



DIGITAL WAY IS THE
FUTURE WAY...

ANNUAL Report & Accounts

2022-2023

 | **Peerless Securities**

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The Board of Directors

Sitting from Right: Mr. Suman Banerjee (WTD), Mr. Kanchan Chaudhuri (WTD), Mr. Asoke Kumar Mukhuty, Mr. Niranjana Saha, Mr. Dibyendra Nath Sengupta (Chairman), Mr. Deepak Kumar Mukerjee, Mr. Jayanta Roy, Mr. Santanam Swaminathan, Mr. Atul Kumar Bajpai, Ms Bhawna Gupta (CS).

BOARD OF DIRECTORS

Sri Dibyendra Nath Sengupta
Sri Bhargab Lahiri
Sri Jayanta Roy
Sri Deepak Kumar Mukerjee
Sri Niranjana Saha
Sri Asoke Kumar Mukhuty
Sri Atul Kumar Bajpai
Sri Kanchan Chaudhuri
Sri Suman Banerjee
Sri Santanam Swaminathan

COMPANY SECRETARY

Smt Bhawna Gupta

CHAIRMAN

Sri Dibyendra Nath Sengupta

WHOLE-TIME DIRECTORS

Sri Kanchan Chaudhuri
Sri Suman Banerjee

CHIEF FINANCIAL OFFICER

Smt Nandita Biswas

AUDITORS

M/s. Mukund M. Chitale & Co.
Chartered Accountants

PRINCIPAL BANKERS

HDFC Bank Ltd.
State Bank of India
ICICI Bank Ltd.
Axis Bank Ltd.

REGISTRAR & SHARE TRANSFER AGENTS

CB Management Services (P) Ltd.
P-22, Bondel Road
Kolkata- 700 019
Tel: 91 33 40116700/22806692
E-mail: rta@cbmsl.com

REGISTERED OFFICE

“PEERLESS MANSION”
1, Chowringhee Square, 2nd Floor,
Kolkata- 700 069
Tel: 033-40502700; 033-22435942
Fax: 033 2243-6941
Website : www.peerlesssec.co.in
E-mail : info@peerlesssec.co.in

CORPORATE IDENTITY NUMBER

U67120WB1995PLC067616

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DIRECTORS' REPORT

TO THE MEMBERS

The Twenty Eighth Annual Report on the business and operations of the Company and the audited accounts for the financial year ended 31st March, 2023 are presented below.

FINANCIAL RESULTS

(₹ in Lakhs)

PARTICULARS	2023	2022
Gross Revenue	1099.85	1152.01
Profit/ (Loss) before Depreciation and tax	254.62	290.72
Less: Depreciation	20.15	21.00
Profit/ (Loss) before tax	234.47	269.72
Less: Provision for Tax including Deferred Tax	-1.90	-1.08
Profit/ (Loss) after Taxes	232.57	268.64
Add: Other Comprehensive Income	1.59	-4.43
Add: Balance brought forward from previous year	-1669.73	-1933.94
Less: Transfer to General Reserves	-	-
Leaving a balance to be carried forward to next year	-1435.57	-1669.73

DIVIDEND

In view of carried forward losses, your Directors do not recommend any dividend for the financial year ended 31st March, 2023.

BUSINESS ENVIRONMENT DURING THE YEAR

Interest rates globally were high, primarily due to high inflation. As a result, the equity market was largely range-bound with a declining trend. At the last Monetary Policy Committee meeting, the repo rate was not hiked and there are signs that there will be a pause. However, the Fed continues to take a more aggressive posture. Interest rates are expected to be moderate during the second half of the current financial year and equity markets are expected to gain momentum.

At the onset of the financial year 2022, Nifty index had hit almost 18,400 points. However, due to geopolitical tensions which had far reaching repercussions, the market hit a correction and fell sharply by almost 3,500 points to close at 15,000 range. However, in late 2022, the market rebounded and reached a lifetime high at 18,887 points. Undoubtedly, it was a very volatile year that shook the confidence of the investors which also reflected on the cash market volume of the exchanges which dropped by almost 18%.

COMPANY'S OPERATIONS

During the Financial Year 2022-23, the Company made a Profit before Tax of Rs. 234.47 Lakhs, against Profit before Tax of Rs. Rs. 269.72 Lakhs in the previous Financial Year. The Company's Profit after Tax is Rs. 232.57 Lakhs as against Profit after Tax of 268.64 Lakhs in the previous Financial Year. At the end of the financial year the Net Worth of the Company is Rs. 2181.66 Lakhs against Rs. 2245.22 Lakhs in the previous Financial Year.

As on 31.03.2023, the Company had 11 branches and 115 registered Sub-brokers/Authorized Persons as against 99 registered Sub-brokers/Authorized Persons as on 31.03.2022. The Company has cancelled the registration of 3 inactive Authorized Persons during the year. During the year, no new branches were opened or closed.

TECHNOLOGICAL ADVANCEMENTS DURING THE YEAR

To meet the needs of changing times, your Company is currently in the midst of initiating technological advancements that are expected to rejuvenate the way in which we conduct our business. Your Company recognizes the importance of staying at the forefront of innovation and are actively investing in cutting-edge technologies to enhance our products and services. Your Company firmly believes that these technological advancements will not only strengthen our competitive position but also create new opportunities for growth and expansion.

OUTLOOK FOR FINANCIAL YEAR 2023-24

Geopolitical uncertainties continue unabated in the global economy, a legacy of the last year, and there's wide consensus among economists now that the global economy is on the verge of entering a phase of severe slowdown. It is unlikely that India will remain insulated from these developments. As far as the Indian economy is concerned—there are enough reasons to be optimistic about India's economic outlook in 2023. In particular, healthy domestic drivers will likely help the country post reasonably strong growth this year. The confidence of the investors on equity is likely to regain lost ground since the interest rates are stabilising. Further, the Commodity pricing mainly crude oils is declining which also indicates positive trends on economic front and equity markets.

SHARE CAPITAL

During the year under review, the shareholders of the Company vide its Annual General Meeting dated 19th August, 2022 approved the buy-back not exceeding 29,62,350 (Twenty Nine Lakhs Sixty Two Thousand Three Hundred and Fifty) fully paid up equity shares of face value of Rs. 10/- each (representing 12% of the total number of fully paid-up equity shares in the paid up share capital of the Company) at a price not exceeding Rs. 10.10 (Ten Rupees and Ten Paise) per equity share. The buyback was offered to all the eligible shareholders of the Company in accordance with the provisions of Section 68 and all other applicable provisions, if any, of the Companies Act, 2013. The buyback of equity shares commenced on 24th August, 2022 and was completed on 12th September, 2022. During this buyback period, the Company had bought back 29, 47,829 (Twenty Nine Lakhs Forty Seven Thousand Eight Hundred Twenty Nine) equity shares at a price of Rs. 10.10 (Ten Rupees and Ten Paise only) per equity share. Accordingly, the Company transferred an aggregate consideration of Rs. 2.98 crores (Rupees Two Crores and Ninety Eight Paise) to the bank accounts of Eligible Shareholders as against the shares bought back.

Post the Buyback of 29, 47,829 equity shares, the equity share capital of the Company stood at Rs. 21,72,38,640 consisting of 2,17,23,864 equity shares of Rs. 10 each as on 31st March, 2023.

CHANGE IN THE NATURE OF BUSINESS

There was no change in nature of business.

DIRECTORS AND KEY MANAGERIAL PERSONNEL*Retirement by Rotation*

In accordance with the provisions of the Companies Act, 2013 and the Articles of Association of the Company, Mr. Jayanta Roy and Mr. Dibyendra Nath Sengupta, Directors of the Company, retires by rotation at the ensuing 28th Annual General Meeting, being eligible, offers themselves for re-appointment.

Changes during the year

With deep sorrow, it is informed that Mr. Sunil Kanti Roy, Director and Promoter, who was associated with the Company since its inception has passed away on 8th May, 2022. The Board acknowledges with deep gratitude his pioneering contribution towards the deliberations at the Board Meetings and the operations of the Company.

On recommendation of Nomination & Remuneration Committee and after taking necessary approvals from Stock Exchanges of which the Company is a member, the Board vide its meeting dated 1st June, 2022 has appointed Mr. Kanchan Chaudhuri and Mr. Suman Banerjee as the Additional Directors designated as Whole-time Directors of the Company with effect from 1st June, 2022 and was approved by the shareholders at the 27th Annual General

Meeting held on 19th August, 2022 confirming the appointment of Mr. Kanchan Chaudhuri and Mr. Suman Banerjee as Whole-time Directors of the Company with effect from 1st June, 2022.

During the year under review, Mr. Atul Kumar Bajpai, Director, who was the Managing Director and CEO of the Company, had expressed desire to be relieved of his executive duties, but continue as a Non-Executive Director. This was approved by the Board effective from 2nd June, 2022. The Board also decided that until a new Managing Director & CEO is appointed, the Company's affairs will be supervised by newly constituted Committee of Directors.

During the period, Mr. Bhargab Lahiri ceased to be the Director of the Company with effect from 19th August, 2022 due to his unwillingness to get re-appointed as a director of the company who was liable to retire by rotation at the 27th Annual General Meeting of the Company. The Company expresses deep sense of appreciation and acknowledgement to Mr. Lahiri for his contribution towards the growth of the Company during his tenure.

On recommendation of Nomination & Remuneration Committee and after taking necessary approvals from Stock Exchanges of which the Company is a member, the Board vide its meeting dated 8th May, 2023 has appointed Mr. Santanam Swaminathan as the Additional Non- Executive Director of the Company with effect from 8th May, 2023. Your Company seeks the approval of shareholders at the forthcoming Annual General Meeting for confirming the appointment of Mr. Santanam Swaminathan as Non-Executive Director of the Company.

DECLARATION BY INDEPENDENT DIRECTOR(S)

The Board of Directors hereby certifies that the Independent Directors appointed on the Board, meet the criteria pursuant to Section 149(6) of the Companies Act, 2013. Necessary Declarations have been obtained from all the Independent Directors under Section 149 (7) of the Companies Act, 2013. The independent directors have also confirmed compliance with the provisions of the rule 6 of Companies (Appointment and Qualifications of Directors) Rules, 2014, as amended, relating to inclusion of their name in the databank of independent directors.

NOMINATION & REMUNERATION COMMITTEE AND ITS POLICY

The terms of reference of Nomination & Remuneration Committee are in conformity with the requirements of Section 178 of the Companies Act, 2013. The Committee formulates criteria for determining qualifications, positive attributes and criteria for independence of Directors and also considers appointment and remuneration for the Directors, Key and Senior Managerial Personnel. It recommends to the Board to put in place the long-term performance objectives appropriate to the working of the Company and its goals. The Committee carries out evaluation of every Director's performance periodically.

Composition

The Nomination & Remuneration Committee comprises three Directors, Mr. Deepak Kumar Mukerjee, Independent Director as Chairman, whereas Mr. Niranjana Saha, Independent Director & Mr. Dibyendra Nath Sengupta, Non-Executive Director as Members.

The Company has formulated a Nomination & Remuneration Policy for appointment/removal and remuneration of Directors and Key Managerial Personnel including criteria for determining qualifications, positive attributes and criteria for Independence of a Director and other matters as specified u/s 178(3) & (4) of the Companies Act, 2013.

The key features of the policy are given below:

Objectives

- To lay down criteria and terms & conditions with regard to identifying persons qualified to become Directors (Executive and Non-Executive) and Senior Management and Key Managerial positions.
- To determine the remuneration based on the Company's size, financial position, trends and practices on remuneration prevailing in peer companies and industry as a whole.
- To evaluate the performance of Directors.

- To provide them rewards linked directly to their efforts, performance, dedication and achievement relating to the Company's operations.
- To retain, motivate and promote talent and to ensure long term sustainability of talented managerial persons commensurate with the requirements of the Company.

Applicability

The Policy is applicable to:

- Directors (both, Executive and Non-Executive)
- Key Managerial Personnel
- Senior Management Personnel

“Senior Management” for the purpose of this Policy mean personnel of the Company who are members of its core management team excluding Board of Directors comprising all members of management one level below the executive directors including the functional heads.

GENERAL

This Policy is divided in three parts: Part – A covers the matters to be dealt with and recommended by the Committee to the Board, Part – B covers the nomination, appointment and removal of Directors, KMP & Senior Management Personnel, and Part – C covers remuneration & perquisites of Managing / Whole-Time Directors, KMPs And Senior Management Personnel.

MEETINGS OF THE BOARD

The Board of Directors meets at regular intervals to discuss and decide on business strategies / policies and review the financial performance of the Company. During the financial year 2022-23, the Board met 5 (five) times. The meetings were held on 1st June, 2022, 22nd July, 2022, 17th November, 2022, 11th January, 2023, and 10th March, 2023. The interval between two board meetings were within the time span as specified under Section 173 of the Companies Act, 2013, Secretarial Standard – 1 and respective Circulars issued by the Ministry of Corporate Affairs.

The Attendance of Directors at the Board Meetings are as follows:

Sr. No.	Name of Directors	No. of Meetings Eligible to Attend	No. of Board Meetings Attended
1.	Mr. Dibyendra Nath Sengupta	5	5
2.	Mr. Jayanta Roy	5	1
3.	Mr. Bhargab Lahiri*	2	2
4.	Mr. Deepak Kumar Mukerjee	5	5
5.	Mr. Niranjana Saha	5	5
6.	Mr. Asoke Kumar Mukhuty	5	5
7.	Mr. Atul Kumar Bajpai	5	5
8.	Mr. Kanchan Chaudhuri	5	5
9.	Mr. Suman Banerjee	5	5

* Mr. Bhargab Lahiri ceased from the Directorship w.e.f. 19th August, 2022.

