500	5.23	2397500	5.23
	On various dates due to transfer of shares	-	0.05		
	At the end of the year	2397500	5.23	2397500	5.23

**(iv) SHAREHOLDING PATTERN OF TOP TEN SHAREHOLDERS (OTHER THAN DIRECTORS, PROMOTERS & HOLDERS OF GDRS & ADRS)**

S.No	Name of the Shareholder	At the beginning of the year (i.e. 01.04.2020)		At the end of the year (i.e. 31.03.2021)		Cumulative Shareholding during the year		Month wise Increase /Decrease in Share holding during the year	Reasons (for increase/ decrease (e.g. allotment / transfer / bonus / sweat equity etc)
		No. of Shares	%of Total Shares of the company	No. of Shares	% of Total Shares of the company	No. of shares	% of total Shares of the Company		
1	Subipta Kumar Biswas	2311477	5.04	2311477	5.04	2311477	5.04	Nil	Nil
2	Altolite Electro Signs Private Limited	1563249	3.41	1563249	3.41	1563249	3.41	Nil	Nil
3	Arrow Signs Private Limited	1535484	3.35	1535484	3.35	1535484	3.35	Nil	Nil
4	Bharti Garg	990000	2.16	990000	2.16	990000	2.16	Nil	Nil
5	Ajay Kumar Kaushik	674621	1.47	674621	1.47	674621	1.47	Nil	Nil
6	Vinod Kumar Agarwal	532000	1.16	532000	1.16	532000	1.16	Nil	Nil
7	Vipul Garg	433030	0.94	513030	1.12	513030	1.12	Increase-0.18	Buy
8	Yashodha Devi	512000	1.12	512000	1.12	512000	1.12	Nil	Nil
9	Hitesh Garg	500000	1.09	500000	1.09	500000	1.09	Nil	Nil
10	Rahul Garg	497990	1.09	497025	1.08	497025	1.08	<b>Decrease (0.01)</b>	<b>sell</b>

**\*SUBDIVISION OF 1(ONE) EQUITY SHARE OF FACE VALUE OF 10/- EACH INTO 10(TEN) EQUITY SHARES OF RE 1/- EACH**

**(v) SHAREHOLDING OF DIRECTORS AND KEY MANAGERIAL PERSONNEL:**

S.No.	Name of the Directors/KMP (Designation)	At the beginning of the year (i.e. 01.04.2020)		At the end of the year (i.e. 31.03.2021)		Cumulative Shareholding during the year		Increase /Decrease in Shareholding during the year
		No. of Shares	% of total Shares of the Company	No. of Shares	% of total Shares of the Company	No. of Shares	% of total Shares of the Company	
1	Virender Kumar Agarwal (Managing Director)	17186600	37.47	17236600	37.57	17236600	37.57	Increase-0.10
2	Manju Agarwal (Non-executive Woman Director)	3396000	7.4	3396000	7.4	3396000	7.4	NIL
3	Shakul Kumar Agarwal ( Whole-time Director)	3584000	7.81	3584000	7.81	3584000	7.81	NIL
4	Hemant Agarwal (Non-Executive Independent Director)	NIL	NIL	NIL	NIL	NIL	NIL	NIL
6	Vineet Gupta (Non-Executive Independent Director)	NIL	NIL	NIL	NIL	NIL	NIL	NIL
7	Poonam Mehta Kalra (Company Secretary)	NIL	NIL	NIL	NIL	NIL	NIL	NIL
8	Rishab Kumar Agarwal (Chief Financial Officer)	NIL	NIL	482023	1.05	482023	1.05	Increase-1.05

**\*SUBDIVISION OF 1(ONE) EQUITY SHARE OF FACE VALUE OF 10/- EACH INTO 10 (TEN) EQUITY SHARES OF RE 1/- EACH**

## V INDEBTEDNESS

Indebtedness of the Company including interest outstanding/accrued but not due for payment				
	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
<b>Indebtness at the beginning of the financial year</b>				
i) Principal Amount	0	0	0	0
ii) Interest due but not paid	0	0	0	0
iii) Interest accrued but not due	0	0	0	0
<b>Total (i+ii+iii)</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Change in Indebtedness during the financial year</b>				
Additions	0	250,000	0	250,000
Reduction	0	0	0	0
<b>Net Change</b>	<b>0</b>	<b>250,000</b>	<b>0</b>	<b>250,000</b>
<b>Indebtedness at the end of the financial year</b>				
i) Principal Amount	0	250,000	0	250,000
ii) Interest due but not paid	0	0	0	0
iii) Interest accrued but not due	0	0	0	0
<b>Total (i+ii+iii)</b>	<b>0</b>	<b>250,000</b>	<b>0</b>	<b>250,000</b>

## VI REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

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

S.No	Particulars of Remuneration	VIRENDER KUMAR AGARWAL(Rs.)	SHAKUL KUMAR AGARWAL(Rs.)	Total Amount (Rs.)
1	<b>Gross salary</b>			
	(a) Salary as per provisions contained in section 17(1) of the Income Tax. 1961.	12,00,000	6,00,000	18,00,000
	(b) Value of perquisites u/s 17(2) of the Income tax Act, 1961	0	0	0
	(c) Profits in lieu of salary under section 17(3) of the Income Tax Act, 1961	0	0	0
2	<b>Stock option</b>	0	0	0
3	<b>Sweat Equity</b>	0	0	0
4	<b>Commission</b>	0	0	0
	as % of profit	0	0	0
	others (specify)	0	0	0
5	<b>Others, please specify</b>	0	0	0
	<b>TOTAL (A)</b>	<b>12,00,000</b>	<b>6,00,000</b>	<b>18,00,000</b>
	<b>Ceiling as per the Act</b>		N.A	N.A

## B. Remuneration to other directors:

Sl.No	Particulars of Remuneration	Name of the Directors			Total Amount
		VINEET GUPTA	HEMANT AGARWAL	CHETNA	
1	Independent Directors				
	(a) Fee for attending board committee meetings	NIL	NIL	NIL	NIL
	(b) Commission	NIL	NIL	NIL	NIL
	(c) Others, please specify	NIL	NIL	NIL	NIL
	<b>Total (1)</b>	NIL	NIL	NIL	NIL
2	Other Non-Executive Directors (MANJU AGARWAL)				
	(a) Fee for attending	NIL	NIL	NIL	NIL
	(b) Commission	NIL	NIL	NIL	NIL
	(c) Others, please specify.	NIL	NIL	NIL	NIL
	<b>Total (2)</b>	NIL	NIL	NIL	NIL
	<b>Total (B)=(1+2)</b>	NIL	NIL	NIL	NIL
	<b>Total Managerial Remuneration</b>	NIL	NIL	NIL	NIL
	<b>Overall Ceiling as per the Act.</b>	N.A	N.A	N.A	N.A

## C. REMUNERATION TO KEY MANAGERIAL PERSONNEL OTHER THAN MD/MANAGER/WTD

Sl. No.	Particulars of Remuneration	Key Managerial Personnel			
		CEO	Company Secretary	CFO	Total
1	<b>Gross Salary</b>				
	(a) Salary as per provisions contained in section 17(1) of the Income Tax Act, 1961.	0	106529	525000	631529
	(b) Value of perquisites u/s 17(2) of the Income Tax Act, 1961	0	0	0	0
	(c) Profits in lieu of salary under section 17(3) of the Income Tax Act, 1961	0	0	0	0
2	Stock Option	0	0	0	0
3	Sweat Equity	0	0	0	0
4	Commission	0	0	0	0
	as % of profit	0	0	0	0
	others, specify	0	0	0	0
5	Others, please specify	0	0	0	0
	<b>TOTAL</b>	<b>0</b>	<b>106529</b>	<b>525000</b>	<b>631529</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. COMPANY</b>					
Penalty					
Punishment					
Compounding					
<b>B. DIRECTORS</b>					
Penalty					
Punishment					
Compounding					
<b>C. OTHER OFFICERS IN DEFAULT</b>					
Penalty					
Punishment					
Compounding					

N.A.

## Form No. MR-3

### SECRETARIAL AUDIT REPORT

For The Period 01<sup>st</sup> April, 2020 to 31<sup>st</sup> March, 2021

*[Pursuant to Section 204(1) of the Companies Act, 2013 and Rule No.9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014*

To  
The Members,  
**ADVIK CAPITAL LIMITED**  
Plot No. 84, Khasra No. 143/84,  
Ground Floor, Extended Lal Dora,  
Kanjhawla, Delhi-110081

We have conducted the Secretarial Audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by “**Advik Capital 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 **Company’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 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 :

- I. The Company is a “Loan Company” engaged in the business of Non-Banking Financial Institution as defined in Section 45 I (a) of the Reserve Bank of India Act, 1934 and carrying a Certificate of Registration issued by Reserve Bank of India, New Delhi bearing certificate number - **B-14.00724**.
- II. We have examined the books, papers, minute books, forms and returns filed and other records maintained by **Advik Capital Limited (“the Company”)** for the Financial Year ended on **31<sup>st</sup> March, 2021** according to the provisions of:
  - (i) The Companies Act, 2013 and the Rules made there under to the extent applicable.
  - (ii) The Securities Contracts (Regulation) Act, 1956 (‘SCRA’) and the rules made thereunder;
  - (iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
  - (iv) The following Regulations and Guidelines prescribed under Securities and Exchange Board of India Act, 1992:
    - The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015;
    - The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
    - The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 1992;



- The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999 and the Securities and Exchange Board of India (share based employee benefits) Regulation 2014 **(Not applicable to the Company during the audit period)**;
- 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;
- The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998 **(Not applicable to the Company during the audit period)**.
- The Securities & Exchange Board of India (Share Based Employee Benefits) Regulation, 2014 **(Not applicable to the Company during the audit period)**.
- The Securities & Exchange Board of India (Issue and listing of Debt Securities) Regulation, 2008 **(Not applicable to the Company during the audit period)**.
- SEBI (Delisting of Equity Share) Regulation, 2009 **(Not applicable to the Company during the audit period)**.

III. We further report that, having regard to the compliance system and mechanism prevailing in the Company and representation made by its officers for the same and our examination of relevant documents/records in pursuant thereof on our test check basis, the Company has adequate system for the compliances of the following applicable laws:

1. The Reserve Bank of India Act, 1934 and amendment came into force from time to time;
2. Master Direction- Non-Banking Financial Company Returns (Reserve Bank) Directions, duly amended.
3. Prudential Norms Issued by the Reserve Banks for NBFC- ND Companies.
4. Prudential Norms Issued by the Reserve Banks for NBFC Companies.

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

- (i) Secretarial Standards 1 & 2 issued by The Institute of Company Secretaries of India.
- (ii) The Listing Agreements entered into by the Company with BSE Limited.

**We report that:**

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

**We further report that**

The Composition of Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-executive Directors, Women Directors and Independent Directors as per the provisions of Companies Act, 2013 and rules made thereunder. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.

Adequate notices were given to all the Directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent 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 minutes of the meetings duly recorded and signed by the chairperson and the decision of the Board were unanimous and no dissenting views have been recorded.

We further report that the compliance by the company of applicable financial laws like Direct and Indirect Tax Laws and maintenance of financial records, books of accounts and internal financial control has not been reviewed in this audit since the same have been subject to review by statutory financial audit and other designated professionals.

We further report that pursuant to compliance of section 134(3)(p) and other applicable provisions of the Companies Act, 2013 read with applicable rules as amended from time to time, a formal annual performance evaluation of all the Directors of the Company, its committees and board as a whole was carried out after approval of the policy for the evaluation of the performance by the board during the Financial Year under the audit.

We further report that the Company was not required to submit Annual Secretarial Compliance Report to the Stock Exchange as mandated under Regulation 24 A of SEBI (Listing Obligations and Disclosure Requirement) (Amendment) Regulations, 2018 as the Company falls under the criteria specified under Regulation 15 (2) of SEBI (Listing Obligations and Disclosure Requirement) Regulations, 2015 due to the fact that the paid-up Equity Share Capital and Net Worth of the Company was below Rs. 10 Crores and Rs. 25 Crores, respectively as on the close of the previous Financial Year i.e. 31st March, 2021. The said exemption available to the Companies falling under this criteria was clarified by Bombay Stock Exchange (BSE) vide its Circular Nos. LIST/COMP/10/2019-20 and LIST/COMP/12/2019-20 dated 9th May, 2019 and 14th May, 2019, respectively.