SEPARATE MEETING OF INDEPENDENT DIRECTORS

As required under Schedule IV (point VII) of the Companies Act, 2013, a separate meeting of the Independent Directors of the Company was held on 6th March, 2023 to review the performance of Non-independent Directors (including the Chairman) and the entire Board. The Independent Directors also reviewed the quality, content and timeliness of the flow of information between the Management, Board and its Committees considered necessary for effective and reasonable performance while discharging their duties.

COMMITTEES OF THE BOARD

As on date, the Board is having three committees viz.: Audit Committee, Nomination & Remuneration Committee and Committee of Directors. The compositions of the committees are as follows:

NAME OF THE COMMITTEE	COMPOSITION OF COMMITTEE
Audit Committee	Mr. Niranjana Saha, Chairman Mr. Dibyendra Nath Sengupta, Member Mr. Deepak Kumar Mukerjee, Member
Nomination & Remuneration Committee	Mr. Deepak Kumar Mukerjee, Chairman Mr. Niranjana Saha, Member Mr. Dibyendra Nath Sengupta, Member Mr. Bhargab Lahiri, Member*
Committee of Directors**	Mr. Dibyendra Nath Sengupta, Chairman Mr. Asoke Kumar Mukhuty, Member Mr. Atul Kumar Bajpai, Member Mr. Santanam Swaminathan, Member**

* 1. Mr. Bhargab Lahiri ceased from the Directorship w.e.f 19th August, 2022, consequently, he ceased as the Member of the Nomination & Remuneration Committee w.e.f 19th August, 2022.

** 1. The Committee of Directors was newly constituted at 147th Board Meeting dated 1st June, 2022.

2. Mr. Santanam Swaminathan was appointed as the member in the Committee of Directors pursuant to re-constitution of the Committee vide Board Meeting dated 8th May, 2023.

During the financial year 2022-23, the Audit Committee met 4 (four) times on 1st June, 2022, 23rd September, 2022, 17th November, 2022 & 6th March, 2023 & the Nomination and Remuneration Committee met 2 (two) times during the year i.e. on 17th November, 2022 & 6th March, 2023 and the Committee of Directors met 5 (five) times i.e. on 6th July, 2022, 19th September, 2022, 10th November, 2022, 2nd January, 2023 and 17th March, 2023 which were in compliance with the requirements of Companies Act, 2013 and Secretarial Standard - 1.

There was no occasion of non-acceptance of any recommendation of the Audit Committee by the Board.

DIRECTORS' RESPONSIBILITY STATEMENT

To the best of our knowledge and belief and according to the information and explanations obtained by us, your Directors make the following statements as required by Section 134(3)(c) of the Companies Act, 2013:

- In the preparation of the annual accounts for the year ended 31st March 2023, the applicable accounting standards read with requirements set out under Schedule III to the Companies Act, 2013 have been followed and there were no material departures from the same;
- The Directors have selected such accounting policies and applied them consistently and made judgments and estimates that were reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as on 31st March 2023, along with the Statement of Profit and Loss of the Company for the year ended;
- The Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the Company and for preventing and detecting fraud along with other irregularities;
- The Directors have prepared the annual accounts on a going concern basis; and
- The Directors have devised proper systems to ensure compliances with the provisions of all applicable laws and that such systems are adequate and operating effectively.

RISK MANAGEMENT

The Company manages, monitors and reports the principal risks and uncertainties that can impact its ability to achieve

the strategic objectives. The Company's management systems, organizational structure, processes, standards, code of conduct and behaviors together form the Risk Management System (RMS) that manages the associated risks.

The Company has introduced several improvements to integrate Enterprise Risk Management, Internal Controls Management and Assurance Frameworks and such other processes to drive a common integrated view of risks, optimal risk mitigation responses and efficient management of internal control and assurance activities.

INTERNAL FINANCIAL CONTROLS

The Company has in place adequate internal financial controls with reference to its financial statements. During the year, such controls were tested and no reportable material weaknesses in the design or operation were observed.

MATERIAL CHANGES AFFECTING THE FINANCIAL POSITION OF THE COMPANY

There are no material changes or commitment affecting the financial position of the Company that have occurred between 31st March 2023 and 8th May, 2023, the date of this Report.

EXPLANATION OR COMMENTS BY THE BOARD ON AUDITORS' REPORT

The Board noted that the Statutory Auditors of the Company have not given any qualification, reservation or adverse remarks or disclaimers in their Audit Report for the financial year ended on 31st March, 2023.

AUDITORS

In accordance with the provisions of Section 139 of the Companies Act, 2013 read with Rule 4 of the Companies (Audit and Auditors) Rules, 2014 framed thereunder, M/s Mukund M. Chitale & Co., Chartered Accountants (Regn. No. 106655W), were re-appointed as Statutory Auditors of the Company for a period of five (5) years at the 27th Annual General Meeting held on 19th August, 2022 to hold office from the conclusion of the 27th Annual General Meeting up to the conclusion of the 32nd Annual General Meeting i.e., from FY 2022-23 to FY 2026-27.

LOANS, GUARANTEES & INVESTMENTS AS PER SECTION 186 OF THE COMPANIES ACT, 2013

No such transaction took place during the financial year 2022-23.

PARTICULARS OF EMPLOYEES

A statement showing the name(s) of employees is annexed herewith as Annexure 'A' to this Report as required under Rule 5(2) of the Companies (Appointment and Remuneration) Rules, 2014.

ANNUAL RETURN

Pursuant to Section 92(3) read with Section 134(3)(a) of the Act, the Annual Return as on March 31, 2023 will be available on the Company's website on www.peerlessec.co.in.

SECRETARIAL AUDIT REPORT

Pursuant to Section 204 of the Companies Act, 2013 and the Rules framed there under, the Company was not required to conduct Secretarial Audit for the year under review.

CONTRACTS AND ARRANGEMENTS WITH RELATED PARTIES

All contracts/arrangements/transactions entered by the Company during the financial year 2022-23 with related parties were in the ordinary course of business and on an arm's length basis and annexed hereto in this report as Annexure 'B'.

COMPLIANCE OF SECRETARIAL STANDARDS

The Company has complied with the necessary compliances as required under applicable Secretarial Standards.

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTFLOW

Particulars regarding Conservation of Energy and Technology absorption are furnished here with as 'Annexure C'. There has been no foreign exchange earnings and outgo during the period under review.

SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013

An Internal Complaints Committee has been set up by the company to redress complaints received regarding sexual harassment of women employees. All women employees whether permanent, contractual, temporary or trainees are covered under this policy. During the financial year under review, the Company held meeting of women employees on 17th March, 2023 at the registered office of the Company and has not received any complaints of sexual harassment from any of the women employees of the Company.

GENERAL

Your Directors state that no disclosure or reporting is required in respect of the following items during the year under review:

1. Details relating to deposits covered under Chapter V of the Act and others.
2. Corporate Social Responsibility.
3. The Whole-time Director/ Managing Director of the Company do not receive any remuneration or commission from its Holding or subsidiary Company.
4. No significant or material orders were passed by the Regulators or Courts or Tribunals which impact the going concern status and Company's operations in future.
5. No case of fraud has been reported by the Auditors under sub-section (12) of Section 143 of the Companies Act, 2013 read with Rule 13 of the Companies (Audit and Auditors) Rules, 2014.
6. The provisions of cost records and cost audit as specified by the Central Government under section 148 of the Companies Act, 2013 are not applicable to the Company.
7. There are no proceedings pending under the Insolvency and Bankruptcy Code, 2016 during the year.

CONCLUSION & ACKNOWLEDGEMENT

Over the last twenty eight years, your Company has created multiple drivers of growth by developing portfolio of Best in - class businesses. Your Company's Board and employees are inspired by the vision of sustaining Peerless position as one of India's most admired and valuable companies in its sector, creating & enduring value for all stakeholders. Your Directors wish to place on record their sincere thanks to Securities and Exchange Board of India (SEBI), National Stock Exchange of India Ltd. (NSE), Bombay Stock Exchange Ltd. (BSE), Multi Commodity Exchange of India Ltd (MCX), and National Securities Depositories Ltd. (NSDL) for their valued support and co-operation during the year.

Your Directors take this opportunity to thank the Regularity Authorities, Principal Bankers, Shareholders and the esteemed Customers of the Company for their continued support. The Directors also place on record their sincere appreciation of the contributions made by every member of the Peerless family for their dedicated efforts towards the Company.

Your Directors recognize the commitment and contributions of the employees at all levels and look forward to their increased involvement and dedicated services towards the company in the coming years.

Your Directors take this opportunity to express their appreciation for the continued support co-operation and guidance received from the holding Company viz., The Peerless General Finance & Investment Co. Ltd.

For and on behalf of the
Board of Directors,

Dibyendra Nath Sengupta
Chairman
DIN No. 02081588

Place: Kolkata
Date: 8th May, 2023

Annexure 'A'

Statement of Particulars of Employees Pursuant to the Provisions of Rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014

Name & Designation	Remuneration received (₹ in Lakhs)	Nature of employment	Qualifications & Experience of the employee	Date of commencement of employment	Age	The Last employment held by before joining the company	The percentage of equity shares held by the employee in the company within the meaning of clause (iii) of sub-rule (2) :	Whether employee is a relative of any director or manager of the company and if so, name of such director or manager
Atul Kumar Bajpai (Managing Director & CEO)*	Rs. 61.97 Lacs	Contractual	FCA 35 Years	01.07.1995	62	The Peerless General Finance & Investment Co. Ltd.	0.002%	Nil
Suresh C Gaddi (VP –Institution Sales)	Rs. 14.99 Lacs	Permanent Employee	Masters Degree In Marketing 16 Years	24.01.2012	48	Shah Investors Home Ltd	0	Nil
Kanchan Chaudhuri (Whole Time Director)**	Rs. 12.39 Lacs	Contractual	B.Com, ICWAI (inter) 23 years	16.03.2011	45	Ashika Stock Broking Ltd	0	Nil
Suman Banerjee (Whole Time Director)**	Rs.12.09 Lacs	Contractual	B.Sc & MCA 26 Years	14.03.2005	51	Digital iCon Pvt Ltd	0	Nil
Rakesh Mondal (Senior Branch Manager)	Rs. 11.27 Lacs	Permanent Employee	MA 12 years	06.06.2016	35	Religare Securities Limited	0	Nil
Mrinal Kumar Basak (Head – Financial Product distribution & Surveillance)	Rs. 9.63 Lacs	Permanent Employee	B.Com 17 years	02.12.2013	40	Capital First Securities Limited	0	Nil
Satchidananda Das (Asst. Vice President)	Rs. 8.46 Lacs	Permanent Employee	B.A 23 years	01.10.1999	53	NA	0	Nil
Mithun Mukherjee (Senior Branch Manager)	Rs. 7.10 Lacs	Permanent Employee	B.Com 16 years	03.06.2016	46	Religare Securities Ltd.	0	Nil
Sayantana Basu (Senior Branch Manager)	Rs. 6.99 Lacs	Permanent Employee	B. Com 16 years	13.11.2006	39	NA	0	Nil
Ajoy Chakraborty (Sales Manager)	Rs. 6.52 Lacs	Permanent Employee	B.A. 8 years	19.11.2018	33	Kotak Securities Ltd.	0	Nil

* 1. Mr. Atul Kumar Bajpai has been redesignated from MD & CEO to Non-Executive Director with effect from 2nd June, 2022.

2. Remuneration received by Mr. Atul Kumar Bajpai includes gratuity received during the year.

** Mr. Kanchan Chaudhuri and Mr. Suman Banerjee, who were already in employment with the Company were appointed as the Whole-time Directors with effect from 1st June, 2022.

Note: Gross remuneration comprises salary and allowances, company's contribution to provident fund, gratuity, monetary value of perquisites etc.

For and on behalf of the
Board of Directors,

Dibyendra Nath Sengupta
Chairman
DIN No. 02081588

Place : Kolkata
Date : 8th May, 2023

Annexure 'B'**Form No. AOC-2****Particulars of contracts/arrangements made with related parties**

[Pursuant to Clause (h) of sub-section (3) of section 134 of the Companies Act, 2013 and Rule 8(2) of the Companies (Accounts) Rules, 2014 – AOC – 2]

This Form pertains to the disclosure of particulars of contracts/arrangements entered into by the Company with related parties referred to in sub-section (1) of section 188 of the Companies Act, 2013 including certain arm's length transactions under third proviso thereto.

DETAILS OF CONTRACTS OR ARRANGEMENTS OR TRANSACTIONS NOT AT ARM'S LENGTH BASIS.

There were no contracts or arrangements or transactions entered into during the year ended March 31 2023, which were not at arm's length basis.

DETAILS OF MATERIAL CONTRACTS OR ARRANGEMENTS OR TRANSACTIONS AT ARM'S LENGTH BASIS.

The details of material contracts or arrangements or transactions at arm's length basis in ordinary course of business for year ended March 31 2023, are as follows:-

Name of related Party	Nature of relationship	Duration of contract	Salient terms	Amount (₹ In lacs including GST)
Nature of contract				
Purchase of shared services including facilities and personnel				
The Peerless General Finance & Investment Co. Ltd.	Holding company	Since 1995 – ongoing	Rent Electricity Office Maintenance Legal Professional	67.74 16.10 0.36 1.26
Peerless Financial Products Distribution Ltd.	Fellow Subsidiary	Not applicable	Rent	0.59
Peerless Hotels Ltd.	Fellow Subsidiary	15/06/2022 - ongoing	Miscellaneous Expenses	0.12
Sale of services				
The Peerless General Finance & Investment Co. Ltd.	Holding company	Since 1995 – ongoing	Brokerage Income DP Services Miscellaneous Income	27.12 0.12 0.39
Peerless Financial Services Ltd.	Fellow Subsidiary	08/11/2008 – ongoing	DP Services	0.05
Peerless Financial Products Distribution Ltd.	Fellow Subsidiary	Not Applicable	DP Services	0.01
Kaizen Hotels & Resorts Ltd.	Common Directors	Not Applicable	DP Services	0.01
Kaizen Leisure & Holidays Ltd.	Common Directors	Not Applicable	Office Maintenance	0.03
Peerless Hotels Ltd.	Fellow Subsidiary	22/11/2022 - ongoing	Brokerage Income DP Services	2.54 0.01

Annexure 'C'

Conservation of Energy, Technology Absorption and Foreign Exchange Inflow & Outflow Information pursuant to Section 134(3)(m) of the Companies Act, 2013 read with Rule 8(3) of the Companies (Accounts) Rules 2014 and forming part of the Board's Report for the year ended on 31st March 2023.**A. Conservation of Energy**

1. Steps taken or impact on Conservation of Energy: The Company continues to remain conscious of conserving energy resources and takes various measures to rationalize the consumption of energy.
2. Steps taken by the Company for utilizing Alternate Sources of Energy – N.A.
3. Capital Investment on Energy Conservation Equipments: The Company continues to identify and modernise systems & processes for Energy Conservation.

B. Technology Absorption

1. Efforts made towards Technology absorption
 - a. Training of personnel
 - b. Absorption/adaptation of technology to suit clients requirements.
2. Benefits derived
 - a. New Clients Additions
 - b. Strengthening of technological base.
3. Imported Technology (Imported during last 3 Years)
 - a. Details of Technology Imported : N.A.
 - b. Year of Import : N.A.
 - c. Whether the technology was fully absorbed : N.A.
 - d. If not, reasons : N.A.
4. Expenditure Incurred on Research and Development: (₹ in Lakhs)
 - a. Capital : N.A.
 - b. Revenue : N.A.
 - c. Total : N.A.
 - d. Total R & D Expenditure : N.A.
(as a % of total turnover)

C. Foreign Exchange Inflow & Outflow

1. Activities relating to Exports: N.A.
2. Total Foreign Exchange used and earned: (₹ in Lakhs)
Foreign Exchange earned : N.A.
Foreign Exchange used : N.A.

For and on behalf of the
Board of Directors,

Dibyendra Nath Sengupta
Chairman
DIN No. 02081588

Place : Kolkata
Date : 8th May, 2023

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF PEERLESS SECURITIES LIMITED

Report on the Audit of Ind AS Financial Statements

1. Opinion

We have audited the accompanying Ind AS financial statements of Peerless Securities Limited (“the Company”), which comprises of Balance Sheet as at March 31, 2023, the Statement of Profit and Loss including the statement of Other Comprehensive Income, the Statement of Changes in Equity and the Statement of Cash Flow for the year then ended, and notes to the Ind AS financial statements, including a summary of significant accounting policies and other explanatory information (hereinafter referred to as “the Ind As financial statements”).

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Ind AS 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 Indian Accounting Standards prescribed under Section 133 of the Act, read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, (“Ind AS”) and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2023, its profit and total comprehensive income, changes in equity and its cash flows for the year ended on that date.

2. Basis for Opinion

We conducted our audit of the Ind AS financial statements in accordance with the Standards on Auditing as prescribed 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 Ind AS Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the Ind AS financial statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

3. Information other than Ind AS financial statements and Auditor’s report thereon

The Company’s Board of Directors is responsible for the other information. The other information comprises the information included in the Annual Report but does not include the Ind AS financial statements and our auditor’s report thereon. The Annual Report is expected to be made available to us after the date of this auditor’s report.

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

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

When we read the other information included in the above reports, if we conclude that there is material misstatement therein, we are required to communicate the matter to those charged with governance and determine the actions under the applicable laws and regulations.

4. Responsibilities of the Management and those charged with governance for the Ind AS 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 Ind AS financial statements that give a true and fair view of the financial position,

financial performance, changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding 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 Ind AS financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

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

5. Auditor's Responsibilities for the Audit of the Ind AS Financial Statements

Our objectives are to obtain reasonable assurance about whether the Ind AS 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 Standards on auditing will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these Ind AS financial statements.

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

- i) Identify and assess the risks of material misstatement of the Ind AS financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- ii) Obtain an understanding of internal financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under the 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.
- iii) Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- iv) 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 ability of the Company 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 Ind AS 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.
- v) Evaluate the overall presentation, structure and content of the Ind AS financial statements, including the disclosures, and whether the Ind AS 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.

6. Report on Other Legal and Regulatory Requirements

- i) As required by the Companies (Auditor's report) Order, 2020 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order.
- ii) As required by section 143 (3) of the Act, based on our audit 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 purpose 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, Statement of Profit and Loss including the Statement of Other Comprehensive Income, the Statement of Cash Flow and Statement of Changes in Equity dealt with by this Report are in agreement with the books of account.
 - d) In our opinion, the aforesaid Ind AS financial statements comply with the Accounting Standards specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014 and Companies (Indian Accounting Standards) Rules, 2015, as amended.
 - e) On the basis of written representations received from the directors as on March 31, 2023, taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2023, from being appointed as a director in terms of section 164 (2) of the Act.
 - f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B" to this report.
 - g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended, in our opinion and to the best of our information and according to the explanations given to us, the remuneration paid 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 has disclosed the impact of pending litigations on the financial position in its Ind AS financial statements – Refer Note 41 to the Ind AS financial statements;
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses; and
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

- iv. (a) The Management has represented that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
 - (b) The Management has represented that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been received by the Company from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and
 - (c) Based on the audit procedures that has been considered reasonable and appropriate in the circumstances, nothing has come to their notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement.
- v. The company has neither proposed nor paid any dividend with respect to previous year or not declared and paid dividend during the year. Hence, reporting in accordance with the section 123 of the Act, is not applicable.
 - vi. Proviso to Rule 3(1) of the Companies (Accounts) Rules, 2014 for maintaining books of account using accounting software which has a feature of recording audit trail (edit log) facility is applicable to the Company with effect from April 1, 2023, and accordingly, reporting under Rule 11(g) of Companies (Audit and Auditors) Rules, 2014 is not applicable for the financial year ended March 31, 2023.

For Mukund M. Chitale & Co.
Chartered Accountants
Firm Registration No. 106655W

(V. A. Chougule)
Partner

M. No. 132680

UDIN : 23132680BGYVLT1690

Dated : 08 May, 2023
Place : Mumbai

Annexure A to the Independent Auditor's Report of even date on the Ind AS financial statements of Peerless Securities Limited

Referred to in paragraph [6(i)] under Report on Other Legal and Regulatory Requirements of our report of even date

According to the information and explanations sought by us and given by the company and the books of account and records examined by us in the normal course of audit and to the best of our knowledge and belief we state that:

- (i) a) A) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment and relevant details of Right of Use Assets.
B) The Company has maintained proper records showing full particulars of intangible assets.
- b) The Property, Plant and Equipment and Right-of-use Assets of the company have been physically verified by the Management, in the phased manner during the year. The company is in the process of reconciling the same with the fixed asset register. The discrepancies if any, arising out of reconciliation will be considered in the books of accounts in the period in which the reconciliation is complete.
- c) According to the information and explanations given to us and on the basis of our examination of the records of the company, there are no immovable properties held in the name of the Company. Accordingly, paragraph 3(i)(c) of the order is not applicable to the Company.
- d) The Company has not revalued its Property, Plant and Equipment (including Right-of -Use assets) or other intangible assets during the year.
- e) No proceedings have been initiated or is pending against the Company as at March 31, 2023 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder.
- (ii) a) The company does not hold any inventory as on 31st March 2023. Therefore, the provision of paragraph 3(ii)(a) of the said order is not applicable to the Company.
- b) According to the information and explanations given to us, the Company has not been sanctioned any working capital limits in excess of Rs. 5 crores, in aggregate, at any point of time during the year, from banks or financial institutions on the basis of security of current assets. Therefore, the provision of paragraph 3(ii)(b) of the said order is not applicable to the Company.
- (iii) The Company has not made investments in, provided any guarantees or securities or granted any loans and advances or granted any loans or advances in the nature of loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or any other parties including but not limited to subsidiaries, Joint ventures and associates or promoters, related parties as defined in clause (76) of section 2 of the companies Act, 2013. Hence Provision of Clause 3(iii)(a),(b),(c),(d),(e),(f) is not applicable.
- (iv) The Company has not granted any loans or made any investment, or provided any guarantees or security to the parties covered under Section 185 and Section 186 of the Companies Act, 2013. Hence, reporting under clause 3(iv) of the order is not applicable.
- (v) The Company has not accepted any deposits within the meaning of Sections 73 to 76 of the Act and the Companies (Acceptance of Deposits) Rules, 2014 (as amended) or amounts which are deemed to be deposits. Hence, reporting under clause 3(v) of the Order is not applicable.
- (vi) The maintenance of cost records has not been specified by the Central Government under sub-section (1) of section 148 of the Companies Act, 2013 for the business activities carried out by the Company. Hence, reporting under clause (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 generally regular in depositing with appropriate authorities undisputed statutory dues including Provident Fund, Employees' State Insurance, Income Tax, Sales Tax, Service Tax, Goods and Services Tax, Value Added Tax, Customs Duty, Excise Duty, Cess and other material statutory dues applicable to it with the appropriate authorities as per the available records as far as ascertained by us on our verification.
 - b) According to the information and explanations given to us, there are no undisputed dues in respect of provident fund, income-tax, service tax, sales-tax, duty of customs, value added tax, cess and other material statutory dues which are outstanding, at the end, for a period of more than six months from the date they became payable.
- (viii) There were no transactions relating to previously unrecorded income that have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961
- (ix) a) The Company has not taken any loans or other borrowings from any lender. Hence reporting under clause 3(ix)(a) of the Order is not applicable.
- b) The Company has not been declared wilful defaulter by any bank or financial institution or government or any government authority.
 - c) The Company has not taken any term loan during the year and there are no outstanding term loans at the beginning of the year and hence, reporting under clause 3(ix)(c) of the Order is not applicable.
 - d) No funds have been raised on short-term basis and hence, reporting under clause 3(ix)(d) of the Order is not applicable.
 - e) On an overall examination of the financial statements of the Company, the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiary.
 - f) The Company has not raised any loans during the year and hence reporting on clause 3(ix)(f) of the Order is not applicable.
- (x) a) According to the information and explanations given by the management, the Company has not raised any money by way of initial public offer or further public offer (including debt instruments) or term loans and hence reporting under paragraph 3(x)(a) of the Order is not applicable to the Company.
- b) During the year, the Company has not made any preferential allotment or private placement of shares or convertible debentures (fully or partly or optionally) and hence reporting under clause 3(x)(b) of the Order is not applicable.
- (xi) a) During the course of our examination of books of accounts and as far as records/details made available and verified by us and according to the information and explanations given to us, there were no instance of fraud by the Company and no material fraud on the company has been noticed or reported during the year.
- b) To the best of our knowledge, no report under sub-section (12) of section 143 of the Companies Act has been filed in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government, during the year and upto the date of this report.
 - c) As represented to us by the Management, there were no whistle blower complaints received by the Company during the year and upto the date of this report.
- (xii) The Company is not a nidhi company and hence reporting under clause 3 (xii) of the Order is not applicable to the Company.
- (xiii) According to the information and explanations given by the management, transactions with the related parties are in compliance with section 177 and 188 of the Act where applicable and the details have been disclosed in the notes to the Ind AS financial statements, as required by the applicable accounting standards.

- (xiv) a) In our opinion the Company has an adequate internal audit system commensurate with the size and the nature of its business.
- b) We have considered, the internal audit reports for the year under audit, issued to the Company during the year and till date of our audit report, in determining the nature, timing and extent of our audit procedures.
- (xv) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into non-cash transactions with directors or person connected with them. Accordingly provisions of clause 3(xv) of the Order are not applicable to the Company.
- (xvi) a) In our opinion, the Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. Hence, reporting under clause 3(xvi)(a), (b) and (c) of the Order is not applicable.
- b) According to the information and explanations given to us, there are no Core Investment Companies within the Group (as defined in the Core Investment Companies (Reserve Bank) Directions, 2016).
- (xvii) The Company has not incurred cash losses during the financial year covered by our audit and the immediately preceding financial year.
- (xviii) There has been no resignation of the statutory auditors of the Company during the year.
- (xix) On the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the financial statements and our knowledge of the Board of Directors and Management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report indicating that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.
- (xx) According to the information and explanation given by the company, the Company is not required to spend amount towards Corporate Social Responsibility (CSR). Accordingly, reporting under clause 3(xx) of the Order is not applicable for the year.

For Mukund M. Chitale & Co.
Chartered Accountants
Firm Registration No. 106655W

(V. A. Chougule)
Partner

Dated : 08 May, 2023
Place : Mumbai

M. No. 132680
UDIN : 23132680BGVLT1690

Annexure B to the Independent Auditor's Report of even date on the Ind AS financial statements of Peerless Securities Limited

Referred to in paragraph [7(ii)(f)] under Report on Other Legal and Regulatory Requirements of our report of even date

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

1. We have audited the internal financial controls with reference to Ind AS financial statements of Peerless Securities Limited ("the Company") as of March 31, 2023 in conjunction with our audit of the Ind AS financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

2. The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control with reference to Ind AS 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 Companies Act, 2013.