#### **We further report that**

There are adequate systems and processes 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 all notices received from various statutory/regulatory authorities including initiating actions for corrective measures, wherever found necessary.**

**For A. K. VERMA & CO**  
**Reg No: S1997DE019500**  
**(Practicing Company Secretaries)**

**Sd/-**

**ASHOK KUMAR VERMA**  
**(SENIOR PARTNER)**  
FCS: 3945  
CP NO: 2568  
Place: Delhi  
Date: 23.08.2021  
**UDIN: F003945C000820024**

**This Report is to be read with our letter of even date which is Annexed as (Annexure –A) and forms an integral part of this Report**

To  
The Members,  
**ADVIK CAPITAL LIMITED**  
Plot No. 84, Khasra No. 143/84,  
Ground Floor, Extended Lal Dora,  
Kanjhawla, Delhi-110081

**Subject: 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 the future viability of the company nor of the efficacy or effectiveness with which the management has conducted the affairs of the company.

**For A. K. VERMA & CO.**  
**Reg No: S1997DE019500**  
(Practicing Company Secretaries)

**Sd/-**

**ASHOK KUMAR VERMA**  
(SENIOR PARTNER)  
FCS: 3945  
CP NO: 2568  
**UDIN: F003945C000820024**

Date: 23.08.2021  
Place: Delhi

## ANNUAL BOARD EVALUATION

The Companies Act, 2013 and the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (“the Listing Regulations”) stipulate the evaluation of the performance of the Board, its Committees, Individual Directors and the Chairperson.

The evaluation framework for assessing the performance of Directors comprises of various key areas such as attendance at Board and Committee Meetings, quality of contribution to Board discussions and decisions, strategic insights or inputs regarding future growth of the Company and its performance, ability to challenge views in a constructive manner, knowledge acquired with regard to the Company’s business/ activities, understanding of industry and global trends, etc.

Pursuant to the provisions of the Companies Act, 2013 and Regulation 17 of the Listing Regulations, the Board has carried out an annual evaluation of its own performance and that of its Committees as well as performance of the Directors individually (including Independent Directors).

The evaluation involves self-evaluation by the Board Member and subsequent assessment by the Board of Directors. A member of the Board will not participate in the discussion of his/her evaluation.

It will be the responsibility of the Chairman who shall be supported by Company Secretary (if any) to organize the evaluation process and act on its outcome.

The results of the annual evaluation shall remain confidential between the Chairman, Directors concerned and the Company Secretary (if any).

The evaluation process will be used constructively as a mechanism to improve board effectiveness, maximize strengths and tackle weaknesses.

## THE MANAGEMENT DISCUSSION AND ANALYSIS REPORT



### COVID 19 OUTBREAK

The COVID-19 pandemic is a once in a lifetime occurrence that has brought with it unimaginable suffering to people and to almost all sections of the economy. When the pandemic struck and led to nationwide lockdowns to curtail the transmission of disease it was natural to fear that the global economy would stay in extreme stress of the kind not seen since the Great Depression, and would have long-lasting economic impact.

To counter the crippling impact of lockdowns on economies, the world's policymakers have resorted to fiscal and monetary measures never seen before in global economic history. It still remains to be seen if these relief measures sufficed, and whether actions taken by governments across the globe adequately compensated for the disruptions created in the lives of people.

To alleviate the economic stress induced by the pandemic, the Government of India announced a Rs. 20.9 lakh crore economic package (or about 10% of the GDP). Of this 1.2% of GDP comprised direct fiscal spending and the rest consisted of (i) loans and guarantee schemes of Rs. 10.4 lakh crore, or about 5% of the GDP and (ii) the RBI's liquidity measures of Rs. 8.01 lakh crore, or about 3.8% of GDP.

The grey cloud recently was the huge surge in infections that started with the second wave beginning in early March 2021. Hopefully a serious increase in the pace of vaccination across the country coupled with proper wearing of masks and social distancing will bring any future predicted surges and waves down.

## FINANCIAL & BUSINESS REVIEW

**ADVIK CAPITAL LIMITED** is currently engaged in NBFC and Financial activities. The Company intends to continue focusing on NBFC activities including financing, Inter- corporate Investments & Capital Market activities.

Due to limited resources, company is unable to achieve the growth in the last years but management of the Company is very hopeful to achieve standards of growth in the near future. The main revenue of the Company is earned from the Interest Income and Commission Income.

Management of the Company is very hopeful to bring higher operating efficiencies within the Company based on the understanding and strength of superior Knowledge of local market and efficient and Conservative approach.

## FUTURE OUTLOOK

In the upcoming years Company will strive to be achieve high revenue by way of providing financial services businesses in India focused on delivering superior customer experience through class leading services and good returns to the Company's shareholders at the same time maintaining the high levels of integrity.

## KEY PERFORMANCE DRIVERS AND CAPABILITIES

The Company's long term aspiration is to play a significant role in meeting the financial requirements of retail customers as well as corporate clients. To carry out the long term goal and achieve its financial activities Company has formed some strategies.

## ADEQUACY OF INTERNAL CONTROL

The Company has a proper and adequate system of internal control in all spheres of its activities to ensure that all its assets are safeguarded and protected against loss from unauthorized use or disposition and that the transactions are authorized, recorded and reported diligently.

The Company ensures adherence to all internal control policies and procedures as well as compliance with all regulatory guidelines.

## RISKS & CONCERNS

Being a Financial company, it is exposed to specific risks that are particular to its business and the environment within which it operates, including interest rate volatility, economic cycle, credit risk and market risk. The most important among them are credit risk, market risk and operational risk. The measurement, monitoring management of risk remains key focus areas for the company.

## HR & INFRASTRUCTURE DEVELOPMENT

The Company has a team of able and experienced industry professionals and employees. During the year, the company further strengthened its IT infrastructure and systems to support its operations.

## RESPONSIBILITY FOR THE MANAGEMENT DISCUSSION AND ANALYSIS REPORT

The Board of Directors have reviewed the Management Discussion and Analysis prepared by the Management, and the Independent Auditors have noted its contents. Statement in this report of the Company's objective, projections, estimates, exceptions, and predictions are forward looking statements subject to the applicable laws and regulations. The statements may be subjected to certain risks and uncertainties. Company's operations are affected by many external and internal factors which are beyond the control of the management. Thus the actual situation may differ from those expressed or implied. The Company assumes no responsibility in respect of forward looking statements that may be amended or modified in future on the basis of subsequent developments, information or events.



# STANDALONE FINANCIAL STATEMENTS



**INDEPENDENT AUDITOR'S REPORT**

**TO THE MEMBERS OF  
ADVIK CAPITAL LIMITED**

**Report on the Audit of the financial statements**

**Opinion**

We have audited the accompanying financial statements of Advik Capital Limited ("the Company"), which comprise the Balance Sheet as at March 31, 2021, the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Changes in Equity and the Statement of Cash Flows for the year then ended, and notes to the financial statements including a summary of significant accounting policies and other explanatory information (hereinafter referred to as "financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India including the Indian Accounting Standards ("Ind AS") prescribed under section 133 of the Act, of the state of affairs of the Company as at March 31, 2021, its profit (including other comprehensive income), changes in equity and its cash flows for the year ended on that date.

**Basis for Opinion**

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

**Key Audit Matters**

We have determined that there are no key audit matters to communicate in our report.

**Other Information**

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Management Discussion and Analysis, Director's





Report and Corporate Governance Report, but does not include the financial statements and our auditor's report thereon.

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

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

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

### **Responsibilities of Management and Those Charged with Governance for the Financial Statements**

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance (including other comprehensive income), changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including Ind AS prescribed under section 133 of the Act, read with the Companies (Indian Accounting Standards) Rules, 2015, as amended. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Those Board of Directors are also responsible for overseeing the Company's financial reporting process.

### **Auditor's Responsibilities for the Audit of the financial statements**

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





accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

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

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

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

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





consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

### Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of section 143(11) of the Act, we give in "Annexure 1", a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. As required by Section 143(3) of the Act, we report that:
  - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
  - b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
  - c) The Balance Sheet, the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Changes in Equity and the Statement of Cash Flows dealt with by this Report are in agreement with the books of account;
  - d) In our opinion, the aforesaid financial statements comply with the Ind AS specified under Section 133 of the Act read with the Companies (Indian Accounting Standards) Rules 2015, as amended;
  - e) On the basis of the written representations received from the directors as on March 31, 2021 and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2021 from being appointed as a director in terms of section 164 (2) of the Act;
  - f) With respect to the adequacy of the internal financial controls with reference to financial statements of the Company and the operating effectiveness of such controls, refer to our separate report in "Annexure 2";
  - g) With respect to the other matter to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act:

In our opinion and to the best of our information and according to the explanations given to us, the remuneration paid/ provided by the Company to its directors during the year is in accordance with the provisions of section 197 of the Act;

- h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us :



- i. The Company does not have any pending litigations which would impact its financial position;
- ii. The Company did not have any long-term contracts including derivatives contracts for which there were any material foreseeable losses;
- iii. There were no amounts which required to be transferred to the Investor Education and Protection Fund by the Company.

**For Garg Anil & Co.**  
**Chartered Accountants**  
**FRN-6308N**

  
**Anil Garg**  
**Partner**  
**M. No. 085017**  
**UDIN: 21085017AAAACM1219**

**Place: New Delhi**  
**Date: 26/06/2021**



**Annexure '1' to the Independent Auditor's Report**

**[Referred to in paragraph 1 under 'Report on Other Legal and Regulatory Requirements' section section in the Independent Auditor's Report of even date to the members of Advik Capital Limited on the Ind AS financial statements for the year ended March 31, 2021]**

Based on the audit procedures performed for the purpose of reporting a true and fair view on the Ind AS financial statements of the Company and taking into consideration the information and explanations given to us and the books of account and other records examined by us in the normal course of audit, we report that:

(i) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.

(b) During the year, the fixed assets of the Company have been physically verified by the management and no material discrepancies were noticed on such verification. In our opinion, the frequency of verification is reasonable having regard to the size of the Company and the nature of its assets.

(c) The company does not own any immovable property as on the Balance Sheet date.

(ii) The Company does not have any inventory as on the Balance Sheet date. Accordingly, reporting under clause 3 (ii) of the Order is not applicable to the Company.

(iii) The Company has not granted any loans, secured or unsecured to companies, firms, Limited Liability Partnerships or other parties covered in the register maintained under section 189 of the Act. Accordingly, clause 3(iii) of the Order is not applicable to the Company.

(iv) In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of Sections 185 and 186 of the Act in respect of grant of loans, making investments and providing guarantees and securities, as applicable.

(v) The Company has not accepted deposits during the year and does not have any unclaimed deposits as at March 31, 2021 and therefore, the provisions of the clause 3 (v) of the Order is not applicable to the Company.

(vi) The maintenance of cost records has not been specified by the Central Government under section 148(1) of the Companies Act, 2013 for the business activities carried out by the Company. Thus reporting under clause 3(vi) of the order is not applicable to the Company.

(vii) According to the information and explanations given to us, in respect of statutory dues:

(a) The Company is regular in depositing with appropriate authorities, undisputed statutory dues including provident fund, employees' state insurance, income tax, goods and services tax (GST), cess and any other material statutory dues applicable to it. During the year 2017-18, sales tax, value added tax, service tax and duty of excise subsumed in GST and are accordingly reported under GST.

(b) As informed, the provisions of customs duty and excise duty is not applicable to the Company. There were no undisputed amounts payable in respect of provident fund, employees'





state insurance, income tax, goods and services tax (GST), cess and any other material statutory dues in arrears as at March 31, 2021 for a period of more than six months from the date they became payable.

(viii) During the year, the Company has not defaulted in repayment of loans or borrowings to financial institutions, banks or dues to debentureholders. The Company has not taken any loan or borrowing from government.

(ix) The Company has not raised moneys by way of initial public offer or further public offer (including debt instruments) or term loans and hence reporting under clause 3 (ix) of the Order is not applicable to the Company.