Auditors' Responsibility

3. Our responsibility is to express an opinion on the Company's internal financial controls with reference to Ind AS financial statements based on our audit. We conducted our audit in accordance with the Guidance Note and the Standards on Auditing as specified under section 143(10) of the Act, to the extent applicable to an audit of internal financial controls and both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls with reference to Ind AS financial statements 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 with reference to Ind AS financial statements and their operating effectiveness. Our audit of internal financial controls with reference to Ind AS financial statements included obtaining an understanding of internal financial controls with reference to Ind AS financial statements, 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 Ind AS financial statements, whether due to fraud or error.

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

Meaning of Internal Financial Controls with reference to Ind AS financial statements

A company's internal financial control with reference to Ind AS financial statements is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of Ind AS financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control with reference to Ind AS financial statements includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of Ind AS financial statements in accordance with generally accepted

accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the Ind AS financial statements.

Inherent Limitations of Internal Financial Controls with reference to Ind AS financial statements

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

Opinion

5. In our opinion, the Company has, in all material respects, an adequate internal financial controls system with reference to Ind AS financial statements and such internal financial controls with reference to Ind AS financial statements were operating effectively as at March 31, 2023, based on the internal control with reference to Ind AS 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 issued by the Institute of Chartered Accountants of India.

For Mukund M. Chitale & Co.
Chartered Accountants
Firm Registration No. 106655W

(V. A. Chougule)
Partner

Dated : 08 May, 2023
Place : Mumbai

M. No. 132680
UDIN : 23132680BGYVLT1690

BALANCE SHEET AS AT 31ST MARCH, 2023

Particulars	Note No.	(Rs. in thousands)	
		As at March 31, 2023	As at March 31, 2022
ASSETS			
(1) Financial Assets			
(a) Cash and cash equivalents	3	63,048.94	42,793.16
(b) Other Bank Balances	4	30,300.00	29,050.00
(c) Receivables			
Trade receivables	5	48,980.75	92,885.91
(d) Investments	6	0.25	0.25
(e) Other financial assets	7	1,48,868.13	1,66,716.02
(2) Non-financial Assets			
(a) Current tax assets (net)	8	1,950.81	2,278.09
(b) Deferred tax assets (net)	9	1,548.64	1,791.94
(c) Property, plant and equipment	10	2,325.03	2,808.07
(d) Right of use assets	10.1	3,053.93	2,280.88
(e) Other Intangible Assets	10.2	447.31	697.79
(f) Capital work in progress	10.3	2,066.75	—
(g) Other non financial assets	11	5,275.00	5,304.72
TOTAL ASSETS		<u>3,07,865.54</u>	<u>3,46,606.83</u>
LIABILITIES AND EQUITY			
LIABILITIES			
(1) Financial Liabilities			
(a) Payables	12		
(i) Trade payables			
A) Total outstanding dues of micro enterprises and small enterprises		—	—
B) Total outstanding dues of Creditors other than micro enterprises and small enterprises		73,883.88	1,02,473.66
(b) Other financial liabilities	13	10,779.76	12,966.01
(2) Non-financial Liabilities			
(a) Provisions	14	3,887.05	5,395.98
(b) Other non-financial liabilities	15	1,149.08	1,249.15
(3) EQUITY			
(a) Equity share capital	16	2,17,383.85	2,46,862.14
(b) Other equity	17	781.92	(22,340.10)
TOTAL LIABILITIES AND EQUITY		<u>3,07,865.54</u>	<u>3,46,606.83</u>

The Notes to Account forms integral part of Financial Statements (1-49)

As per our report on even date

For **Mukund M Chitale & Co.**
Chartered Accountants
Firm Registration Number - 106655W

V. A. Chougale
Partner
Membership No. 132680
Place: Mumbai
Dated : 8th May, 2023

For and on behalf of the Board of Directors

D.N. Sengupta
Chairman
DIN:02081588

N. Saha
Director
DIN: 00397354

Kanchan Chaudhuri
Whole Time Director
DIN:09546883

Suman Banerjee
Whole Time Director
DIN:09546544

Bhawna Gupta
Company Secretary
ACS No. 46502

Nandita Biswas
Chief Financial Officer

Place: Kolkata
Dated : 8th May, 2023

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH, 2023

Particulars	Note No.	(Rs. in thousands)	
		For the Year ended 31 st March, 2023	For the Year ended 31 st March, 2022
I. Revenue from operations			
(a) Interest Income	18	16,960.47	15,873.91
(b) Fees and commission Income	19	78,761.39	79,755.54
II. Other income	20	14,263.74	19,572.00
(A) Total Income		1,09,985.60	1,15,201.45
EXPENSES			
Finance costs	21	1,200.18	1,121.60
Fees and commission expense	22	20,409.69	19,304.34
Employee benefits expense	23	36,692.13	40,650.75
Depreciation, amortization and impairment	24	2,015.00	2,099.55
Other expenses	25	26,221.48	25,052.61
(B) Total Expenses		86,538.48	88,228.85
(C) Profit/(Loss) before tax (A-B)		23,447.12	26,972.60
(D) Tax Expense			
(1) Current Tax		—	323.19
(2) Deferred tax (credit) / charge	45 (a)	189.70	(214.72)
Tax Expense (D)		189.70	108.47
(E) Profit / (Loss) for the year (C-D)		23,257.42	26,864.13
(F) Other Comprehensive Income			
i. Items that will not be reclassified to Profit or Loss			
- Remeasurement of defined benefit obligations			
- Gain / (Loss)		212.98	(592.51)
ii. Income Tax relating to items that will not be reclassified to Statement of Profit or Loss	45 (b)	(53.60)	149.12
Total Other Comprehensive Income (F)		159.38	(443.39)
(G) Total Comprehensive Income for the year (E+F)		23,416.80	26,420.74
Earnings per equity share (Face Value Rs. 10/- each)			
Basic & diluted	44	1.02	1.09
The Notes to Account forms integral part of Financial Statements	1-49		

As per our report on even date

For **Mukund M Chitale & Co.**
Chartered Accountants
Firm Registration Number - 106655W

V. A. Chougale
Partner
Membership No. 132680
Place: Mumbai
Dated : 8th May, 2023

For and on behalf of the Board of Directors

D.N. Sengupta
Chairman
DIN:02081588

N. Saha
Director
DIN: 00397354

Kanchan Chaudhuri
Whole Time Director
DIN:09546883

Suman Banerjee
Whole Time Director
DIN:09546544

Bhawna Gupta
Company Secretary
ACS No. 46502

Nandita Biswas
Chief Financial Officer

Place: Kolkata
Dated : 8th May, 2023

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31ST MARCH 2023**A Equity Share Capital****Balance as on 31st March 2023****(Rs. in thousands)**

Balance at the beginning of the current reporting period	Changes in Equity Share Capital due to prior period errors	Restated balance at the beginning of the current reporting period	Changes in equity share capital during the current year*	Balance at the end of the current reporting period
2,46,862.14	–	2,46,862.14	(29,478.29)	2,17,383.85

* Refer Note 16.6 for change in equity share capital

Balance as on 31st March 2022**(Rs. in thousands)**

Balance at the beginning of the current reporting period	Changes in Equity Share Capital due to prior period errors	Restated balance at the beginning of the current reporting period	Changes in equity share capital during the current year	Balance at the end of the current reporting period
2,46,862.14	–	2,46,862.14	–	2,46,862.14

B Other equity**Balance as on 31st March 2023****(Rs. in thousands)**

Particulars	Reserves and Surplus			Other Comprehensive Income	Total
	Securities Premium	General Reserve	Retained Earnings		
Balance at beginning of the current year	1,02,927.57	41,705.51	(1,65,849.94)	(1,123.24)	(22,340.10)
Profit/ (loss) for the year	–	–	23,257.42	–	23,257.42
Amount utilised on account of Buy Back of Shares	(294.78)	–	–	–	(294.78)
Remeasurement gain/(loss) on defined benefit plan including deferred tax thereon	–	–	–	159.38	159.38
Balance at end of the current year	1,02,632.79	41,705.51	(1,42,592.52)	(963.86)	781.92

Balance as on 31st March 2022**(Rs. in thousands)**

Particulars	Reserves and Surplus			Other Comprehensive Income	Total
	Securities Premium	General Reserve	Retained Earnings		
Balance at beginning of the current year	1,02,927.57	41,705.51	(1,92,714.07)	(679.86)	(48,760.84)
Profit/ (loss) for the year	–	–	26,864.13	–	26,864.13
Remeasurement gain/(loss) on defined benefit plan including deferred tax thereon	–	–	–	(443.39)	(443.39)
Balance at end of the current year	1,02,927.57	41,705.51	(1,65,849.94)	(1,123.24)	(22,340.10)

The Notes to Account forms integral part of Financial Statements 1-49

As per our report on even date

For **Mukund M Chitale & Co.**
Chartered Accountants
Firm Registration Number - 106655W

V. A. Chougale
Partner
Membership No. 132680
Place: Mumbai
Dated : 8th May, 2023

For and on behalf of the Board of Directors

D.N. Sengupta Chairman
DIN:02081588

N. Saha Director
DIN: 00397354

Kanchan Chaudhuri Whole Time Director
DIN:09546883

Suman Banerjee Whole Time Director
DIN:09546544

Bhawna Gupta Company Secretary
ACS No. 46502

Nandita Biswas Chief Financial Officer

Place: Kolkata
Dated : 8th May, 2023

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2023

Particulars	(Rs. in thousands)	
	For the Year ended 31.03.2023	For the Year ended 31.03.2022
A. Cash flow from Operating Activities		
Net Profit/(Loss) Before Tax	23,447.12	26,972.60
Adjustment for:		
Depreciation, Amortisation and Impairment	2,015.00	2,099.55
Provision for Bad & Doubtful Debts	116.64	19.64
Bad Debts written off	183.38	270.34
Finance Costs	1,200.18	1,121.60
Interest Income	(7,644.23)	(6,384.78)
(Profit) / Loss on Sale/Discard of Property, Plant & Equipment (Net)	115.31	(32.56)
(Profit) / Loss on sale of Investments (Net)	–	(1,284.14)
Cash generated/ (expanded) from operations before working capital changes	19,433.40	22,782.24
Adjustment for:		
(Increase) / Decrease in Trade Receivables	43,605.14	(52,861.00)
Decrease/ (Increase) in Other Financial Assets	17,721.23	(39,745.44)
Decrease/ (Increase) in Other Assets	29.72	(2,054.00)
Increase/ (decrease) in Trade payables	(28,589.77)	26,237.72
Increase/ (decrease) in Other Financial Liabilities	(2,462.30)	22,688.49
Increase/ (decrease) in Other Liabilities & Provisions	(1,608.98)	539.14
Cash generated/ (expanded) from operations	48,128.45	(22,412.84)
Income Tax (paid)/refund - (Net)	540.27	215.43
Net Cash generated from / (used in) Operating Activities	48,668.72	(22,197.41)
B. Cash flow from Investing Activities		
Proceeds from sale / (Purchase) of property, plant & equipment-Net	(4,236.59)	(1,024.71)
Proceeds from sale / (Purchase) of investments - Net	–	6,777.14
Proceeds from maturity of fixed deposits	(1,250.00)	–
Interest Received	7,770.86	6,680.90
Net Cash generated from / (used in) Investing Activities	2,284.27	12,433.33

CASH FLOW STATEMENT (Contd)

Particulars	(Rs. in thousands)	
	For the Year ended 31.03.2023	For the Year ended 31.03.2022
C. Cash flow from Financing Activities		
Interest and Finance Charges Paid	(924.14)	(835.83)
Buy back of shares	(29,773.07)	-
Net Cash generated from / (used in) Financing Activities	<u>(30,697.21)</u>	<u>(835.83)</u>
D. Net Changes in Cash & Cash Equivalents (A+B+C)	20,255.78	(10,599.91)
E. Cash & Cash Equivalents at the beginning of the year	42,793.16	53,393.07
F. Cash & Cash Equivalents at the end of the year (D+E)	63,048.94	42,793.16

The Notes to Account forms integral part of Financial Statements 1-49

As per our report on even date

For **Mukund M Chitale & Co.**
Chartered Accountants
Firm Registration Number - 106655W

V. A. Chougale
Partner
Membership No. 132680
Place: Mumbai
Dated : 8th May, 2023

For and on behalf of the Board of Directors

D.N. Sengupta Chairman DIN:02081588	N. Saha Director DIN: 00397354	Kanchan Chaudhuri Whole Time Director DIN:09546883
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Suman Banerjee Whole Time Director DIN:09546544	Bhawna Gupta Company Secretary ACS No. 46502	Nandita Biswas Chief Financial Officer
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Place: Kolkata
Dated : 8th May, 2023

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2023**NOTE: 1 CORPORATE AND GENERAL INFORMATION**

Peerless Securities Limited (“the Company”) is a subsidiary of The Peerless General Finance & Investment Company Limited, an entity incorporated in India. The registered office of the Company is at Peerless Mansion, 1, Chowringhee Square 2nd Floor, Kolkata - 700069

Note 2 : Significant Accounting Policies**i. Basis of Preparation of financial statements**

The financial statements of the Company have been prepared in accordance with the Indian Accounting Standards (referred to as “Ind AS”) prescribed under section 133 of the Companies Act, 2013 read with the Companies (Indian Accounting Standards) Rules as amended from time to time.