(x) During the course of our examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given to us, we have neither come across any instance of fraud by the Company or any fraud on the Company by its officers or employees, noticed or reported during the year, nor have we been informed of any such instance by the management.

(xi) Managerial remuneration has been paid / provided in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Act.

(xii) In our opinion, the Company is not a Nidhi Company. Therefore, clause 3(xii) of the Order is not applicable to the Company.

(xiii) All transactions entered into by the Company with the related parties are in compliance with sections 177 and 188 of Act, where applicable, and the details have been disclosed in the Ind AS financial statements as required by the applicable accounting standards.

(xiv) During the year, the Company has not made any preferential allotment or private placement of shares or fully or partly paid convertible debentures and hence reporting under clause 3 (xiv) of the Order is not applicable to the Company.

(xv) The Company has not entered into any non-cash transactions with directors or persons connected with them during the year and hence provisions of section 192 of the Act are not applicable.

(xvi) The company is required to be registered under section 45-IA of the Reserve Bank of India Act, 1934 and the registration has been obtained by the Company, which is 14.01129.

**For Garg Anil & Co.**  
**Chartered Accountants**

**FRN-6308N**

  
**Anil Garg**  
**Partner**

**M. No. 085017**

**UDIN: 21085017AAAACM1219**

**Place: New Delhi**

**Date: 26/06/2021**



## **Annexure "2" to the Independent Auditor's Report**

[Referred to in paragraph 2(f) under 'Report on Other Legal and Regulatory Requirements' section of our Independent Auditor's Report of even date to the members of Advik Capital Limited on the statements for the year ended March 31, 2021]

### **Report on the Internal Financial Controls with reference to Financial Statements under clause (i) of sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")**

We have audited the internal financial controls with reference to financial statements of Advik Capital Limited ("the Company") as of March 31, 2021 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

#### **Management's Responsibility for Internal Financial Controls**

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

#### **Auditor's Responsibility**

Our responsibility is to express an opinion on the internal financial controls over financial reporting of the Company based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") issued by the Institute of Chartered Accountants of India and the Standards on Auditing prescribed under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness.

Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk.

The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.





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

#### **Meaning of Internal Financial Controls with reference to Financial Statements**

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

#### **Inherent Limitations of Internal Financial Controls with reference to Financial Statements**

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

#### **Opinion**

In our opinion, the Company has, in all material respects, adequate internal financial controls with reference to financial statements and such internal financial controls with reference to financial statements were operating effectively as at March 31, 2021, based on the internal control with reference to financial statements criteria established by the Company considering the essential components of internal controls stated in the Guidance Note issued by the ICAI.

**For Garg Anil & Co.**

**Chartered Accountants**

**FRN-6308N**

  
**Anil Garg**  
**Partner**

**M. No. 085017**

**UDIN: 21085017AAAACM1219**

**Place: New Delhi**

**Date: 26/06/2021**

**ADVIK CAPITAL LTD**  
**BALANCE SHEET AS ON 31ST MARCH 2021**

	PARTICULARS	Figures as at the end of current reporting period	Figures as at the end of current reporting period
		31.03.2021	31.03.2020
1	<b>ASSETS</b>		
	<b>Non Current Assets</b>		
	<u>Property, Plant and Equipment</u>		
	(i) Tangible Assets	11200165.00	11437068.00
	(ii) Intangible Assets	0.00	0.00
	<b>Financial Assets</b>		
	Investments	14844000.00	14844000.00
	Deffered Tax Assets (net)	0.00	0.00
	<b>Total Non Current Assets</b>	<b>26044165.00</b>	<b>26281068.00</b>
	<b>CURRENT ASSETS</b>		
	<b>Financial Assets</b>		
	Cash and Cash Equivalents	161108.59	89281.04
	Loans	60500000.00	57925806.00
Other Currents Assets	5138495.00	7000929.49	
<b>Total Current Assets</b>	<b>65799603.59</b>	<b>65016016.53</b>	
<b>Total Assets</b>	<b>91843768.59</b>	<b>91297084.53</b>	
2	<b>EQUITY AND LIABILITIES</b>		
	<u>Equity Share Capital</u>	45873600.00	45873600.00
	<u>Other Equity</u>	45259524.59	44870298.53
	<b>Total Equity</b>	<b>91133124.59</b>	<b>90743898.53</b>
	<b>LIABILITIES</b>		
	<b>Current Liabilities</b>		
	Borrowings	250000.00	0.00
	Trade Payable	143307.00	237160.00
	Other Financial Liabilities	0.00	0.00
	Deffered Tax Liabilities	64228.00	62733.00
	Current Tax Liabilities	120270.00	124569.00
	Other Current Liabilities	132839.00	128724.00
	<b>Total Current Liabilities</b>	<b>710644.00</b>	<b>553186.00</b>
<b>Total Equity &amp; Liabilities</b>	<b>91843768.59</b>	<b>91297084.53</b>	

Schedule no. I-22 forms the part of the Balance Sheet and Profit and Loss A/c

"As per our report of even date"

For Garg Anil & Company  
Chartered Accountants



**ANIL GARG**  
PARTNER  
M. No. - 085017  
Firm Regn. No. 6308N  
UDIN-21085017AAAACM1219  
Date : 26/06/2021  
Place : New Delhi

For Advik Capital Ltd.



Virender Kumar Agarwal  
(Managing Director)  
DIN- 00531255

Rishab Kumar Agarwal  
(CFO)  
PAN- AJAPA7265J

Shakul Kumar Agarwal  
(Director)  
DIN- 03590891

Poonam Mehta Kalra  
Company Secretary  
M.No-A27626



**ADVIK CAPITAL LTD**  
**PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDING 31ST MARCH 2021**

	PARTICULARS	Note No.	Figures as at the end of current reporting period	
			31.03.2021	31.03.2020
I	Revenue from Operations	15	4771289.00	6755679.00
II	Other Income	16	80348.62	100978.82
III	<b>Total Revenue (I+II)</b>		<b>4851637.62</b>	<b>6856657.82</b>
IV	Expenses:			
	Purchases of Shares	22	0.00	15945.65
	Changes in Inventories:			
	Finished Goods	17	0.00	601293.67
	Work-in- Progress and stock-in- trade		0.00	0.00
	Manufacturing Expenses	18	0.00	0.00
	Employees benefit Expenses	19	3215591.00	3367356.00
	Finance Costs	20	233.64	5125.83
	Depreciation and amortization expenses		12008.00	97937.00
	Other Expenses	21	1103671.92	1575730.35
	<b>Total Expenses</b>		<b>4331504.56</b>	<b>5663388.50</b>
V	<b>Profit before extraordinary items and Tax (V-VI)</b>		520133.06	1193269.32
VI	Extraordinary Items		0.00	0.00
VII	<b>Profit Before Tax (VII - VIII)</b>		520133.06	1193269.32
VIII	Tax Expenses			
	(i) Current Tax		129412.00	304000.00
	(ii) Deferred Tax		1495.00	12965.00
	(iii) Transferred to Spl. Reserve		78144.00	173005.00
	(iv) Trf. to bad & Doubtful Reserve		26007.00	37110.00
	(v) Earlier Year Tax		0.00	-93613.00
IX	<b>Profit for the period from continuing operations (IX-X)</b>		285075.06	759802.32
X	Profit from Discontinuing operations		0.00	0.00
XI	<b>Profit from Discontinuing Operations after Tax (XII - XIII)</b>		285075.06	759802.32
XII	<b>Profit(loss) for the period (XI + XIV)</b>			
XVI	Earning Per Equity Share			
	(i) Basic		0.01	0.17
	(ii) Diluted		0.01	0.17
	GP Ratio		32.61	49.92
	NP Ratio		10.90	17.66

Schedule no. I-22 forms the part of the Balance Sheet and Profit and Loss A/c

"As per our report of even date"  
For Garg Anil & Company  
Chartered Accountants

**ANIL GARG**  
PARTNER  
M. No. - 085017  
Firm Regn. No. 6308N  
**UDIN-21085017AAAACM1219**  
Date : 26/06/2021  
Place : New Delhi

For Advik Capital Ltd.

**Virender Kumar Agarwal**  
(Managing Director)  
DIN- 00531255

**Rishab Kumar Agarwal**  
(CFO)  
PAN- AJAPA7265J

**Shakul Kumar Agarwal**  
(Director)  
DIN- 03590891

**Poonam Mehta Kalra**  
Company Secretary  
M.No-A27626

**ADVIK CAPITAL LIMITED**  
**CASH FLOW STATEMENT FOR THE YEAR ENDED 31 MARCH, 2021**

Particular	Note	For the year ended	
		31st March, 2021	31st March, 2020
Cash flows from operating activities			
Profit before taxation		5,20,133.06	11,93,269.32
Adjustments for:			
Depreciation		12,008.00	97,937.00
Profit on sale of Fixed Assets		(80,108.00)	
		<u>4,52,036.06</u>	<u>12,91,206.32</u>
Cash inflow from interest on loans			
Cash outflow towards finance cost			
Cash from operations before working capital changes		4,52,036.06	12,91,206.32
Working capital changes:			
(Increase) / Decrease in trade and other receivables		6,52,566.57	(6,44,610.92)
(Increase) / Decrease in other financial assets		12,09,877.92	
(Increase) / Decrease in other non financial assets		-	
Increase / (Decrease) in provisions		-	7,137.00
Increase / (Decrease) in other financial liabilities		(184.00)	
Increase / (Decrease) in other non financial liabilities			
Increase / (Decrease) in trade payables		(93,853.00)	1,46,580.00
Cash generated from operations		22,20,433.55	8,00,312.40
Income taxes adjustment		(1,29,412.00)	(2,56,490.00)
Net cash from operating activities		20,91,021.55	5,43,822.40
Cash flows from investing activities			
Business acquisitions, net of cash acquired			
Purchase of property, Furniture, plant and equipment		-	(1,06,066.00)
Long Term Loan & Advances		(25,74,194.00)	(13,80,689.08)
Asset disposed off		3,05,000.00	3,48,000.00
Acquisition of investments			
Investment income			6,01,293.87
Net cash used in investing activities		(22,69,194.00)	(5,37,461.41)
Cash flows from financing activities			
Proceeds from issue of share capital			
Proceeds from long-term borrowings		2,50,000.00	
Payment of long-term borrowings			
Payment of short-term borrowings			
Net cash from financing activities		2,50,000.00	
Net increase in cash and cash equivalents		71,827.55	6,360.99
Cash and cash equivalents at beginning of period		89,281.04	82,920.05
Cash and cash equivalents at end of period		1,61,108.59	89,281.04


"As per our report of even date"

For Garg Anil & Company  
Chartered Accountants

  
ANIL GARG  
PARTNER  
M. No. - 085017  
Firm Regn. No. 6308N  
UDIN-21085017AAAACM1219  
Date : 26/06/2021  
Place : New Delhi

For Advik Capital Ltd.

  
Virender Kumar  
Agarwal  
Managing Director  
DIN- 00531255

  
Shakul Kumar  
Agarwal  
(Director)  
DIN- 03590891

  
Rishab Kumar Agarwal  
(CFO)  
PAN- AJAPA7265J

  
Poonam Mehta Kalra  
Company Secretary  
M.No-A27626



ADVIK CAPITAL LTD

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDING 31ST MARCH 2021

Note No- 1 - SHARE CAPITAL

1 Share Capital

SHARE CAPITAL	As at 31 March 2021		As at 31 March 2020	
	Number	Amount	Number	Amount
<b>Authorised Capital</b>				
Equity Shares of Rs. 1/- each	45873600	45873600.00	4587360	45873600.00
<b>Issued Subscribed and paid up</b>				
Equity Shares of Rs. 1/- each fully paid up	45873600	45873600.00	4587360	45873600.00
<b>Total</b>	<b>45873600</b>	<b>45873600.00</b>	<b>4587360</b>	<b>45873600.00</b>

2 Reconciliation

Particulars	Equity Shares		Preference Shares	
	Number	Amount	Number	Amount
Shares outstanding at the beginning of the year	45873600	45873600	0	0
Shares issued during the year	0	0.00	0	0
Shares bought back during the year				
Shares outstanding at the end of the year	45873600	45873600	0	0

3 Shareholdings

Name of Shareholder	As at 31 March 2021		As at 31 March 2020	
	Number of Shares held	% of Holding	Number of Shares held	% of Holding
As per List		0.00%		0.00%

Note No-2 Reserves & Surplus

Reserves & Surplus	As at 31st March 2021		As at 31st March 2020	
	Amount	Amount	Amount	Amount
<b>1 Securities Premium Account</b>				
Opening Balance	35720000.00		35720000.00	
Add: Securities Premium credited on shares issued	0.00		0.00	
<u>Less: Premium Utilised for various reasons</u>				
Premium on Redemption of Debentures	0.00		0.00	
For Issuing Bonus Shares	0.00		0.00	
Closing Balance	<u>35720000.00</u>		<u>35720000.00</u>	
<b>2 Amalgamation reserve</b>				
Opening Balance	4416651.00		4416651.00	
(+) Current Year Transfer	0.00		0.00	
(-) Written back in Current Year				
Closing Balance	<u>4416651.00</u>		<u>4416651.00</u>	
<b>2A Spl. Reserve (1) as per RBI ACT.</b>				
Balance B/F	700083.00		521093.00	
Amount transferred from P & L A/c	78144.00		178990.00	
Closing Balance	<u>778227.00</u>		<u>700083.00</u>	
<b>2B Res. For Bad &amp; Doubtful Debts</b>				
Balance B/F	397307.00		361509.00	
Amount transferred from P & L A/c	26007.00		35798.00	



Closing Balance	423314.00	397307.00
<b>3 Surplus (Profit &amp; Loss A/c)</b>		
Opening Balance	3636257.53	2932811.21
(+) Net Profit for the Current Year	285075.06	703446.32
Closing Balance	3921332.59	3636257.53
<b>Total</b>	<b>45259524.59</b>	<b>44870298.53</b>

**Note No-3 Long Term Borrowings**

Long Term Borrowings	As at 31st March 2021	As at 31st March 2020
	Amount	Amount
<b>Secured</b>		
<b>1 Term Loans</b>	0.00	0.00
<b>2 Other Loans and Advances</b>	-	-
	0.00	0.00
<b>Unsecured</b>		
<b>1 Advik Optoelectronics Limited</b>	2,50,000.00	-
<b>Total</b>	<b>2,50,000.00</b>	<b>0.00</b>

**Note No-4 Deferred tax liability (net)**

Deferred Tax Liability (net)	As at 31st March 2021	As at 31st March 2020
	Amount	Amount
(a) Deferred Tax Liability		
- Depreciation net of difference in composition of actual cost of assets	5940.00	81054.00
- Expenses disallowed under section 43		
(b) Deferred Tax Assets		
Deferred Tax Liability (net)	64228.00	62733.00

**Note No-5 Trade Payables**

Trade Payables	As at 31st March 2021	As at 31st March 2020
	Amount	Amount
(i) Total outstanding dues of micro enterprises and small enterprises	143307.00	237160.00
(ii) total outstanding dues of creditors other than micro enterprises and small enterprises	0.00	0.00
	143307.00	237160.00

**Note No-6 Other Current Liabilities**

Other Current Liabilities	As at 31st March 2021	As at 31st March 2020
	Amount	Amount
Advance Received from Customers	0.00	0.00
	0.00	0.00

**Note No-7 Short Term Provision**

Short Term Provision	As at 31st March 2021	As at 31st March 2020
	Amount	Amount
Salary Payable	132839.00	128724.00
TDS Payable	120270.00	124569.00
	253109.00	253293.00

**Note on-8 Property, Plant and Equipment**

Property, Plant and Equipment	Gross Block				
	Balance as at 01/04/2020	Additions/ (Disposals)	acquired through business combinat	Revaluations/ impairment	Balance as at 31/03/2021
a. Tangible Assets					
Office Space at Manesar	11127800.00	0	0.00	0.00	11127800.00





Furniture & fixture	89143.00	0.00	0.00	0.00	89143.00
Air conditioner	132072.00	0.00	0.00	0.00	132072.00
EPBAX	9565.00	0.00	0.00	0.00	9565.00
Office Equipment	87222.00	0.00	0.00	0.00	87222.00
Computer	290927.00	0.00	0.00	0.00	290927.00
Refrigerator	59402.00	0.00	0.00	0.00	59402.00
Telephone Instrument	8816.00	0.00	0.00	0.00	8816.00
Mobile phone	81096.00	0.00	0.00	0.00	81096.00
Vehicle	4315999.00	-4315999.00	0.00	0.00	0.00
<b>Total</b>	<b>16202042.00</b>	<b>-4315999.00</b>	<b>0.00</b>	<b>0.00</b>	<b>11886043.00</b>

b	<b>Capital Work in Progress</b>				
	Building Construction	0.00	0.00	0.00	0.00
	<b>Total</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>
	<b>Total</b>	<b>16202042.00</b>	<b>-4315999.00</b>	<b>0.00</b>	<b>11886043.00</b>

Property, Plant and Equipment	Accumulated Depreciation				Balance as at 31/03/2021
	Balance as at	Depreciation	Adjustment	on	
	04/01/2020	Charge for the year	due to revaluation	disposal	

a.	<b>Tangible Assets</b>				
	Office Space at Manesar	0.00	0.00	0.00	0.00
	Furniture & fixture	82658.00	1174.00	0.00	83832.00
	Air conditioner	110255.00	3035.00	0.00	113290.00
	EPBAX	8128.00	200.00	0.00	8328.00
	Office Equipment	70103.00	2381.00	0.00	72484.00
	Computer / Printer	278897.00	1673.00	0.00	280570.00
	Refrigerator	50490.00	1240.00	0.00	51730.00
	Telephone Instrument	6680.00	297.00	0.00	6977.00
	Mobile phone	66659.00	2008.00	0.00	68667.00
	Vehicle	4091104.00	0.00	0.00	4091104.00
	<b>Total</b>	<b>4764974.00</b>	<b>12008.00</b>	<b>0.00</b>	<b>4091104.00</b>

c.	<b>Capital Work in Progress</b>				
	Building Construction	0.00	0.00	0.00	0.00
	<b>Total</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>
	<b>Total</b>	<b>4764974.00</b>	<b>12008.00</b>	<b>0.00</b>	<b>4091104.00</b>

<b>Property, Plant and Equipment</b>
--------------------------------------

Net Block	
Balance as 01/04/2020	Balance as 31/03/2021

a.	<b>Tangible Assets</b>		
	Office Space at Manesar	11127800.00	11127800.00
	Furniture & fixture	6485.00	5311.00
	Air conditioner	21817.00	18782.00
	EPBAX	1437.00	1237.00
	Office Equipment	17119.00	14738.00
	Computer	12030.00	10357.00
	Refrigerator	8912.00	7672.00
	Telephone Instrument	2136.00	1839.00
	Mobile phone	14437.00	12429.00
	Vehicle	224895.00	0.00
	<b>Total</b>	<b>11437068.00</b>	<b>11200165.00</b>

c.	<b>Capital Work in Progress</b>		
	Building Construction	0.00	0.00
	<b>Total</b>	<b>0.00</b>	<b>0.00</b>
	<b>Total</b>	<b>11437068.00</b>	<b>11200165.00</b>





**Note No-9 Non Current Investments**

a		As at 31 March 2021	As at 31 March 2020
	Non Current Investments	Amount	Amount
	Advik Optoelectronics Ltd	14844000.0	14844000.0
		<u>14844000.0</u>	<u>14844000.0</u>

**Note No-9A Long Term Loans and Advances**

a	Long Term Loans and Advances	As at 31 March 2021	As at 31 March 2020
		Amount	Amount
	Security Deposits		
	Unsecured Considered Good	0.00	0.00
		<u>0.00</u>	<u>0.00</u>
		<u>0.00</u>	<u>0.00</u>

**Note No-10 Inventories**

	Inventories	As at 31st March 2021	As at 31st March 2020
		Amount	Amount
a	Raw Materials	0.00	0.00
b	finished Goods	0.00	0.00
		<u>0.00</u>	<u>0.00</u>

**Note No-11 Trade Receivables**

	Trade Receivables	As at 31st March 2021	As at 31st March 2020
		Amount	Amount
	Trade Receivables outstanding for a period less than six months from the date they are due for payment		
	Secured, Considered good	0.00	0.00
	Unsecured, Considered good	0.00	652556.57
		<u>0.00</u>	<u>652556.57</u>
		<u>0.00</u>	<u>652556.57</u>

**Note No-12 Cash and cash equivalents**

	Cash and cash equivalents	As at 31st March 2021	As at 31st March 2020
		Amount	Amount
a	Balance with banks		
	Scheduled Banks	37317.69	51891.14
b	Cash in hand	123790.90	37389.90
		<u>161108.59</u>	<u>89281.04</u>

**Note No-13 Short Term Loans and Advances**

a	Short Term Loans and Advances	As at 31 March 2021	As at 31 March 2020
		Amount	Amount
i	Loans and Advances		
	Related Parties		
	Others	0.00	0.00
ii	Other Parties		
	Basant Projects Limited	60500000.00	57925806.00
		<u>60500000.00</u>	<u>57925806.00</u>
b	Others		
	Advance to Suppliers	0.00	0.00



	0.00	0.00
	60500000.00	57925806.00
<b>Note No-14 Other Current Assets</b>		
	As at 31 March 2021	As at 31 March 2020
<b>Other Current Assets</b>	Amount	Amount
a Interest Receivable	4383444.00	5741940.00
b Income Tax Refundable	106970.00	106970.00
c TDS A.Y. 2021-22	258433.00	0.00
d GST Carried Forward	0.00	109814.92
e IT Refundable A.Y. 2020-21	389648.00	389648.00
	<u>5138495.00</u>	<u>6348372.92</u>
<b>Note No-15 Revenue from Operations</b>		
	For the year ended 31.03.2021	For the year ended 31.03.2020
<b>Revenue from Operations</b>	Amount	Amount
Interest Income	4771289.00	5822799.00
Sale of Shares	0.00	332880.00
Service Charges	0.00	600000.00
	<u>4771289.00</u>	<u>6755679.00</u>
<b>Note No-16 Other Income</b>		
	For the year ended 31.03.2021	For the year ended 31.03.2020
<b>Other Income</b>	Amount	Amount
Dividend	0.00	12026.82
Profit on sale of Vehicle	80105.00	88952.00
Misc, Income	243.62	0.00
	<u>80348.62</u>	<u>100978.82</u>
<b>Note No-17 Change in Stock</b>		
	For the year ended 31.03.2021	For the year ended 31.03.2020
<b>Change in Stock</b>	Amount	Amount
Opening Stock :		
Finished Goods	0.00	601293.67
Closing Stock :		
Finished Goods	0.00	0.00
Change in Stock :	<u>0.00</u>	<u>601293.67</u>
<b>Note No-18 Manufacturing Expenses</b>		
	For the year ended 31.03.2021	For the year ended 31.03.2020
<b>Manufacturing Expenses</b>	Amount	Amount
1 Manufacturing Expenses		
a others	0.00	0.00
	<u>0.00</u>	<u>0.00</u>
<b>Note No-19 Employee benefit expenses</b>		
	For the year ended 31.03.2021	For the year ended 31.03.2020
<b>Employee Benefit Expenses</b>	Amount	Amount
a Salaries and incentives	1371216.00	1496906.00
b Director Remuneration	1800000.00	1800000.00
c Staff Welfare	44375.00	70450.00
	<u>3215591.00</u>	<u>3367356.00</u>



**Note No-20 Finance Charges**

Finiance Cost	For the year ended 31.03.2021	For the year ended 31.03.2020
	Amount	Amount
Bank Charges	233.64	5125.83
	<u>233.64</u>	<u>5125.83</u>

**Note No-21 Other Expenses**

Other Expenses	For the year ended 31.03.2021	For the year ended 31.03.2020
	Amount	Amount
<b>1 Administrative &amp; Other Expenses</b>		
Audit Fee	24780.00	21000.00
Advertisement & Publicity	35307.00	65420.00
BSE Registration Fees & Other Fees	516560.00	300000.00
Business Promotion	63444.00	72596.00
Printing & Stationery	0.00	4200.00
Annual Genral Meeding Exp.	0.00	43040.00
Rate & Fees	0.00	6161.00
Postage, Telephone, Telegram & Courier	42.00	6618.10
Festival Expenses	0.00	48100.00
Vehicle Running & Maintenance	103425.00	84000.00
General Expenses	17325.00	13305.00
Office Repair & Maint.,	27500.00	0.00
Legal & Professional Charges	202460.76	109556.00
Deffered Capital Exp. w/off	0.00	688104.00
Short & Excess	516.16	2930.92
Insurance	0.00	39159.33
Conveyance Exp.	34415.00	38540.00
Fees & Subscription	47897.00	33000.00
Accountancy Charges	30000.00	0.00
	<u>1103671.92</u>	<u>1575730.35</u>

**Note No 22 Cost of material consumed**

Opening stock	0.00	601293.67
Purchase of Share	0	15945.65
	<u>0.00</u>	<u>617239.32</u>
Total	0.00	0
Less:Closing stock	<u>0.00</u>	<u>0</u>
Cost of Material Consumed	<u>0</u>	<u>617239.32</u>





ADVIK CAPITAL LTD

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2021

**1. Significant accounting policies**

**(i) Basis for preparation of Financial Statements**

The financial statements which have been prepared under the historical cost convention on the accrual basis of accounting, are in accordance with the applicable requirements of the Companies Act, 2013 (the 'Act') and comply in all material aspects with the Accounting Standards prescribed by the Central Government, in accordance with the Companies (Accounting Standards) Rules, 2006 as adopted consistently by the company, to the extent applicable.