The financial statements of the Company for the year ended March 31, 2023 were approved for issue in accordance with the resolution of the Board of Directors on May 08, 2023.

ii. Basis of accounting

The Company maintains its accounts on accrual basis following the historical cost convention, except for certain financial instruments that are measured at fair values in accordance with Ind AS. Further, the guidance notes/announcements issued by the Institute of Chartered Accountants of India (ICAI) are also considered, wherever applicable except to the extent where compliance with other statutory promulgations override the same requiring a different treatment.

iii. Presentation of Financial Statements

The Balance Sheet, Statement of Profit and Loss and Statement of Changes in equity are prepared and presented in the format prescribed in the Schedule III to the Companies Act, 2013 (“the Act”). The disclosure requirements with respect to items in the Balance Sheet and Statement of Profit and Loss, as prescribed in the Schedule III to the Act, are presented by way of notes forming part of the financial statements along with the other notes required to be disclosed under the notified Accounting Standards.

iv. Use of estimates

The preparation of the financial statements in conformity with Ind AS requires management to make estimates, judgments and assumptions. These estimates, judgments and assumptions affect the application of accounting policies and the reported amounts of assets and liabilities, the disclosures of contingent liabilities at the date of the financial statements and reported amounts of revenues and expenses during the period. Accounting estimates could change from period to period. Actual results could differ from those estimates. Appropriate changes in estimates are made as management becomes aware of changes in circumstances surrounding the estimates. Changes in estimates are reflected in the financial statements in the period in which changes are made and, if material, their effects are disclosed in the notes to the financial statements.

This note provides an overview of the areas that involved a higher degree of judgement or complexity and of items which are more likely to be materially adjusted due to estimates and assumptions turning out to be different than those originally assessed. Detailed information about each of these estimates and judgements is included in the relevant note.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised prospectively.

A. Judgements in applying accounting policies

The judgements, apart from those involving estimations (see note below) that the Company has made in the process of applying its accounting policies and that have a significant effect on the amounts recognised in these financial statements pertain to useful life of assets. The Company is required to determine whether its intangible assets have indefinite or finite life which is a subject matter of judgement. The management

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2023

reviews the estimated useful lives and residual values of the assets annually in order to determine the amount of depreciation to be recorded during any reporting period.

B. Key source of estimation uncertainty

The following are the key assumptions concerning the future, and other key sources of estimation uncertainty at the end of the reporting period that may have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year.

a) Property, Plant and Equipment

Determination of the estimated useful lives of tangible assets and the assessment as to which components of the cost may be capitalized. Useful lives of tangible assets are based on the life prescribed in Schedule II of the Companies Act, 2013. In cases, where the useful lives are different from that prescribed in Schedule II, they are based on technical advice, taking into account the nature of the asset, the estimated usage of the asset, the operating conditions of the asset, past history of replacement, anticipated technological changes, manufacturers' warranties and maintenance support.

b) Recognition and measurement of defined benefit obligations

The obligation arising from defined benefit plan is determined on the basis of actuarial assumptions. Key actuarial assumptions include discount rate, trends in salary escalation and attrition rate. The discount rate is determined based on the benchmark yields available on Government Securities as at the Valuation Date with terms matching that of the liabilities and the salary increase rates take into account inflation, seniority, promotion and other relevant factor for the estimated term of the obligations

c) Recognition of deferred tax assets / liabilities

A deferred tax asset / liabilities is recognised for all the deductible temporary differences to the extent that it is probable that taxable profit will be available against which the deductible temporary difference can be utilised.

d) Recognition and measurement of other provision

The recognition and measurement of other provisions are based on the assessment of the probability of an outflow of resources, and on past experience and circumstances known at the balance sheet date. The actual outflow of resources at a future date may therefore vary from the figure included in other provisions.

e) Discounting of long-term financial instrument

All financial instruments are required to be measured at fair value on initial recognition. In case of financial instruments which are required to subsequently measured at amortised cost, interest is accrued using the effective interest method.

v. Functional and presentation currency

These financial statements are presented in Indian Rupees (INR), which is also the Company's functional currency. All amounts have been rounded-off to the nearest Rupees.

vi. Property, plant and equipment

Items of property, plant and equipment are measured at cost, less accumulated depreciation and accumulated impairment losses, if any.

Cost of an item of property, plant and equipment comprises its purchase price, including import duties and non-refundable purchase taxes, after deducting trade discounts and rebates, any directly attributable cost of bringing the item to its working condition for its intended use and estimated costs of dismantling and removing the item and restoring the site on which it is located.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2023

If significant parts of an item of property, plant and equipment have different useful lives, then they are accounted for as separate items (major components) of property, plant and equipment.

Any gain or loss on disposal of an item of property, plant and equipment is recognised in profit or loss.

Subsequent expenditure is capitalised only if it is probable that the future economic benefits associated with the expenditure will flow to the company.

Property, plant and equipment which are not ready for intended use as on the date of Balance Sheet are disclosed as "Capital work-in-progress".

vii. Depreciation/Amortisation

Depreciation on Property, Plant and Equipment is provided as per Schedule II of the Companies Act, 2013 on Written Down Value costing rupees five thousand or less are being depreciated fully in the year of addition/acquisition. Depreciation on Property, Plant and Equipments commences when the assets are ready for their intended use. Based on above, the estimated useful lives of assets for the current period are as follows.

Category	Useful life
Plant and machinery	15 Years
Furniture and fittings	10 Years
Vehicles	8 Years
Office equipment	5 Years
Computer and Data Processing Units	3 Years

Depreciation methods, useful lives and residual values are reviewed and adjusted as appropriate, at each reporting date.

viii. Intangible Assets

Intangible assets are carried at cost less accumulated amortisation and accumulated impairment losses, if any. Cost includes expenditure that is directly attributable to the acquisition of the intangible assets.

Identifiable intangible assets are recognised when it is probable that future economic benefits attributed to the asset will flow to the Company and the cost of the asset can be reliably measured. Computer software is capitalised at the amounts paid to acquire the respective license for use and are amortised over the period of useful lives by straight line method for the useful life/rates specified in Schedule II to the Companies Act, 2013. Accordingly cost of Computer Software package has been amortized / allocated over a period of 5 years on straight line basis.

The assets' residual values, useful lives and method of depreciation are reviewed at each financial year end and are adjusted prospectively, if appropriate.

ix. Leases

The Company as a lessee -

As a lessee, the Company's lease asset class primarily consist of buildings or part thereof taken on lease for office premises. The Company assesses whether a contract contains a lease, at inception of a contract. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration. To assess whether a contract conveys the right to control the use of an identified asset, the Company assesses whether: (i) the contract involves the use of an identified asset (ii) the Company has substantially all of the economic benefits from use of the asset through the period of the lease and (iii) the Company has the right to direct the use of the asset.

At the date of commencement of the lease, the Company recognizes a right-of-use asset ("ROU") and a corresponding lease liability for all lease arrangements in which it is a lessee, except for leases with a term of twelve months or less (short-term leases) and low value leases. For these short-term and low value leases, the

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2023

Company recognizes the lease payments as an operating expense on a straight-line basis over the term of the lease.

The carrying amount of lease liabilities is remeasured if there is a modification, a change in the lease term, a change in the lease payments (e.g., changes to future payments resulting from a change in an index or rate used to determine such lease payments) or a change in the assessment of an option to purchase the underlying asset.

Certain lease arrangements includes the options to extend or terminate the lease before the end of the lease term. ROU assets and lease liabilities includes these options when it is reasonably certain that option to extend will be exercised and option to terminate will not be exercised.

The right-of-use assets are initially recognized at cost which comprises of initial amount of lease liability adjusted for any lease payments made at or prior to the commencement date of the lease plus any initial direct costs less any lease incentives. These are subsequently measured at cost less accumulated depreciation and impairment losses, if any. Right-of-use assets are depreciated from the commencement date on a straight-line basis over the shorter of the lease term and useful life of the underlying asset.

The lease liability is initially measured at amortized cost at the present value of the future lease payments that are not paid at the commencement date, discounted using the Company's incremental average borrowing rate. Lease liabilities are remeasured with a corresponding adjustment to the related right of use asset if the Company changes its assessment of whether it will exercise an extension or a termination option.

In the Balance Sheet, ROU assets have been included in property, plant and equipment and Lease liabilities have been included in other financial liabilities and the principal portion of lease payments have been classified as financing cash flows. The Company has used a single discount rate to a portfolio of leases with similar characteristics.

x. Foreign currency

Transactions in foreign currencies are translated into the functional currency of the Company at the exchange rates at the dates of the transactions or an average rate if the average rate approximates the actual rate at the date of the transaction. Foreign currency transactions are recorded on initial recognition in the functional currency, using the exchange rate at the date of the transaction. At each balance sheet date, foreign currency monetary items are reported using the closing exchange rate. Exchange differences that arise on settlement of monetary items or on reporting at each closing date of the Company's monetary items at the closing rate are recognized as income and expenses in the period in which they arise. Non-monetary items that are measured in terms of historical cost in a foreign currency are translated using the exchange rates at the date of transactions. Non-monetary items that are measured at fair value in a foreign currency shall be translated into functional currency using the exchange rates at the date when the fair value was determined. Exchange differences are recognised in the statement of profit and loss.

xi. Impairment of non-financial assets

The Company assesses at each balance sheet date whether there is any indication that an asset or cash generating unit (CGU) may be impaired. If any such indication exists, the company estimates the recoverable amount of the asset. The recoverable amount is the higher of an asset's or CGU's net selling price or its value in use. Where the carrying amount of an asset or CGU exceeds its recoverable amount, the asset is considered impaired and is written down to its recoverable amount.

In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset.

An impairment loss is recognised if the carrying amount of an asset or CGU exceeds its recoverable amount.

Impairment losses are recognised in the statement of profit and loss.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2023

An impairment loss is reversed only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined, net of depreciation or amortisation, if no impairment loss had been recognised.

xii. Financial Instruments

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.

a. Financial Assets**Initial Recognition**

The Company recognizes financial assets when it becomes a party to the contractual provisions of the instrument. All financial assets are recognized at fair value on initial recognition, except for trade receivables which are initially measured at transaction price. Transaction costs that are directly attributable to the acquisition or issue of financial assets that are not at fair value through profit or loss are added to the fair value on initial recognition.

Financial assets are classified, at initial recognition, as financial assets measured at fair value or as financial assets measured at amortised cost.

Subsequent measurement

For the purpose of subsequent measurement, financial assets are classified in two broad categories:-

- a) Financial assets at fair value
- b) Financial assets at amortised cost

Where assets are measured at fair value, gains and losses are either recognised entirely in the statement of profit and loss (i.e fair value through profit or loss), or recognised in other comprehensive income (i.e. fair value through other comprehensive income).

A financial asset is subsequently measured at amortised cost if it is held within a business model whose objective is to hold the asset in order to collect contractual cash flows and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

b. Financial liabilities**Initial recognition**

The company initially recognises borrowings, trade payables and related financial liabilities on the date on which they are originated.

All other financial instruments (including regular-way purchases and sales of financial assets) are recognised on the trade date, which is the date on which the company becomes a party to the contractual provisions of the instrument.

Subsequent measurement

Financial liabilities are subsequently carried at amortized cost using the effective interest method, except for contingent consideration recognized in a business combination which is subsequently measured at fair value through profit and loss. For trade and other payables maturing within one year from the Balance Sheet date, the carrying amounts approximate fair value due to the short maturity of these instruments

Derecognition

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

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2023

carrying amounts is recognised in the statement of profit or loss.

Offsetting of financial instruments

Financial assets and financial liabilities are offset and the net amount is reported in the balance sheet if there is a currently enforceable legal right to offset the recognised amounts and there is an intention to settle on a net basis, to realise the assets and settle the liabilities simultaneously.

xiii. Provisions and Contingencies

Provisions involving substantial degree of estimation in measurement are recognized when there is a present obligation as a result of past events, it is probable that there will be an outflow of resources and a reliable estimate can be made of the amount of the obligation. These are reviewed at each balance sheet date and adjusted to reflect the current best estimate. Contingent liabilities are not provided for and are disclosed by way of notes.

If the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflects, when appropriate, the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognised as a finance cost in the statement of profit and loss

xiv. Revenue recognition**i) Revenue from Contracts with Customers**

Revenue is measured at the transaction value of the consideration received or receivable. Income from services rendered as a broker is recognised upon rendering of the services on a trade date basis, in accordance with the terms of contract.

Brokerage and other income earned on secondary market operations is accounted on trade dates. Advisory services & related income are accounted on accrual basis. Depository incomes are accounted on cash basis due to uncertainty of realization.

ii) Other Incomes

Interest is earned on delayed payments from customers and amounts funded to them as well as term deposits with banks. Interest income is recognised on a time proportion basis taking into account the amount outstanding from customers or on the financial instrument and the rate applicable. Dividend income is recognised when the right to receive the dividend is established. Interest income or expense is recognised using the effective interest method.

The 'effective interest rate' is the rate that exactly discounts estimated future cash payments or receipts through the expected life of the financial instrument to:

- the gross carrying amount of the financial asset; or
- the amortised cost of the financial liability. Income on account of dividend is recognised when the right to receive is established.

Claims and refunds whose recovery cannot be ascertained with reasonable certainty are accounted for as and when accepted and / or on actual receipt basis.

xv. Borrowing Costs

Borrowing costs that are directly attributable to procurement or construction of Property Plant and Equipment's are capitalized as part of project cost. Other borrowing costs are recognized as expense in the period in which they are incurred.

xvi. Earnings per equity share

Basic earnings per equity share is computed by dividing the net profit or loss attributable to the equity holders of the company by the weighted average number of equity shares outstanding during the period. Diluted earnings per equity share is computed by dividing the net profit or loss attributable to the equity holders of the company by the weighted average number of equity shares considered for deriving basic earnings per equity share and

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2023

also the weighted average number of equity shares that could have been issued upon conversion of all dilutive potential equity shares. The dilutive potential equity shares are adjusted for the proceeds receivable had the equity shares been actually issued at fair value (i.e. the average market value of the outstanding equity shares). Dilutive potential equity shares are deemed converted as of the beginning of the period, unless issued at a later date. Dilutive potential equity shares are determined independently for each period present.

xvii. Cash Flow statement

Cash flows are reported using the indirect method, whereby profit for the period is adjusted for the effects of transactions of a non-cash nature, any deferrals or accruals of past or future operating cash receipts or payments and item of income or expenses associated with investing or financing cash flows. The cash flows from operating, investing and financing activities of the Company are segregated.

xviii. Employee Benefits**Short Term Employment benefits**

All employee benefits payable wholly within twelve months of rendering the service are classified as short-term employee benefits. Benefits such as salaries, wages etc. and the expected cost of ex-gratia are recognized in the period in which the employee renders the related service. A liability is recognised for the amount expected to be paid if the Company has a present legal or constructive obligation to pay this amount as a result of past service provided by the employee and the obligation can be estimated reliably.