The presentation of financial statements in conformity with GAAP requires management of the Company to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Although these estimates are based on management's best knowledge of current events and actions the company may undertake in future, actual results ultimately may differ from the estimates.

**(ii) Revenue recognition**

The Company derives its revenue from the operations of NBFC

The revenue from its operations is recorded on accrual basis.

**(iii) Expenditure**

Expenses are accounted for on accrual basis and provisions are made for all known losses and liabilities.

**(iv) Fixed assets/ Depreciation & Amortization**

Fixed assets are stated at cost less accumulated depreciation and impairment loss, if any. Costs include all expenses incurred to bring the assets to its present location and condition for its intended use.

Depreciation on other tangible fixed assets is provided at the written down value method at the rates and in the manner prescribed in Schedule XIV to the Companies Act, 2013. Depreciation on addition to fixed assets is provided on pro-rata basis from the date the assets are put to use. Depreciation on sale / deduction from fixed assets is provided for up to the date of sale, deduction, discardment as the case may be.

Assets costing less than Rs. 5,000 are fully depreciated in the year of purchase except in case of deployment as project assets (if any)

**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.

Intangible asset are stated at cost of acquisition less accumulated amortization. Amortization on the Intangible assets is provided at the written down value method at the rates and in the manner prescribed in Schedule XIV to the Companies Act, 2013. Depreciation on addition to fixed assets is provided on pro-rata basis from the date the assets are put to use. Depreciation on sale / deduction from fixed assets is provided for up to the date of sale, deduction, discardment as the case may be.

**(v) Impairment of Assets**

All assets other than inventories, financial assets including investments and deferred tax asset, are reviewed for impairment, to determine any events or changes in circumstances which might indicate that the carrying amount may not be recoverable as per the provisions of applicable Accounting standards. If such indication exists the recoverable amount of the asset is estimated in order to determine the extent of impairment loss. The recoverable amount is higher of asset's net selling price and value in use which means the present value of future cash flows expected to arise from the continuing use of the asset and its eventual disposal. An impairment loss is charged to the profit & loss account in the year in which an asset is impaired.

Reversal of impairment loss is recognized immediately as income in the Profit & loss account.

**(vi) Employee benefits**

**(a) Short term employee benefits**

Short term employee benefits are recognized in the period during which the services have been rendered.

**(vii) Provision for tax**

Tax expense for the year comprises current and deferred is included in determining the net profit for the year.

Provision for current tax is based on the tax liabilities computed in accordance with the provisions of the Income Tax Act, 1961.

Deferred Tax expense or benefit is recognized on timing Difference between accounting and taxable income that originates in one year and are capable of reversal in one or more subsequent period. Deferred tax assets and liabilities are measured using the tax rates and laws that are enacted or substantively enacted by the balance sheet date.

The deferred tax asset is recognized subject to principle of prudence and conservatism and carried forward only to the extent that there is a virtual certainty that sufficient future taxable income will be available against which such deferred tax asset will be realized.

**(viii) Provision, Contingent Liabilities and Contingent Assets**





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

(ix) Segment information for the year ended 31st March 2019 as per accounting standard issued by the institute for Chartered Accountants of India is as Annexure-A. Previous years figures are indicated in brackets.

services are used interchangeably between segments. The company believes that it is currently not practicable to provide segment disclosure relating to total assets and liabilities since a meaningful segregation of available data is onerous.

(xi) In the opinion of the directors, current assets and advances have a value on realization in the ordinary course of the business at least equal to the amount at which these have been stated in the Balance Sheet

(xii) Balances of Sundry Debtors are subject to confirmation / reconciliation, which in the opinion of the management is not significant adjustments, if any will be carried out as and when settled. However accounts have been reconciled on the basis of materiality.

(xiii) The Company is a medium sized company as defined in the General instruction in respect of accounting standards as specified under section 133 of the companies Act 2013 read with Rule 7 of the Companies (Accounts) Rule, 2014.

(xiv) There is no contingent liability as Certified by the management of the company.

(xv) All the known liabilities have been provided for and there are no disputed liabilities as confirmed by the management of the company

(xvii) Earning per share

Basic Earnings per share are calculated by dividing the net profit or loss for the year attributable to equity shareholders after tax (and including post tax effect of any extra-ordinary item) 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 issue to existing shareholders.

For the purpose of calculating diluted earning per share, the net profits 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.

Note no. I-22 forms the part of the Balance Sheet and Profit and Loss A/c

For Advik Capital Ltd

Virender Kumar Agarwal  
Managing Director )  
Din: 00531255

Rishab Kumar Agarwal  
(CFO)  
Pan: AJAPA7265J

Date : 26/06/2021  
Place : New Delhi

Shakul Kumar Agarwal  
(Director)  
Din: 03590891

Poonam Mehta Kalra  
Company Secretary  
M.No-A27626

"As per our report of even date"

For Garg Anil & Company  
Chartered Accountants

Anil Garg  
M. No. - 085017  
Firm Regn. No. 6308N  
UDIN-21085017AAAACM1219

ADVIK CAPITAL LIMITED  
SCHEDULE OF FIXED ASSETS AS PER INCOME TAX ACT AS ON 31.03.2021

Particulars	WDV as on 01.04.20	Addition Before Sep	Addition After Sep	Sale	Total	Dep. For the year	WDV as on 31.03.21
Office Space Element	11127800	0		0	11127800	0	1,11,27,800
Furniture & fixture	24981	0		0	24981	2498	22,483
Air conditioner	25826	0		0	25826	3874	21,952
EPBAX	1643	0		0	1643	246	1,397
Office Equipment	18731	0		0	18731	2810	15,921
Computer	28239	0		0	28239	4236	24,003
Refrigerator	10196	0		0	10196	1529	8,667
Telephone Instrument	2263	0	0	0	2263	340	1,923
Mobile phone	16101	0		0	16101	2415	13,686
Vehicle	948164	0		948164	0	0	0
<b>Total</b>	<b>1,22,03,946</b>	<b>-</b>	<b>-</b>	<b>9,48,164</b>	<b>1,12,55,782</b>	<b>17,948</b>	<b>1,12,37,834</b>



# CONSOLIDATED FINANCIAL STATEMENTS





## **INDEPENDENT AUDITOR'S REPORT**

**TO THE MEMBERS OF  
ADVIK CAPITAL LIMITED**

**Report on the Audit of the financial statements**

### **Opinion**

We have audited the accompanying (Consolidated) financial statements of **ADVIK CAPITAL LIMITED ("the Holding Company") and ADVIK OPTOELECTRONICS LIMITED ("the subsidiary Company") together referred as "the Group" for the year ended on 31<sup>st</sup> March, 2021**, the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Changes in Equity and the Statement of Cash Flows for the year then ended, and notes to the financial statements including a summary of significant accounting policies and other explanatory information (hereinafter referred to as "financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India including the Indian Accounting Standards ("Ind AS") prescribed under section 133 of the Act, of the state of affairs of the Company as at March 31, 2021, its profit (including other comprehensive income), changes in equity and its cash flows for the year ended on that date.

### **Basis for Opinion**

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

### **Key Audit Matters**

We have determined that there are no key audit matters to communicate in our report.

### **Other Information**

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





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

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

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

### **Responsibilities of Management (Consolidated) and Those Charged with Governance for the Financial Statements**

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance (including other comprehensive income), changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including Ind AS prescribed under section 133 of the Act, read with the Companies (Indian Accounting Standards) Rules, 2015, as amended. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Those Board of Directors are also responsible for overseeing the Company's financial reporting process.

### **Auditor's Responsibilities for the Audit of the Consolidated financial statements**

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





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

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

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

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





## Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of section 143(11) of the Act, we give in "Annexure 1", a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. As required by Section 143(3) of the Act, we report that:
  - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
  - b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
  - c) The Balance Sheet, the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Changes in Equity and the Statement of Cash Flows dealt with by this Report are in agreement with the books of account;
  - d) In our opinion, the aforesaid financial statements comply with the Ind AS specified under Section 133 of the Act read with the Companies (Indian Accounting Standards) Rules 2015, as amended;
  - e) On the basis of the written representations received from the directors as on March 31, 2021 and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2021 from being appointed as a director in terms of section 164 (2) of the Act;
  - f) With respect to the adequacy of the internal financial controls with reference to financial statements of the Company and the operating effectiveness of such controls, refer to our separate report in "Annexure 2";
  - g) With respect to the other matter to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act:

In our opinion and to the best of our information and according to the explanations given to us, the remuneration paid/ provided by the Company to its directors during the year is in accordance with the provisions of section 197 of the Act;
  - h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us :
    - i. The Company does not have any pending litigations which would impact its financial position;



- ii. The Company did not have any long-term contracts including derivatives contracts for which there were any material foreseeable losses;
- iii. There were no amounts which required to be transferred to the Investor Education and Protection Fund by the Company.

**For Garg Anil & Co.**  
**Chartered Accountants**  
**FRN-6308N**



**Anil Garg**  
**Partner**  
**M. No. 085017**  
**UDIN: 21085017AAAACM1219**

**Place: New Delhi**  
**Date: 26/06/2021**



**Annexure '1' to the Independent Auditor's Consolidated Report**

**[Referred to in paragraph 1 under 'Report on Other Legal and Regulatory Requirements' section section in the Independent Auditor's Report of even date to the members of Advik Capital Limited & Advik Opto Electronics Ltd on the Ind AS financial statements for the year ended March 31, 2021]**

Based on the audit procedures performed for the purpose of reporting a true and fair view on the Ind AS financial statements of the Company and taking into consideration the information and explanations given to us and the books of account and other records examined by us in the normal course of audit, we report that:

(i) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.

(b) During the year, the fixed assets of the Company have been physically verified by the management and no material discrepancies were noticed on such verification. In our opinion, the frequency of verification is reasonable having regard to the size of the Company and the nature of its assets.

(c) The company does not own any immovable property as on the Balance Sheet date.

(ii) The Company does not have any inventory as on the Balance Sheet date. Accordingly, reporting under clause 3 (ii) of the Order is not applicable to the Company.

(iii) The Company has not granted any loans, secured or unsecured to companies, firms, Limited Liability Partnerships or other parties covered in the register maintained under section 189 of the Act. Accordingly, clause 3(iii) of the Order is not applicable to the Company.

(iv) In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of Sections 185 and 186 of the Act in respect of grant of loans, making investments and providing guarantees and securities, as applicable.

(v) The Company has not accepted deposits during the year and does not have any unclaimed deposits as at March 31, 2021 and therefore, the provisions of the clause 3 (v) of the Order is not applicable to the Company.

(vi) The maintenance of cost records has not been specified by the Central Government under section 148(1) of the Companies Act, 2013 for the business activities carried out by the Company. Thus reporting under clause 3(vi) of the order is not applicable to the Company.

(vii) According to the information and explanations given to us, in respect of statutory dues:

(a) The Company is regular in depositing with appropriate authorities, undisputed statutory dues including provident fund, employees' state insurance, income tax, goods and services tax (GST), cess and any other material statutory dues applicable to it. During the year 2017-18, sales tax, value added tax, service tax and duty of excise subsumed in GST and are accordingly reported under GST.

(b) As informed, the provisions of customs duty and excise duty is not applicable to the





Company. There were no undisputed amounts payable in respect of provident fund, employees' state insurance, income tax, goods and services tax (GST), cess and any other material statutory dues in arrears as at March 31, 2021 for a period of more than six months from the date they became payable.

(viii) During the year, the Company has not defaulted in repayment of loans or borrowings to financial institutions, banks or dues to debentureholders. The Company has not taken any loan or borrowing from government.

(ix) The Company has not raised moneys by way of initial public offer or further public offer (including debt instruments) or term loans and hence reporting under clause 3 (ix) of the Order is not applicable to the Company.

(x) During the course of our examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given to us, we have neither come across any instance of fraud by the Company or any fraud on the Company by its officers or employees, noticed or reported during the year, nor have we been informed of any such instance by the management.

(xi) Managerial remuneration has been paid / provided in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Act.

(xii) In our opinion, the Company is not a Nidhi Company. Therefore, clause 3(xii) of the Order is not applicable to the Company.

(xiii) All transactions entered into by the Company with the related parties are in compliance with sections 177 and 188 of Act, where applicable, and the details have been disclosed in the Ind AS financial statements as required by the applicable accounting standards.

(xiv) During the year, the Company has not made any preferential allotment or private placement of shares or fully or partly paid convertible debentures and hence reporting under clause 3 (xiv) of the Order is not applicable to the Company.

(xv) The Company has not entered into any non-cash transactions with directors or persons connected with them during the year and hence provisions of section 192 of the Act are not applicable.

(xvi) The company is required to be registered under section 45-IA of the Reserve Bank of India Act, 1934 and the registration has been obtained by the Company, which is 14.01129.

**For Garg Anil & Co.**  
**Chartered Accountants**

**FRN-6308N**

**Anil Garg**

**Partner**

**M. No. 085017**

**UDIN:**

**Place: New Delhi**

**Date: 26/06/2021**



## **Annexure "2" to the Independent Auditor's Consolidated Report**

[Referred to in paragraph 2(f) under 'Report on Other Legal and Regulatory Requirements' section of our Independent Auditor's Report of even date to the members of Advik Capital Limited & Advik Opto Electronics Ltd on the statements for the year ended March 31, 2021]

### **Report on the Internal Financial Controls with reference to Financial Statements under clause (i) of sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")**

We have audited the internal financial controls with reference to Consolidated financial statements of **ADVIK CAPITAL LIMITED ("the Holding Company") and ADVIK OPTOELECTRONICS LIMITED ("the subsidiary Company") together referred as "the Group" for the year ended on 31<sup>st</sup> March, 2021** in conjunction with our audit of the financial statements of the Company for the year ended on that date.

#### **Management's Responsibility for Internal Financial Controls**

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

#### **Auditor's Responsibility**

Our responsibility is to express an opinion on the internal financial controls over financial reporting of the Company based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") issued by the Institute of Chartered Accountants of India and the Standards on Auditing prescribed under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness.

Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk.





The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

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

#### **Meaning of Internal Financial Controls with reference to Financial Statements**

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

#### **Inherent Limitations of Internal Financial Controls with reference to Financial Statements**

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

#### **Opinion**

In our opinion, the Company has, in all material respects, adequate internal financial controls with reference to financial statements and such internal financial controls with reference to financial statements were operating effectively as at March 31, 2021, based on the internal control with reference to financial statements criteria established by the Company considering the essential components of internal controls stated in the Guidance Note issued by the ICAI.

**For Garg Anil & Co.**  
**Chartered Accountants**

FRN-6308N

  
Anil Garg  
Partner

M. No. 085017

UDIN: 21085017AAAACM1219

Place: New Delhi

Date: 26/06/2021



**ADVIK CAPITAL LIMITED AND ADVIK OPTOELECTRONICS LIMITED (CONSOLIDATED)**  
**BALANCE SHEET AS ON 31ST MARCH 2021**

	PARTICULARS	Note No.	Figures as at the end of current reporting period	Figures as at the end of current reporting period
			31.03.2021	31.03.2020
<b>I</b>	<b>EQUITY AND LIABILITIES</b>			
<b>1</b>	<b>Shareholders' Funds</b>			
a	Share Capital	1	60873600.00	60873600.00
b	Reserve and Surplus	2	57680531.22	56960439.37
c	Money received against Share Warrants			
<b>2</b>	<b>Non-Current Liabilities</b>			
a	Long Term Borrowings	3	28541562.18	24508659.77
b	Deffered tax Liabilities (net)	4	0.00	0.00
c	Other Long Term Liabilities		0.00	0.00
d	Long term provisions		0.00	0.00
<b>3</b>	<b>Current Liabilities</b>			
a	Short term borrowings		0.00	0.00
b	Trade Payables	5	0.00	0.00
i	Micro & small enterprises		10380481.41	11781057.47
ii	Other than Micro & Small enterprises		0.00	0.00
c	Other Current Liabilities	6	429823.00	1000000.00
d	Short term provisions	7	689433.84	901062.90
	<b>Total</b>		<b>158595431.65</b>	<b>156024819.51</b>
<b>II</b>	<b>ASSETS</b>			
<b>1</b>	<b>Non Current Assets</b>			
a	Property, Plant and Equipment	8		
(i)	Tangible Assets		22002134.26	23136540.92
(ii)	Intangible Assets		0.00	0.00
(iii)	Capital work in progress		0.00	0.00
(iv)	Intangible assets under development		0.00	0.00
b	Non Current Investments	9	14844000.00	14844000.00
c	Deffered Tax Assets (net)		257657.00	283771.00
d	Long term Loans and Advances	9A	10434.00	10434.00
e	Other non current assets		0.00	0.00
<b>2</b>	<b>Current Assets</b>			
a	Current Investments		0.00	0.00
b	Inventories	10	25388877.35	26088103.72
c	Trade Receivables	11	23672559.48	21331349.52
d	Cash and Cash Equivalents	12	1054010.77	900633.03
e	Short term Loans and Advances	13	62666500.00	60072306.00
f	Other Current Assets	14	8699258.79	9357681.32
	<b>Total</b>		<b>158595431.65</b>	<b>156024819.51</b>
			0.00	0.00

Schedule no. I-22 forms the part of the Balance Sheet and Profit and Loss A/c

"As per our report of even date"

For Garg Anil & Company  
Chartered Accountants

Anil Garg  
PARTNER  
M. No. - 085017  
Firm Regn. No. 6308N

Date : 26/06/2021  
Place : Delhi

For Advik Capital Limited and Advik Optoelectronics Ltd.

Virender Kumar Agarwal  
(Managing Director)  
DIN-00531255

Shakul Kumar Agarwal  
(Director)  
DIN-03590891

**ADVIK CAPITAL LIMITED AND ADVIK OPTOELECTRONICS LIMITED (CONSOLIDATED)**  
**PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDING 31ST MARCH 2021**

PARTICULARS	Note No.	Figures as at the end of	Figures as at the end of current
		current reporting period	reporting period
		31.03.2021	31.03.2020
I	15	62586700.52	74826417.30
II	16	210602.39	687747.37
III		<b>62797302.91</b>	<b>75514164.67</b>
IV			
		43900184.12	61790080.23
	17	699226.37	(8342509.37)
		0.00	0.00
	18	2278939.97	2545125.28
	19	6004637.52	6242656.56
	20	2184703.25	1669367.63
		1874084.00	2370196.00
	21	4832446.45	7575995.83
		<b>61774221.68</b>	<b>73850912.16</b>
V		1023081.23	1663252.51
VI			
		233392.00	460711.00
		26114.00	(33811.00)
		78144.00	173005.00
		26007.00	37110.00
		43483.38	(71026.02)
VII		615940.85	1097263.53
VIII		0.00	0.00
IX		0.00	0.00
X		0.00	0.00
XI		615940.85	1097263.53
XII		0.01	0.02

Schedule no. I-22 forms the part of the Balance Sheet and Profit and Loss A/c

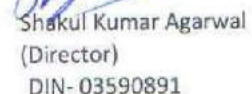
"As per our report of even date"

For Garg Anil & Company  
Chartered Accountants

  
Anil Garg  
PARTNER  
M. No. - 085017  
Firm Regn. No. 6308N

For Advik Capital Limited and Advik Optoelectronics Ltd.

  
Virender Kumar Agarwal  
(Managing  
DIN- 00531255

  
Shukul Kumar Agarwal  
(Director)  
DIN- 03590891

Date : 26/06/2021

Place : Delhi

**ADVIK CAPITAL LIMITED & ADVIK OPTO ELECTRONICS LTD**  
**CASH FLOW STATEMENT FOR THE YEAR ENDED 31 MARCH, 2021**

Particular	Note	Rs, in Lacs	
		For the year ended 31st March, 2021	For the year ended 31st March, 2020
Cash flows from operating activities			
Profit before taxation		10.23	16.63
Adjustments for:			
Depreciation		18.74	23.70
Profit on sale of Fixed Assets		(0.80)	
		28.17	40.33
Cash inflow from interest on loans			
Cash outflow towards finance cost			
Cash from operations before working capital changes		28.17	40.33
Working capital changes:			
(Increase) / Decrease in trade and other receivables		(23.41)	(130.16)
(Increase) / Decrease in other financial assets		19.09	(89.44)
(Increase) / Decrease in other non financial assets		(5.51)	-
Increase / (Decrease) in provisions		-	2.57
Increase / (Decrease) in other financial liabilities		(7.82)	(1.39)
Increase / (Decrease) in other non financial liabilities		-	
Increase / (Decrease) in trade payables		(14.01)	82.71
Cash generated from operations		(3.49)	(95.38)
Income taxes adjustment		(2.77)	(4.35)
Net cash from operating activities		(6.26)	(99.73)
Cash flows from investing activities			
Business acquisitions, net of cash acquired			
Purchase of property, Furniture, plant and equipment		(9.65)	(34.59)
Long Term Loan & Advances		(25.94)	(17.50)
Asset disposed off		3.05	5.25
Acquisition of investments			
Investment income			6.01
Net cash used in investing activities		(32.54)	(40.83)
Cash flows from financing activities			
Proceeds from issue of share capital			
Proceeds from long-term borrowings		2.50	
Payment of long-term borrowings		37.83	146.51
Payment of short-term borrowings			
Net cash from financing activities		40.33	146.51
Net increase in cash and cash equivalents		1.53	5.95
Cash and cash equivalents at beginning of period		9.01	3.06
Cash and cash equivalents at end of period		10.54	9.01

Note: The statement of cash flows has been prepared by following indirect method as per Indian Accounting Standard (Ind AS)-7 "Statement of Cash Flows". There were no material differences between the Statement of Cash Flows presented under Ind AS and the Previous GAAP.