Post Employment Employee Benefits

Retirement benefits to employees comprise payments to government provident funds and gratuity fund.

Defined Contribution Plans

The Company's contribution to defined contributions plans i.e. Provident Fund is recognised in the Statement of Profit and Loss in the year when the contributions to the respective funds are due. There are no other obligations other than the contribution payable to the respective Funds.

Defined Benefit Plans

Gratuity liability is defined benefit obligation. The Company's net obligation in respect of the gratuity benefit scheme is calculated by estimating the amount of future benefit that employees have earned in return for their service in the current and prior periods; that benefit is discounted to determine its present value.

The present value of the obligation under such defined benefit plan is determined based on actuarial valuation by an independent actuary, using the projected unit credit method, which recognizes each period of service as giving rise to additional unit of employee benefit entitlement and measures each unit separately to build up the final obligation.

The obligation is measured at the present value of the estimated future cash flows. The discount rates used for determining the present value of the obligation under defined benefit plan, are based on the market yields on Government securities as at the Balance Sheet date.

Remeasurement of the net defined benefit liability, which comprise actuarial gains and losses, the return on plan assets (excluding interest) and the effect of the asset ceiling (if any, excluding interest), are recognised immediately in Other Comprehensive Income. Net interest expense (income) on the net defined liability (assets) is computed by applying the discount rate, used to measure the net defined liability (asset), to the net defined liability (asset) at the start of the financial year after taking into account any changes as a result of contribution and benefit payments during the year. Net interest expense and other expenses related to defined benefit plans are recognised in Statement of Profit and Loss.

When the benefits of a plan are changed or when a plan is curtailed, the resulting change in benefit that relates to past service or the gain or loss on curtailment is recognised immediately in Statement of Profit and Loss. The Company recognises gains and losses on the settlement of a defined benefit plan when the settlement occurs.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2023

Actuarial gains/losses are recognized in the other comprehensive income.

xix. Income Taxes**Current Tax**

Current tax comprises the expected tax payable or receivable on the taxable income or loss for the year and any adjustment to the tax payable or receivable in respect of previous years. The amount of current tax reflects the best estimate of the tax amount expected to be paid or received after considering the uncertainty, if any, related to income taxes. It is measured using tax rates (and tax laws) enacted or substantively enacted by the reporting date.

Current tax assets and current tax liabilities are offset only if there is a legally enforceable right to set off the recognised amounts, and it is intended to realise the asset and settle the liability on a net basis or simultaneously.

Deferred Tax

Deferred tax is recognised in respect of temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the corresponding amounts used for taxation purposes. Deferred tax is also recognised in respect of carried forward tax losses and tax credits. Deferred income tax assets and liabilities are measured using tax rates and tax laws that have been enacted or substantively enacted by the balance sheet date and are expected to apply to taxable income in the years in which those temporary differences are expected to be recovered or settled. The effect of changes in tax rates on deferred income tax assets and liabilities is recognized as income or expense in the period that includes the enactment or the substantive enactment date. A deferred income tax asset is recognized to the extent that it is probable that future taxable profit will be available against which the deductible temporary differences and tax losses can be utilized. The company offsets current tax assets and current tax liabilities, where it has a legally enforceable right to set off the recognized amounts and where it intends either to settle on a net basis, or to realize the asset and settle the liability simultaneously. The income tax provision for the interim period is made based on the best estimate of the annual average tax rate expected to be applicable for the full financial year.

The company has not recognised the deferred tax assets on account of unabsorbed depreciation and carried forward losses, as they are not considered to be virtually certain of its realisation.

xx. Fair value measurement

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

- In the principal market for the asset or liability, or
- In the absence of a principal market, in the most advantageous market for the asset or liability

The principal or the most advantageous market must be accessible by the company. The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest.

For cash and other liquid assets, the fair value is assumed to approximate to book value, given the short term nature of these instruments. For those items with a stated maturity exceeding twelve months, fair value is calculated using a discounted cash flow methodology.

A fair value measurement of a non-financial asset considers a market participant's ability to generate economic benefits by using the asset in its highest and best use or by selling it to another.

The Company uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximizing the use of relevant observable inputs and minimizing the use of unobservable inputs.

- Level 1 — Quoted (unadjusted) market prices in active markets for identical assets or liabilities

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2023

- Level 2 — Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable
- Level 3 — Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable

For assets and liabilities that are recognised in the financial statements on a recurring basis, the company determines whether transfers have occurred between levels in the hierarchy by re-assessing categorisation (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period.

For the purpose of fair value disclosures, the company has determined classes of assets and liabilities based on the nature, characteristics and risks of the asset or liability and the level of the fair value hierarchy as explained above.

Recent accounting developments:- Ind AS amendments which will be effective from 1st April 2023:
Recent Pronouncement:

On 31st March 2023, Ministry of Corporate Affairs notified amendments to certain Ind AS. These amendments will be effective from April 1, 2023 and will not have material impact on Company's financial statements for the financial year 2022-23. The following is a summary of the amendments:

- In Ind AS 101: - Relating to the exceptions to retrospective application of Ind AS on first time adoption
- In Ind As 102: - Relating to the fair value of the equity instruments not being possible to be estimated reliably
- In Ind AS 103: - Relating to the date on which the transferee obtains control of the transferor.
- In Ind AS 107: - Relating to disclosure of material accounting policy information about the measurement basis (or bases) for financial instruments used in preparing the financial statements.
- In Ind AS 109: - Relating to a combination of entities or businesses under common control as described in Appendix C.
- In Ind AS 115: - Relating to certain corrections.
- In Ind AS 1: - Relating to the following:
 - Reference to the definition of 'Accounting Policies' contained in Ind AS 8
 - Requirement regarding disclosure of material accounting policy information instead of disclosures about significant accounting policies
 - Clarification about when an accounting policy information would be regarded as material
 - The judgements, apart from those involving estimations that management has made in the process of applying the entity's accounting policies and that have the most significant effect on the amounts recognised in the financial statements.
- In Ind AS 8: - Relating to change in the definition of accounting estimates and further clarifications relating to the same.
- In Ind AS 12: - Relating to exception to the recognition of deferred tax liability/ asset arising from a transaction which at the time of the transaction, affects neither accounting profit nor taxable profit (tax loss); and at the time of the transaction, does not give rise to equal taxable and deductible temporary differences.
- In Ind AS 34: - Relating to disclosure of material accounting policy information in interim financial statements.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2023**3 Cash and Cash Equivalents****(Rs. in thousands)**

Particulars	Ref Note No	As at	As at
		March 31, 2023	March 31, 2022
A. Balances with banks:			
In current accounts		62,966.27	42,751.18
B. Cash in hand		32.98	20.21
C. Stamps in hand		49.69	21.77
TOTAL		63,048.94	42,793.16

4 Other bank Balances**(Rs. in thousands)**

Particulars	Ref Note No	As at	As at
		March 31, 2023	March 31, 2022
Deposits with banks having maturity more than 3 months but less than 12 months		-	-
Fixed deposits with banks under lien		30,300.00	29,050.00
TOTAL		30,300.00	29,050.00

4.1 Rs 1,250 Thousands (P .Y. Rs 1,250 Thousands) lodged with HDFC Bank Ltd under lien to BSE Ltd

Rs. 16,250 Thousands (P .Y. Rs 16,250 Thousands) lodged with HDFC Bank Ltd under lien to Globe Capital Market Ltd.

Rs. 750 Thousands (P .Y. Rs 750 Thousands) lodged with HDFC Bank Ltd under lien to MCX Ltd

Rs. 1,250 Thousands (P .Y. Rs Nil) lodged with HDFC Bank Ltd under lien to MCX Clearing Corporation Ltd.

Rs. 10,800 Thousands (P .Y. Rs 10,800 Thousands) lodged with HDFC Bank Ltd under lien to NSE Clearing Ltd.

5 Trade Receivables**(Rs. in thousands)**

Particulars	Ref Note No	As at	As at
		March 31, 2023	March 31, 2022
Trade Receivables			
Trade Receivables considered good - Secured		-	-
Trade Receivables considered good - Unsecured	5.1 & 5.2	48,980.75	92,885.91
Trade Receivables which have significant increase in credit risk		-	-
Trade Receivables - credit impaired		1,670.89	1,622.25
		50,651.64	94,508.16
Less: Allowance for expected credit loss		(1,670.89)	(1,622.25)
TOTAL		48,980.75	92,885.91

5.1 Out of the above, amount receivable from related party is Rs.2.72 thousands(March 31, 2022- Rs. 2.40 thousands)

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2023**5.2 The Ageing of Trade Receivable for the year ended 31st March 2023 is as below: (Rs. in thousands)**

Particulars	Outstanding for following periods from due date of payment						Total
	Unbilled	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	
As at March 31, 2023							
(i) Undisputed Trade receivables – considered good	–	44,112.15	742.95	701.75	416.48	4,678.31	50,651.64
(ii) Undisputed Trade Receivables – considered doubtful	–	–	–	–	–	–	–
(iii) Trade Receivables - credit impaired	–	–	–	–	–	(1,670.89)	(1,670.89)
Total	–	44,112.15	742.95	701.75	416.48	3,007.42	48,980.75

5.3 The Ageing of Trade Receivable for the year ended 31st March, 2021 is as below: (Rs. in thousands)

Particulars	Outstanding for following periods from due date of payment						Total
	Unbilled	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	
As at March 31, 2022							
(i) Undisputed Trade receivables – considered good	–	88,468.21	681.10	488.28	253.35	4,617.22	94,508.16
(ii) Undisputed Trade Receivables – considered doubtful	–	–	–	–	–	–	–
(iii) Trade Receivables - credit impaired	–	–	–	–	–	(1,622.25)	(1,622.25)
Total	–	88,468.21	681.10	488.28	253.35	2,994.97	92,885.91

5.4 The Movement in allowance for expected credit loss is as follows: (Rs. in thousands)

Particulars	As at March 31, 2023	As at March 31, 2022
Allowance for expected credit loss as at beginning of the year	1,622.25	1,979.16
Allowance for expected credit loss recognized during the year (Note 25)	116.64	19.64
Allowance for expected credit loss written back during the year (Note 20)	(68.00)	(376.55)
Expected credit loss at the end of the year	1,670.89	1,622.25

6 Investments: (Rs. in thousands)

Particulars	Ref Note No	As at March 31, 2023	As at March 31, 2022
In other equity instruments at Cost			
The Calcutta Stock Exchange Limited		0.25	0.25
250 (March 31, 2022 - 250) equity shares of Rs. 1/- each fully paid up			
TOTAL		0.25	0.25

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2023

(Rs. in thousands)

Particulars	As at March 31, 2023	As at March 31, 2022
Aggregate book value of Quoted Investments	-	-
Aggregate market value of Quoted Investments	-	-
Aggregate book value of Unquoted Investments	0.25	0.25
Aggregate amount of impairment in value of investments	-	-

7 Other Financial Assets

(Rs. in thousands)

Particulars	Ref Note No	As at March 31, 2023	As at March 31, 2022
Carried at amortised cost			
Unsecured, Considered Good unless otherwise stated			
Security Deposits with Exchanges and Clearing Houses		1,44,933.52	1,62,159.17
Security Deposits with Depositories		1,150.00	1,650.00
Security Deposits with Landlord		198.52	194.12
Accrued Interest on Deposits		2,586.09	2,712.73
TOTAL		<u>1,48,868.13</u>	<u>1,66,716.02</u>

8 Current Tax Assets (Net)

(Rs. in thousands)

Particulars	Ref Note No	As at March 31, 2023	As at March 31, 2022
Advance Income Tax (Including Tax Deducted at Source, net of provision for Income Tax)		1,950.81	2,278.09
TOTAL		<u>1,950.81</u>	<u>2,278.09</u>

9 Deferred Tax Assets (Net)

(Rs. in thousands)

Particulars	Ref Note No	As at March 31, 2023	As at March 31, 2022
Deferred Tax Assets	45	1,548.64	1,792.41
Less: Deferred Tax Liabilities	45	-	(0.47)
Deferred Tax Assets (Net)		<u>1,548.64</u>	<u>1,791.94</u>

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2023

10 PROPERTY, PLANT AND EQUIPMENT

AS AT 31 MARCH, 2023

(Rs. in thousands)

Particulars	Furniture & Fittings	Vehicles	Office Equipment	Computer	Grand Total
GROSS BLOCK					
Gross Carrying value as at beginning of the year	524.86	233.28	690.38	3,438.40	4,886.92
Addition during the year	-	-	438.37	241.65	680.02
Disposal/Adjustments during the year	(148.89)	-	(117.10)	(34.38)	(300.37)
Gross Carrying value as at end of the year	375.97	233.28	1,011.65	3,645.67	5,266.57
ACCUMULATED DEPRECIATION					
Accumulated Depreciation as at beginning of the year	123.00	140.16	171.98	1,643.71	2,078.85
Depreciation / Impairment for the year	19.10	-	176.42	667.17	862.69
Disposal -	-	-	-	-	-
Accumulated Depreciation as at end of the year	142.10	140.16	348.40	2,310.88	2,941.54
Net Carrying value as at end of the year	233.87	93.12	663.25	1,334.79	2,325.03

The Company has not revalued its Property, Plant and Equipment during the year.

AS AT 31 MARCH, 2022

(Rs. in thousands)

Particulars	Furniture & Fittings	Vehicles	Office Equipment	Computer	Grand Total
GROSS BLOCK					
Gross Carrying value as at beginning of the year	531.53	233.28	597.58	3,063.08	4,425.46
Addition during the year	5.70	-	173.49	818.60	997.79
Disposal/Adjustments during the year	(12.38)	-	(80.69)	(443.28)	(536.34)
Gross Carrying value as at end of the year	524.86	233.28	690.38	3,438.40	4,886.92
ACCUMULATED DEPRECIATION					
Accumulated Depreciation as at beginning of the year	86.64	140.16	119.20	1,355.45	1,701.45
Depreciation / Impairment for the year	36.36	-	129.58	710.45	876.39
Disposal -	-	-	(76.80)	(422.19)	(498.99)
Accumulated Depreciation as at end of the year	123.00	140.16	171.98	1,643.70	2,078.84
Net Carrying value as at end of the year	401.85	93.12	518.40	1,794.69	2,808.07

The Company has not revalued its Property, Plant and Equipment during the year.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2023

10.1 Right to use assets

Building		(Rs. in thousands)	
Particulars	As at March 31, 2023	As at March 31, 2022	
GROSS BLOCK			
Gross Carrying Amount as at the beginning of the year	5,286.24	5,434.92	
Additions	1,674.88	–	
Disposals	–	(148.68)	
Gross Carrying Amount as at end of the year	6,961.12	5,286.24	
ACCUMULATED DEPRECIATION			
Accumulated depreciation and impairment as at the beginning of the year	3,005.36	2,127.08	
Depreciation / Impairment for the year	901.83	878.28	
Disposals / Adjustment during the year	–	–	
Accumulated depreciation and impairment as at end of the year	3,907.19	3,005.36	
Net carrying amount as at end of the year	3,053.93	2,280.88	

The Company has not revalued its Right of Use Asset during the current year & previous year.

10.2 Other Intangible Assets

Computer Software		(Rs. in thousands)	
Particulars	As at March 31, 2023	As at March 31, 2022	
GROSS BLOCK			
Gross Carrying Amount as at the beginning of the year	2,524.70	2,279.19	
Additions during the year	–	245.51	
Disposals / deductions during the year	–	–	
Gross Carrying Amount as at end of the year	2,524.70	2,524.70	
AMORTISATION			
Accumulated amortisation as at the beginning of the year	1,826.91	1,482.03	
Amortisation for the year	250.48	344.88	
Disposals / deductions during the year	–	–	
Accumulated amortisation as at end of the year	2,077.39	1,826.91	
Net carrying amount as at end of the year	447.31	697.79	

The Company has not revalued Other Intangible Assets during the current year & previous year.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2023

10.3 Capital Work in Progress		(Rs. in thousands)	
Particulars	Ref Note No	As at March 31, 2023	As at March 31, 2022
Amount Brought forward		-	-
Addition during the year:		2,066.75	-
Less: Capitalised during the year		-	-
Less: Written off During the year		-	-
Total Capital Work In Progress		2,066.75	-

Capital Work In Progress Ageing

As at 31 March, 2023		(Rs. in thousands)				
Particulars	Amount in CWIP for a period of					Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years		
Projects in progress	2,066.75	-	-	-	-	2,066.75
Projects temporarily suspended	-	-	-	-	-	-
	2,066.75	-	-	-	-	2,066.75

As at 31 March, 2022		(Rs. in thousands)				
Particulars	Amount in CWIP for a period of					Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years		
Projects in progress	-	-	-	-	-	-
Projects temporarily suspended	-	-	-	-	-	-
	-	-	-	-	-	-

11 Other non-financials Assets		(Rs. in thousands)	
Particulars	Ref Note No	As at March 31, 2023	As at March 31, 2022
Advances other than capital advances			
Security deposits (utility)		105.01	107.01
Prepaid expenses		3,254.24	2,388.11
Other Advances		298.56	2,809.60
Other Receivable		1,617.19	-
TOTAL		5,275.00	5,304.72

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2023

12 Trade Payables**(Rs. in thousands)**

Particulars	Ref Note No	As at	As at
		March 31, 2023	March 31, 2022
Trade Payables			
For goods and services			
- Dues of Micro and Small Enterprises		-	-
- Others	12.1 & 12.2	73,883.88	1,02,473.66
TOTAL		73,883.88	1,02,473.66

Out of the above, amount payable to related party is Rs. 7 thousand (March 31, 2022 - Rs. Nil)

12.1 Disclosure of sundry creditors is based on the information available with the Company regarding the status of the suppliers as defined under the “Micro, Small and Medium Enterprises Development Act, 2006” (the Act). Based on the information available with the Company, the suppliers/service providers covered under the Act are NIL. There are no delays in payment made to such suppliers and there is no overdue amount outstanding as at the Balance sheet date. Relevant disclosures as required under the Act are as follows:

(Rs. in thousands)

Particulars	Ref Note No	As at	As at
		March 31, 2023	March 31, 2022
(a) Principal amount outstanding		-	-
(b) Interest due thereon		-	-
(c) Interest paid by the Company in terms of Section 16 of MSMED 2006, alongwith amount of the payment made to the suppliers beyond the appointed day during the year		-	-
(d) Interest due and payable for the period of delay in making payment (which has been paid but beyond the appointed day during the year) but without adding the interest specified under MSMED 2006.		-	-
(e) Interest accrued and remaining unpaid		-	-
(f) Further interest remaining due and payable in the succeeding years until such date when the interest dues as above are actually paid to the small enterprises		-	-
TOTAL		-	-

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2023**Trade Paybles Ageing****As at March 31, 2023****(Rs. in thousands)**

Particulars	Outstanding for following periods from due date of payment					Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years		
(i) MSME	-	-	-	-	-	
(ii) Others	73,877.59	1.29	5.00	-	73,883.88	
(iii) Disputed dues – MSME	-	-	-	-	-	
(iv) Disputed dues - Others	-	-	-	-	-	

As at March 31, 2022**(Rs. in thousands)**

Particulars	Outstanding for following periods from due date of payment					Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years		
(i) MSME	-	-	-	-	-	
(ii) Others	1,02,467.09	6.57	-	-	1,02,473.66	
(iii) Disputed dues – MSME	-	-	-	-	-	
(iv) Disputed dues - Others	-	-	-	-	-	

13 Other Financial Liability**(Rs. in thousands)**

Particulars	Ref Note No	As at	As at
		March 31, 2023	March 31, 2022
Carried at amortised cost			
Margin Money - Clients		-	-
Lease liability-Building		3,532.90	2,728.65
Security Deposits			
- Sub brokers		3,376.39	3,676.81
- Others		9.04	9.04
Sundry Deposits		183.92	204.69
Other Payables *		3,677.51	6,346.82
TOTAL		10,779.76	12,966.01

* The above amount includes Rs.68.62 thousands (March 31, 2022 - Rs. 122.96 thousands) payable to related party

14 Provisions**(Rs. in thousands)**

Particulars	Ref Note No	As at	As at
		March 31, 2023	March 31, 2022
Provision for employee benefits			
- Gratuity (Note 27.2)		1,836.93	1,943.04
- Leave Encashment		502.08	730.76
Provision for Expenses		1,548.04	2,722.18
TOTAL		3,887.05	5,395.98

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2023**15 Other non-financial Liabilities****(Rs. in thousands)**

Particulars	Ref Note No	As at	As at
		March 31, 2023	March 31, 2022
Statutory Dues Payable		1,149.08	1,249.15
TOTAL		1,149.08	1,249.15

16 Equity Share Capital**(Rs. in thousands)**

Particulars	Ref Note No	As at	As at
		March 31, 2023	March 31, 2022
Authorised Share Capital			
2,50,00,000 (March 31, 2022 - 2,50,00,000) Equity Shares of Rs. 10/- Each		2,50,000.00	2,50,000.00
		2,50,000.00	2,50,000.00
Issued, Subscribed & Fully Paid Up Shares			
2,17,38,385 (March 31, 2022 - 2,46,86,214) equity shares of Rs. 10/- each fully paid up		2,17,383.85	2,46,862.14
		2,17,383.85	2,46,862.14

16.1 The company has only one class of equity shares having a par value of Rs. 10 per share. Each shareholder is eligible for one vote.

16.2 Rights, preferences and restrictions attached to equity shares

The Equity Shares of the Company, having par value of Rs.10 per share, rank pari passu in all respects including voting rights and entitlement to dividend. In the event of liquidation of the Company, the holders of equity shares will be entitled to receive the remaining assets of the Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

16.3 Reconciliation of shares outstanding at the beginning and at the end of the reporting period:

Name of the Shareholder	As at March 31, 2023		As at March 31, 2022	
	No. of Shares	Value (Rs. in thousands)	No. of Shares	Value (Rs. in thousands)
Equity Shares				
No. of Shares at the beginning of the year	246,86,214	2,46,862.14	246,86,214	2,46,862.14
Less: Buyback of shares during the year (refer Note 16.6)	29,47,829	29,478.29	-	-
Add: Shares issued during the year	-	-	-	-
No. of Shares at the end of the year	217,38,385	2,17,383.85	246,86,214	2,46,862.14

16.4 The details of shareholders holding more than 5% shares of the aggregate share in the company:

Name of the Shareholder	As at March 31, 2023		As at March 31, 2022	
	No. of Shares	% of total shares	No. of Shares	% of total shares
The Peerless General Finance & Investment Company Ltd.	211,90,400	97.48	240,80,000	97.54

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2023**16.5 Shareholding of Promoters**

Shares held by promoters at the end of the year Promoter Name	As at March 31, 2023		As at March 31, 2022		% Change during the year
	No. of Shares	% of total shares	No. of Shares	% of total shares	
The Peerless General Finance & Investment Company Ltd.	2,11,90,400	97.48	2,40,80,000	97.54	12.00

16.6 Buyback of Equity Shares

The Board of Directors of the Company in their meeting held on 22nd July 2022, had approved the proposal for Buy-Back of the Company's equity shares in accordance with Article 41(B) of the Articles of Association of the Company and in accordance with the provisions of Section 68(2) and all other applicable provisions, if any, of the Companies Act, 2013 (the "Companies Act"), the Companies (Share Capital and Debentures) Rules, 2014 (hereinafter referred to as the "Share Capital Rules").

Accordingly, buy-back up to 29,62,350 equity shares (Twenty Nine Lakhs Sixty Two Thousands Three Hundred and Fifty equity shares of face value of Rs. 10/- (Rupees Ten each) (the *Buy-Back Size") (representing 12% of the total number of fully paid-up equity shares in the paid up share capital of the Company) at a price not exceeding Rs. 10.10/- (Ten Rupees and Ten paise) per Equity Share (the "Buy- Back Price") were offered to the shareholders out of which 29,47,829 equity shares (Twenty Nine Lakhs Forty Seven Thousands Eight Hundred and Twenty Nine) were bought back for a total consideration of Rs 29,773.07 thousand (Rupees Two Crore Ninety Seven Lakhs Seventy Three Thousand and Seventy Two Only), which is 13.26% (within the statutory limit of 25%) of the aggregate of the fully paid-up Equity Share Capital and Free Reserves under the shareholders approval route as per the Audited Financial Statements of the Company as on 31st March, 2022.

17 Other equity**(Rs. in thousands)**

Particulars	Ref	As at	As at
	Note No	March 31, 2023	March 31, 2022
Securities Premium		1,02,632.79	1,02,927.57
General Reserve		41,705.51	41,705.51
Retained Earnings		(1,42,592.52)	(1,65,849.94)
Other Comprehensive Income		(963.86)	(1,123.24)
TOTAL		781.92	(22,340.10)

Refer Statement of changes in Equity (SoCE) for movement in balances of Other Equity.

Nature and purpose of Reserves:-**a) Securities Premium**

Securities Premium represents the amount received in excess of par value of securities and is available for utilisation as specified under Section 52 of Companies Act, 2013.

b) General Reserve

The general reserve is created from time to time by appropriating profits from retained earnings. The general reserve is created by a transfer from one component of equity to another and accordingly it is not reclassified to the Statement of profit and loss.

c) Retained Earnings

Retained Earnings generally represent the undistributed profits /amount of accumulated earnings of the Company.