<p>Place: New Delhi Date: 26/06/2021</p>	<p align="center"><b>By order of the Board</b>  <b>ADVIK CAPITAL LIMITED</b></p>  <p align="center">virender kumar agarwal  Managing Director, Din:00531255  R/o: H-107, Aravali Kunj, Plot No. 44, Sector-13, Rohini, Delhi-110085</p>
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**ADVIK CAPITAL LIMITED AND ADVIK OPTOELECTRONICS LIMITED (CONSOLIDATED)**  
**NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDING 31ST MARCH 2021**

**Note No- 1 - SHARE CAPITAL**

**1 Share Capital**

SHARE CAPITAL	As at 31 March 2021		As at 31 March 2020	
	Number	Amount	Number	Amount
<b>Authorised Capital</b>				
Equity Shares of Rs. 10/- each	47373600	60873600.00	47373600	60873600
<b>Issued Subscribed and paid up</b>				
Equity Shares of Rs. 10/- each fully paid up	47373600	60873600.00	47373600	60873600
<b>Total</b>	<b>47373600</b>	<b>60873600.00</b>	<b>47373600.00</b>	<b>60873600</b>

**2 Reconciliation**

Particulars	Equity Shares		Preference Shares	
	Number	Amount	Number	Amount
Shares outstanding at the beginning of the year	1500000	15000000.00	0	0.00
Shares issued during the year	0	0.00	0	0.00
Shares bought back during the year	0.00	0.00	0	0.00
Shares outstanding at the end of the year	1500000	15000000.00	0	0.00

**3 Shareholdings**

Name of Shareholder	As at 31 March 2021		As at 31 March 2020	
	Number of	% of Holding	Number of Shares	% of Holding
	Shares held		held	
List Attached	46023600	100.00	46023600	100.00

**Note No-2 Reserves & Surplus**

Reserves & Surplus	As at 31st March 2021		As at 31st March 2020	
	Amount		Amount	
<b>1 Securities Premium Account</b>				
Opening Balance		46595000.00		46595000.00
Add: Securities Premium credited on shares issued		0.00		0.00
Closing Balance		<u>46595000.00</u>		<u>46595000.00</u>
<b>2 Amalgamation reserve</b>				
Opening Balance		4416651.00		4416651.00
(+) Current Year Transfer		0.00		0.00
(-) Written back in Current Year				
Closing Balance		<u>4416651.00</u>		<u>4416651.00</u>
<b>2A Spl. Reserve (1) as per RBI ACT.</b>				
Balance B/F		700083.00		521093.00
Amount transferred from P & L A/c		78144.00		178990.00
Closing Balance		<u>778227.00</u>		<u>700083.00</u>
<b>2B Res. For Bad &amp; Doubtful Debts</b>				
Balance B/F		397307.00		361509.00
Amount transferred from P & L A/c		26007.00		35798.00
Closing Balance		<u>423314.00</u>		<u>397307.00</u>
<b>3 Surplus (Profit &amp; Loss A/c)</b>				
Opening Balance		4851398.37		3810490.84





(+) Net Profit for the Current Year	615940.85	1040907.53
Closing Balance	5467339.22	4851398.37
<b>Total</b>	<b>57680531.22</b>	<b>56960439.37</b>

**Note No-3 Long Term Borrowings**

Long Term Borrowings	As at 31st March 2021	As at 31st March 2020
	Amount	Amount
<b>Secured</b>		
a Bank OD	9623000.08	11408899.57
b Car Loan	0.00	54450.00
c HDFC Car Loan	1328567.25	1583708.00
d HDFC BANK CAR LOAN ACCOUNT NO-	1273112.74	0.00
e Indusind Bank A/c No-570000010144	2284744.00	0.00
	<u>14509424.07</u>	<u>13047057.57</u>
<b>Unsecured</b>		
1 Loans and Advances from related parties	1450000.00	1450000.00
Advik Global Ltd	250000.00	0
Advik Opto Electronics Ltd	<u>1700000.00</u>	<u>1450000.00</u>
2 Other	2570000.00	2570000.00
Altolite Electro Signs Pvt Ltd	1194510.53	1790328.34
India Infoline Finance Ltd	1722664.58	2651273.86
IDFC FIRST BANK- NO-25011638	544963.00	0.00
IDFC FIRST BANK- NO-32558425	1800000.00	0.00
IDFC FIRST BANK- NO-42041736	400000.00	0.00
Manju Agarwal	4100000.00	3000000.00
Virender Kumar Agarwal	<u>12332138.11</u>	<u>10011602.20</u>
<b>Total</b>	<b><u>28541562.18</u></b>	<b><u>24508659.77</u></b>

**Note No-3A Short Term Borrowings**

Pay-U Money	0.00	0.00
<b>Total</b>	<b><u>0.00</u></b>	<b><u>0.00</u></b>

**Note No-4 Deferred tax liability (net)**

Deferred Tax Liability (net)	As at 31st March 2021	As at 31st March 2020
	Amount	Amount
(a) Deferred Tax Liability		
- Depreciation net of difference in composition of actual cost of assets	103757.00	285496
- Expenses disallowed under section 43	257657.00	283771
(b) Deferred Tax Assets	0.00	0
Deferred Tax Liability (net)		



Note No-5 Trade Payables

Trade Payables	As at 31st March 2021	As at 31st March 2020
	Amount	Amount
Total outstanding dues of micro enterprises and small enterprises	10380481.41	11781057.47
Total outstanding dues of creditors other than micro enterprises and small enterprises	0	0
	<u>10380481.41</u>	<u>11781057.47</u>

Note No-6 Other Current Liabilities

Other Current Liabilities	As at 31st March 2021	As at 31st March 2020
	Amount	Amount
Advance Received from Customers	429823.00	1000000.00
	<u>429823.00</u>	<u>1000000.00</u>

Note No-7 Short Term Provision

Short Term Provision	As at 31st March 2021	As at 31st March 2020
	Amount	Amount
Exp. Payable	597020.84	638367.90
Corporate Tax Payable	92413.00	262695.00
	<u>689433.84</u>	<u>901062.90</u>

Note on-8 Property, Plant and Equipment

Property, Plant and Equipment	Gross Block				Balance as at 31/03/2021
	Balance as at 01/04/2020	Additions/ (Disposals)	acquired through business combinatio	Revaluations/ impairment	

a. Tangible Assets

LIFT	590000.00	0.00	0.00	0.00	590000.00
Furniture & fixture	653489.46	0.00	0.00	0.00	653489.46
Plant & Machinery	11520102.11	69250.00	0.00	0.00	11589352.11
Lab Equipment	3709072.18	0.00	0.00	0.00	3709072.18
Office Equipment	626585.98	10169.00	0.00	0.00	636754.98
Computer / Laptop	1350700.55	0.00	0.00	0.00	1350700.55
D.G. Set 62.50 KVA	475555.00	0.00	0.00	0.00	475555.00
Mobile phone / Wireless System	421301.76	43220.34	0.00	0.00	464522.10
Dies & Tools	763301.48	0.00	0.00	0.00	763301.48
CAR	3738489.00	841933.00	0.00	0.00	4580422.00
UPS 30 KVA	479496.00	0.00	0.00	0.00	479496.00
Cantainer Storage	38000.00	0.00	0.00	0.00	38000.00
Surge Generator	546503.10	0.00	0.00	0.00	546503.10
Transformer	23273.72	0.00	0.00	0.00	23273.72
Office Space at Manesar	11127800.00	0.00	0.00	0.00	11127800.00
Air conditioner	132072.00	0.00	0.00	0.00	132072.00
EPBAX	9565.00	0.00	0.00	0.00	9565.00
Refrigerator	59402.00	0.00	0.00	0.00	59402.00
Vehicle	4315999.00	-4315999.00	0.00	0.00	0.00
<b>Total</b>	<b>40580708.34</b>	<b>-3351426.66</b>	<b>0.00</b>	<b>0.00</b>	<b>37229281.68</b>





b Capital Work in Progress					
Building Construction	0.00	0.00	0.00	0.00	0.00
<b>Total</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>
<b>Total</b>	<b>40580708.34</b>	<b>-3351426.66</b>	<b>0.00</b>	<b>0.00</b>	<b>37229281.68</b>

Property, Plant and Equipment	Accumulated Depreciation				Balance as at 31/03/2021
	Balance as at	Depreciation	Adjustment	on	
	01/04/2020	Charge for the year	due to revaluation	disposal	

a. Tangible Assets

LIFT	356578.00	35192.00	0.00	0.00	391770.00
Furniture & fixture	531878.46	18886.00	0.00	0.00	550764.46
Plant & Machinery	6289102.12	713809.00	0.00	0.00	7002911.12
Lab Equipment	2170598.18	182006.00	0.00	0.00	2352604.18
Office Equipment	389779.00	34354.00	0.00	0.00	424133.00
Computer / Laptop	909174.30	52455.00	0.00	0.00	961629.30
D.G. Set 62.50 KVA	300319.00	20719.00	0.00	0.00	321038.00
Mobile phone / Wireless System	209139.36	34271.00	0.00	0.00	243410.36
Die & Tools	237134.00	62499.00	0.00	0.00	299633.00
CAR	1464837.00	625368.00	0.00	0.00	2090205.00
UPS 30 KVA	273522.00	24353.00	0.00	0.00	297875.00
Cantainer Storage	4872.00	3917.00	0.00	0.00	8789.00
Surge Generator	45337.00	59255.00	0.00	0.00	104592.00
Transformer	1920.00	2525.00	0.00	0.00	4445.00
Office Space at Manesar	0.00	0.00	0.00	0.00	0.00
Air conditioner	110255.00	3035.00	0.00	0.00	113290.00
EPBAX	8128.00	200.00	0.00	0.00	8328.00
Refrigerator	50490.00	1240.00	0.00	0.00	51730.00
Vehicle	4091104.00	0.00	0.00	4091104.00	0.00
<b>Total</b>	<b>17444167.42</b>	<b>1874084.00</b>	<b>0.00</b>	<b>4091104.00</b>	<b>15227147.42</b>

c. Capital Work in Progress

Building Construction	0.00	0.00	0.00	0.00	0.00
<b>Total</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>
<b>Total</b>	<b>17444167.42</b>	<b>1874084.00</b>	<b>0.00</b>	<b>4091104.00</b>	<b>15227147.42</b>

Property, Plant and Equipment
-------------------------------

Net Block	
Balance as 01/04/2020	Balance as 31/03/2021

a. Tangible Assets

LIFT	233422.00	198230.00
Furniture & fixture	121611.00	102725.00
Plant & Machinery	5230999.99	4586440.99
Lab Equipment	1538474.00	1356468.00
Office Equipment	236806.98	212621.98
Computer	441526.25	389071.25
D.G. Set 62.50 KVA	175236.00	154517.00
Mobile phone / Wireless System	212162.40	221111.74
Die & Tools	526167.48	463668.48
CAR	2273652.00	2490217.00
UPS 30 KVA	205974.00	181621.00
Cantainer Storage	33128.00	29211.00
Surge Generator	501166.10	441911.10
Transformer	21353.72	18828.72



Office Space at Manesar	11127800.00	11127800.00
Air conditioner	21817.00	18782.00
EPBAX	1437.00	1237.00
Refrigerator	8912.00	7672.00
Vehicle	224895.00	0.00
<b>Total</b>	<b>23136540.92</b>	<b>22002134.26</b>
<b>c. Capital Work in Progress</b>		
Building Construction	0.00	0.00
<b>Total</b>	<b>0.00</b>	<b>0.00</b>
<b>Total</b>	<b>23136540.92</b>	<b>22002134.26</b>

**Note No-9 Non Current Investments**

a	As at 31 March 2021	As at 31 March 2020
	Amount	Amount
Non Current Investments		
Advik Optoelectronics Ltd	14844000.0	14844000.0
	<b>14844000.0</b>	<b>14844000.0</b>

**Note No-9A Long Term Loans and Advances**

a	As at 31 March 2021	As at 31 March 2020
	Amount	Amount
Long Term Loans and Advances		
Security Deposits		
Unsecured Considered Good	10434.00	10434.00
	<b>10434.00</b>	<b>10434.00</b>
	<b>10434.00</b>	<b>10434.00</b>

**Note No-10 Inventories**

a	As at 31st March 2021	As at 31st March 2020
	Amount	Amount
Inventories		
finished Goods	25388877.35	26088103.72
	<b>25388877.35</b>	<b>26088103.72</b>

**Note No-11 Trade Receivables**

Trade Receivables	As at 31st March 2021	As at 31st March 2020
	Amount	Amount
Trade Receivables outstanding for a period less than six months from the		
Secured, Considered good	0.00	0.00
Unsecured, Considered good	23672559.48	21331349.52
	<b>23672559.48</b>	<b>21331349.52</b>
	<b>23672559.48</b>	<b>21331349.52</b>





**Note No-12 Cash and cash equivalents**

Cash and cash equivalents	As at 31st March 2021	As at 31st March 2020
	Amount	Amount
a Balance with banks		
Scheduled Banks	168392.37	226280.93
c Cash in hand	777883.09	574352.10
d USD\$	0.00	0.00
e FDR Indusind Bank Ltd Against BG	107735.31	100000.00
	<u>1054010.77</u>	<u>900633.03</u>

**Note No-13 Short Term Loans and Advances**

Short Term Loans and Advances	As at 31 March 2021	As at 31 March 2020
	Amount	Amount
a <b>Security Deposits</b>		
NDPL Security	106500.00	106500.00
Rishab Kumar Aggarwal( security against property lease)	0.00	0.00
Shakul Kumar Aggarwal ( security against property lease)	1600000.00	2000000.00
Skyline Financial Services Pvt Ltd	10000.00	10000.00
	<u>1716500.00</u>	<u>2116500.00</u>
b <b>Others</b>		
Hyundai Merchant Marie India Pvt Ltd	0.00	30000.00
Advik Capital Ltd	250000.00	0.00
MANN SONS CHITS PVT LTD	200000.00	
Basant Projects Limited	6050000.00	57925806.00
	<u>60950000.00</u>	<u>57955806.00</u>
	<u>62666500.00</u>	<u>60072306.00</u>

**Note No-14 Other Current Assets**

Other Current Assets	As at 31 March 2021	As at 31st March 2020
	Amount	Amount
a Vat Refundable	1185134.00	1185134.00
b GST Carried forward	2375629.79	1933989.32
c Interest Receivable	4383444.00	5741940.00
d Income Tax Refundable	106970.00	106970.00
e TDS A.Y. 2021-22	258433.00	0.00
g IT Refundable A.Y. 2020-21	389648.00	389648.00
	<u>8699258.79</u>	<u>9357681.32</u>

**Note No-15 Revenue from Operations**

Revenue from Operations	For the year ended 31.03.2021	As at 31st March 2020
	Amount	Amount
Sale of Products	57743111.52	68070738.30
Transport Charges	72300.00	0.00
Interest Income	4771289.00	5822799.00
Sale of Shares	0.00	332880.00
Service Charges	0.00	600000.00
	<u>62586700.52</u>	<u>74826417.30</u>



**Note No-16 Other Income**

Other Income	For the year ended 31.03.2021	As at 31st March 2020
	Amount	Amount
Rebate & Discount	117384.04	586768.55
Interest Received	8655.06	0.00
Short & Excess	4458.29	0.00
Profit on sale of Vehicle	80105.00	88952.00
		12026.82
	<u>210602.39</u>	<u>687747.37</u>

**Note No-17 Change in Stock**

Change in Stock	For the year ended 31.03.2021	As at 31st March 2020
	Amount	Amount
Opening Stock :		
Finished Goods	26088103.72	17745594.35
Closing Stock :		
Finished Goods	25388877.35	26088103.72
Change in Stock :	<u>699226.37</u>	<u>(8342509.37)</u>

**Note No-18 Manufacturing Expenses**

Manufacturing Expenses	For the year ended 31.03.2021	As at 31st March 2020
	Amount	Amount
<b>1 Manufacturing Expenses</b>		
Fright & Cartage	306143.79	476279.59
Consumables	340660.18	126445.96
Electricity / Water Exp.	1004314.00	1507643.28
Clearing & Forwarding Expenses	612822.00	267058.66
Custom Duty	15000.00	31735.00
Goods Import Exp.	0.00	133382.44
Currency Fluctuation Charges	0.00	2580.35
	<u>2278939.97</u>	<u>2545125.28</u>

**Note No-19 Employee benefit expenses**

Employee Benefit Expenses	For the year ended 31.03.2021	As at 31st March 2020
	Amount	Amount
a Salaries and incentives	2559452.00	3263972.00
b Director Remuneration	2700000.00	2700000.00
c Staff Welfare	209046.08	266289.56
d HRA	158321.00	0.00
e SPL Allowance	156069.00	0.00
f Conveyance Allowance	96859.00	0.00
g Medical Allowance	57047.00	3000.00
h Uniform to Staff	67843.44	9395.00
	<u>6004637.52</u>	<u>6242656.56</u>





Note No-20 Finance Cost

Finance Cost	For the year ended 31.03.2021	As at 31st March 20
	Amount	Amount
Bank Charges	110062.93	312431.34
Interest Paid	2074640.32	1356936.29
	<u>2184703.25</u>	<u>1669367.63</u>

Note No-21 Other Expenses

Other Expenses	For the year ended 31.03.2021	As at 31st March 2020
	Amount	Amount
<b>1 Administrative &amp; Other Expenses</b>		
Audit Fee	45780.00	42000.00
Advertisement Exp.	50327.00	68852.38
Business Promotion	71250.50	143369.88
Website Exp.	21607.52	69874.40
Lift Repair & Maint.	60650.00	5500.00
Computer Repair & Maint.	36073.93	59011.00
Conveyance Exp.	19948.00	34107.00
Frieght & Cartage Outword Expenses	199434.35	0.00
Sticker	0.00	17882.00
Printing & Stationery	13523.48	22675.22
Fees & Subscription	47897.00	86681.78
House Tax	35533.00	56462.00
Internet Exp.	22142.45	37443.60
Office Expenses & Maint.	27500.00	51542.54
Postage, Telephone, Telegram & Courier	31098.36	50240.76
Repair & Running charges for DG Set	22843.95	23599.05
Travelling & Conveyance	76311.00	190319.89
Legal & Professional Fee	266280.76	790000.00
Insurance charges	141940.52	236212.33
Rent	1364500.00	1222666.00
General Expenses	122931.57	90045.40
Repair & Maint.	628140.36	361708.13
Repair & Maintanance -Plant & Machinery	23800.00	433664.59
ROC Fees	10819.18	19960.08
Agency Charges	0.00	20000.00
Vehicle Running & Maint.	577369.47	582890.34
Round Off / Short & Excess	(125.11)	3801.24
India Mart Web Services Expenses	0.00	51205.00
Clearing Expenses	2250.00	0.00
Festival Exp.	26024.00	130188.26
Foreign Tour & Travelling	0.00	283594.00
Security Charges	42000.00	30645.00
BIS Fees & Expenses	43000.00	565000.00
Commission on Sale	63711.00	707051.00
Charity & Donation	8000.00	21000.00
Transportation Charges	0.00	24000.00
Labour Charges	0.00	2267.04
Packing Expenses	5900.00	0.00
Loading & Unloading Expenses	136700.00	0.00
Service Charges	0.00	300.00
Rate & Taxes Expenses	33108.00	6161.00
Safety Material for COVID-19	7100.00	0.00
BSE Registration Fees & Other Fees	516560.00	300000.00
Annual Genral Meeding Exp.	0.00	43040.00
Deffered Capital Exp. w/off	0.00	688104.00
Short & Excess	516.16	2930.92
Accountancy Charges	30000.00	0.00
	<u>4832446.45</u>	<u>7575995.83</u>



Note No 22 Cost of material consumed

Opening stock	0.00	601293.67
Purchase of Share	0	15945.65
Total	<u>0.00</u>	<u>617239.32</u>
Less: Closing stock	<u>0.00</u>	<u>0</u>
Cost of Material Consumed	<u>0</u>	<u>617239.32</u>





**ADVIK CAPITAL LIMITED AND ADVIK OPTOELECTRONICS LIMITED (CONSOLIDATED)**  
**NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2021**

**1. Significant accounting policies**

**(i) Basis for preparation of Financial Statements**

The financial statements which have been prepared under the historical cost convention on the accrual basis of accounting, are in accordance with the applicable requirements of the Companies Act, 2013 (the 'Act') and comply in all material aspects with the Accounting Standards prescribed by the Central Government, in accordance with the Companies (Accounting Standards) Rules, 2006 as adopted consistently by the company, to the extent applicable.

The presentation of financial statements in conformity with GAAP requires management of the Company to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Although these estimates are based on management's best knowledge of current events and actions the company may undertake in future, actual results ultimately may differ from the estimates.

**(ii) Revenue recognition**

The Company derives its revenue from the operations of of NBFC and Electrical Goods Supplier like LED SIGNAGES / Machinery etc.. By subsidiary

The revenue from its operations is recorded on accrual basis.

**(iii) Expenditure**

Expenses are accounted for on accrual basis and provisions are made for all known losses and liabilities.

**(iv) Fixed assets/ Depreciation & Amortization**

NIL

**(v) Impairment of Assets**

All assets other than inventories, financial assets including investments and deferred tax asset, are reviewed for impairment, to determine any events or changes in circumstances which might indicate that the carrying amount may not be recoverable as per the provisions of applicable Accounting standards. If such indication exists the recoverable amount of the asset is estimated in order to determine the extent of impairment loss. The recoverable amount is higher of asset's net selling price and value in use which means the present value of future cash flows expected to arise from the continuing use of the asset and its eventual disposal. An Impairment loss is charged to the profit & loss account in the year in which an asset is impaired.

Reversal of impairment loss is recognized immediately as income in the Profit & loss account.

**(vi) Employee benefits**

**(a) Short term employee benefits**

Short term employee benefits are recognized in the period during which the services have been rendered.

**(vii) Provision for tax**

Tax expense for the year comprises current and deferred is included in determining the net profit for the year.

Provision for current tax is based on the tax liabilities computed in accordance with the provisions of the Income Tax Act, 1961.

**(viii) Provision, Contingent Liabilities and Contingent Assets**

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

**(ix) Earning per share**

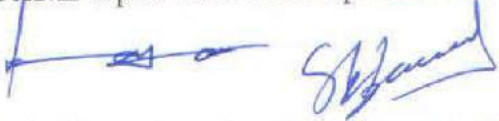
Basic Earnings per share are calculated by dividing the net profit or loss for the year attributable to equity shareholders after tax (and including post tax effect of any extra-ordinary item) by the weighted average number of equity shares outstanding during the year. The weighted average number of equity shares outstanding during the period, are adjusted for events of bonus issue to existing shareholders.



For the purpose of calculating diluted earning per share, the net profits 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.  
this is the 1st year of the company hence previous year figures are not given

Schedule no. I-2I forms the part of the Balance Sheet and Profit and Loss A/c

For Advik Capital Ltd & Advik Optoelectronics Ltd.



Virender Kumar Agarwal  
( Managing Director )  
Din: 00531255

Shakul Kumar Agarwal  
(Director)  
Din: 0359089I

Date : 26/06/2021

Place : Delhi

"As per our report of even date"

For Garg Anil & Company  
Chartered Accountants



Anil Garg  
Partner

M. No. - 085017

Firm Regn. No. 6308N

# FORM NO. AOC-1

Statement containing salient features of the financial statement of Subsidiaries/Associate Companies/Joint Ventures

*(Pursuant to first proviso to sub-section (3) of section 129 read with rule 5 of Companies (Accounts) Rules, 2014)*

## **Part "A": Subsidiaries**

(Information in respect of each subsidiary to be presented with amounts in Rs.)

1. Sl.No.:	1
2. Name of the subsidiary:	ADVIK OPTOELECTRONICS LIMITED
3. The date since when subsidiary was acquired:	08/08/2013
4. Reporting period for the subsidiary concerned, If different from the holding company's reporting period:	01 <sup>st</sup> April 2020 to 31 <sup>st</sup> March 2021
5. Reporting currency and Exchange rate as on the last date of the relevant financial year in the case of foreign subsidiaries:	N.A.
6. Share capital:	Rs. 150,00,000.00
7. Reserves & surplus:	Rs. 124,21,006.63
8. Total assets:	Rs. 668,15,891.06
9. Total Liabilities:	Rs. 668,15,891.06
10. Investments:	Rs. 00
11. Turnover:	Rs. 578,15,411.52
12. Profit before taxation:	Rs. 5,02,948.17
13. Provision for taxation:	Rs. 1,72,082.38
14. Profit/loss after taxation:	Rs. 3,30,865.79
15. Proposed Dividend:	Nil
16. % of shareholding:	100%

Notes: The following information shall be furnished at the end of the statement:

1. Names of subsidiaries which are yet to commence operations: N.A.

2. Names of subsidiaries which have been liquidated or sold during the year: N.A.