It also include actuarial gain and losses on defined benefit obligations. This will not be reclassified to statement of Profit and Loss account.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2023

18 Interest Income (Rs. in thousands)

Particulars	Ref Note No	For the Year ended March 31, 2023	For the Year ended March 31, 2022
Interest from Clients		16,960.47	15,873.91
TOTAL		16,960.47	15,873.91

19 Fees and commission Income (Rs. in thousands)

Particulars	Ref Note No	For the Year ended March 31, 2023	For the Year ended March 31, 2022
Brokerage		73,086.70	74,096.09
Depository Operations		5,658.81	5,642.62
Other Services		15.88	16.83
TOTAL		78,761.39	79,755.54

20 Other Income (Rs. in thousands)

Particulars	Ref Note No	For the Year ended March 31, 2023	For the Year ended March 31, 2022
Profit/(Loss) on F&O Trading		6,308.56	11,205.71
Interest Income		7,644.23	6,311.48
Interest on Income Tax Refund		82.04	73.30
Profit on sale of securities		–	1,455.65
Provision for doubtful debts written back	5.4	68.00	376.55
Creditors no longer required written back		137.75	–
Profit on disposal of Property, Plant & Equipment		–	32.56
Miscellaneous Income		23.16	116.75
TOTAL		14,263.74	19,572.00

21 Finance Costs (Rs. in thousands)

Particulars	Ref Note No	For the Year ended March 31, 2023	For the Year ended March 31, 2022
Commission on Bank Guarantee		613.99	472.91
Interest on Lease Liability		276.04	285.77
Other Finance cost		310.15	362.92
TOTAL		1,200.18	1,121.60

22 Fees and commission expense (Rs. in thousands)

Particulars	Ref Note No	For the Year ended March 31, 2023	For the Year ended March 31, 2022
Brokerage charges		20,409.69	19,304.34
TOTAL		20,409.69	19,304.34

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2023

23 Employee Benefit Expenses**(Rs. in thousands)**

Particulars	Ref Note No	For the Year ended March 31, 2023	For the Year ended March 31, 2022
Salaries, Allowances, Bonus, etc.		28,845.06	30,409.21
Remuneration to Directors		3,545.71	7,075.92
Contribution to Provident and other funds	27.1	2,531.48	1,791.98
Staff Welfare Expenses		1,769.88	1,373.64
TOTAL		36,692.13	40,650.75

24 Depreciation, amortization and impairment**(Rs. in thousands)**

Particulars	Ref Note No	For the Year ended March 31, 2023	For the Year ended March 31, 2022
Depreciation on Property, plant and equipment	10	862.69	876.39
Depreciation on Right to use assets	10.1	901.83	878.28
Amortisation of other intangible assets	10.2	250.48	344.88
TOTAL		2,015.00	2,099.55

25 Other Expenses**(Rs. in thousands)**

Particulars	Ref Note No	For the Year ended March 31, 2023	For the Year ended March 31, 2022
Rent, rates and taxes		5,615.40	5,772.16
Electricity Charges		1,646.41	1,354.88
Insurance		95.39	89.48
Travelling and Conveyance		324.79	272.53
Telephone and Postal Charges		2,291.23	2,274.54
Repairs and Maintenance - others		1,765.38	1,829.81
Legal and Professional Charges		1,384.50	1,580.85
Software License Charges		4,057.49	3,234.17
GST and Brokers' Note		2,154.26	2,201.59
Transaction Charges		1,690.90	1,809.49
Directors' Sitting Fees		490.00	350.00
Auditors' Remuneration			
Audit Fees		150.00	150.00
Bad Debts and Receivables Written off		183.38	270.34
Provision for Impairment of Doubtful Debts and Advances	5.4	116.64	19.64
Loss on sale/discard of fixed assets(Net)		115.31	-
Marketing & Business promotion		426.44	394.18
Printing & Stationery		420.66	466.06
Membership & Subscription		436.52	425.94
Penalty in shortfall of Margin in F&O Segment		1,863.51	880.82
Other Expenses		993.27	1,676.13
TOTAL		26,221.48	25,052.61

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2023**26 Related Party Disclosure**

Related party disclosures in accordance with the requirements of Ind AS 24 are as given below:

26.1 Relationships

Holding Company	The Peerless General Finance and Investment Co. Ltd.
Subsidiary Company	Peerless Commodities Ltd. (Upto 24 th February, 2022)
Fellow Subsidiaries	Peerless Hotels Limited Peerless Financial Products Distribution Ltd. Peerless Hospitex Hospital and Research Center Ltd. Peerless Financial Services Ltd.
Associates	Bengal Peerless Housing Development Company Ltd. Kaizen Leisure & Holidays Ltd. Kaizen Hotels & Resorts Ltd.
Key Management Personnel (KMP)	Mr. Atul Kumar Bajpai, Managing Director & CEO (upto June 01, 2022), Mr. Kanchan Chaudhuri, Whole time Director (From June 01, 2022) Mr. Suman Banerjee, Whole time Director (From June 01, 2022) Mrs. Nandita Biswas, Chief Financial Officer Ms. Bhawna Gupta, Company Secretary

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2023**26.2 Transactions and balances with the related parties**

The Company's related party transactions during the year and outstanding balances as at March 31, 2023 are as below:

Particulars	Holding Company		Subsidiary and Fellow Subsidiaries		Associates		Key Management Personnels (KMP)		Total	
	2022-23	2021-22	2022-23	2021-22	2022-23	2021-22	2022-23	2021-22	2022-23	2021-22
Transactions during the year										
Rendering of Services	2,777.06	3,573.88	261.09	126.23	1.36	1.36	50.68	185.15	3,090.19	3,886.62
Receiving of Services	125.61	-	12.32	-	-	-	-	-	137.93	-
Reimbursement of expenses	1,610.41	1,391.28	-	-	-	-	-	-	1,610.41	1,391.28
Board Meeting expenses	-	-	-	-	-	-	-	-	-	-
Office Maintenance	36.20	28.96	-	-	2.83	8.40	-	-	39.03	37.36
Remuneration to directors	-	-	-	-	-	-	3,545.71	7,075.92	3,545.71	7,075.92
Remuneration to other KMP's	-	-	-	-	-	-	1,126.88	1,004.59	1,126.88	1,004.59
Rental Expenses	6,773.93	6,755.69	58.54	55.76	-	-	-	-	6,832.47	6,811.44
Balances at year end										
Trade Receivables	-	1.04	-	-	2.72	1.36	-	-	2.72	2.40
Trade Payable	-	-	-	-	-	-	7.00	-	7.00	-
Other Financial Liability	68.62	122.96	-	-	-	-	-	-	68.62	122.96

Note: Above transactions are inclusive of Goods & Services Tax wherever applicable.

27 Employee Benefits

As per Ind AS - 19 "Employee Benefits", the disclosure of Employee Benefits as defined are given below:

27.1 Defined Contribution Plan

The Company makes Provident Fund and Employees State Insurance Fund contributions for eligible employees. Under the schemes, the Company is required to contribute a specified percentage / fixed amount of the payroll costs to fund the benefits. The contributions as specified under the law are paid to the respective fund set up by the government authority.

Particulars	Expense recognised for Defined Contribution Plans for the year is as under: (Rs. in thousands)	
	Year ended March 31, 2023	Year ended March 31, 2022
Employer's Contribution to Provident Fund and other funds	2,262.44	1,486.88
Employer's Contribution to Employee State Insurance Corporation	269.04	305.10
Total	2,531.48	1,791.98

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2023

27.2 Defined Benefit Plan**Leave Encashment**

Liability of leave encashment is determined on the basis of Human Resource Policy of the Company. Amount of leave encashment expense recognised during the year is as follows:

(Rs. in thousands)

Particulars	Year ended March 31, 2023	Year ended March 31, 2022
Expenses recognised in the statement of Profit and Loss	519.59	690.41

Gratuity

The Company has a defined benefit plan for Gratuity. The present value of obligation is determined based on actuarial valuation using the Projected Unit Credit Method.

Reconciliation of Opening and Closing balances of the Present Value of the Defined Benefit Obligation & Change in Plan Assets:**(i) Movement in Obligation**

(Rs. in thousands)

Particulars	As at March 31, 2023	As at March 31, 2022
Present value of obligation at the beginning of the financial year	11,007.94	9,468.38
Service costs	644.44	622.55
Interest on defined benefit obligation	448.60	365.50
Benefits settled	(5,046.29)	(259.18)
Remeasurement- Actuarial (Gain)/Loss	(225.43)	810.69
Present value of obligation at the end of the financial year	6,829.25	11,007.94

(ii) Change in Plan assets

(Rs. in thousands)

Particulars	As at March 31, 2023	As at March 31, 2022
Fair Value of Plan assets at the beginning of the financial year	9,064.91	8,001.23
Interest on plan Assets	366.34	314.24
Actuarial gain/ (loss)	(12.45)	218.18
Contributions	619.83	790.44
Benefits settled	(5,046.31)	(259.18)
Fair Value of Plan assets at the end of the financial year	4,992.32	9,064.91

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2023

(iii) Net Funded Status of Plan-Gratuity **(Rs. in thousands)**

Particulars	As at March 31, 2023	As at March 31, 2022
Closing Defined Benefit Obligation	6,829.25	11,007.94
Closing fair value of plan assets	4,992.32	9,064.90
Net position obligation	1,836.93	1,943.04

(iv) Expenses recognised in the statement of Profit and Loss **(Rs. in thousands)**

Particulars	As at March 31, 2023	As at March 31, 2022
Service cost	644.44	622.55
Interest cost	82.25	51.26
Total Expenses recognised in the statement of Profit and Loss	726.69	673.81

(v) Expenses recognised in Other Comprehensive Income **(Rs. in thousands)**

Particulars	As at March 31, 2023	As at March 31, 2022
Remeasurement- Actuarial (Gain)/Loss	(212.98)	592.51
Net expenses recognised in Other Comprehensive Income	(212.98)	592.51

(vi) Principal Actuarial Assumptions used for estimating the Company's defined benefit obligations

Particulars	As at March 31, 2023	As at March 31, 2022
Discounting rate (%)	5.30%	5.30%
Salary Increase (%)	7.00%	7.00%
Mortality Rate	IALM(2012-14)	IALM(2012-14)
Retirement age (years)	58	58

(vii) The estimates of rate of escalation in salary considered in actuarial valuation, take into account inflation, seniority, promotion and other relevant factors including supply and demand in the employment market.

(viii) Sensitivity Analysis **(Rs. in thousands)**

Particulars	Change in assumptions	March 31, 2023
Discount rate	+ 0.50%	6,684.26
	-0.50%	6,980.26
Salary Growth rate	+ 0.50%	6,980.05
	-0.50%	6,683.13

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2023**(viii) Sensitivity Analysis (Contd.)****(Rs. in thousands)**

Particulars	Change in assumptions	March 31, 2022
Discount rate	+ 0.50%	10,870.61
	-0.50%	11,151.28
Salary Growth rate	+ 0.50%	11,148.83
	-0.50%	10,871.62

(ix) Sensitivity for significant actuarial assumptions is computed by varying one actuarial assumption used for the valuation of the defined benefit obligation, keeping all other actuarial assumptions constant. In practice, this is unlikely to occur, and changes in some of the assumptions may be correlated. When calculating the sensitivity of the defined benefit obligation to significant actuarial assumptions the same method (projected unit credit method) has been applied as when calculating the defined benefit obligation recognised within the Balance Sheet.

28 Details of Benami Property held

There is no Benami Property held or there are no proceedings initiated or pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder.

29 Wilful Defaulter

Company has not been declared as wilful defaulter by any bank or financial Institution or other lender.

30 Relationship with Struck off Companies

The company doesn't have any transactions with companies struck off under section 248 of the Companies Act, 2013 or section 560 of Companies Act, 1956.

31 Registration of charges or satisfaction with Registrar of Companies (ROC)

There is no charges or satisfaction in relation to any debt/ borrowings yet to be registered with ROC beyond the statutory period.

32 Compliance with number of layers of companies

The Company has complied with the number of layers prescribed under clause (87) of section 2 of the Act read with Companies (Restriction on number of Layers) Rules, 2017.

33 Ratios

Particulars	FY 2022-23	FY 2021-22
(a) Capital to risk-weighted assets ratio (CRAR)	NA	NA
(b) Tier I CRAR	NA	NA
(c) Tier II CRAR	NA	NA
(d) Liquidity Coverage Ratio	NA	NA

34 Compliance with approved Scheme(s) of Arrangements

No Scheme of Arrangements has been approved by the Competent Authority in terms of sections 230 to 237 of the Companies Act, 2013.

35 Utilisation of Borrowed funds and share premium:

A) The Company has not advanced or loaned or invested funds (either borrowed funds or share premium or any other sources or kind of funds) to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding (whether recorded in writing or otherwise) that the Intermediary shall -

- (i) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company (Ultimate Beneficiaries) or
- (ii) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries;

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2023

- B) The Company has not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the company shall -
- (i) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or
 - (ii) provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

36 Undisclosed income

There are no transactions relating to previously unrecorded income that have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961).

37 Corporate Social Responsibility (CSR)

According to provisions of Section 135 (1) of the Companies Act, 2013, Corporate Social Responsibility provisions are not applicable to the company.

38 Details of Crypto Currency or Virtual Currency

The Company has not traded or invested in Crypto currency or Virtual Currency during the financial year.

39 Fair value of financial assets and liabilities**39.1 The carrying amounts and fair values of financial assets and liabilities are as follows:****(Rs. in thousands)**

Particulars	As at March 31, 2023		As at March 31, 2022	
	Carrying Amount	Fair Value	Carrying Amount	Fair Value
Financial Assets - at cost				
Investments	0.25	0.25	0.25	0.25
Financial Assets - at amortised cost				
Trade Receivables	50,651.64	48,980.75	94,508.16	92,885.91
Cash & Cash Equivalents	63,048.94	63,048.94	42,793.16	42,793.16
Other Bank Balance	30,300.00	30,300.00	29,050.00	29,050.00
Other Financial Assets	1,48,868.13	1,48,868.13	1,66,716.02	1,66,716.02
TOTAL	2,92,868.96	2,91,198.28	3,33,067.58	3,31,445.53
Financial Liabilities-at amortised cost				
Trade Payable	73,883.88	73,883.88	1,02,473.66	1,02,473.66
Other Financial Liabilities	10,779.76	10,779.76	12,966.01	12,966.01
TOTAL	84,663.64	84,663.64	1,15,439.67	1,15,439.67

The management considers that the above carrying amounts of financial assets and financial liabilities recognized in the financial statements approximate at their fair Value.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2023**39.2 Fair Value Technique**

The fair values of the financial assets and liabilities are included at the amount that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The following methods and assumptions were used to estimate the fair values:-

The fair value of cash and cash equivalents, trade receivables, current trade payables and current financial liabilities approximate their carrying amount largely due to the short-term nature of these instruments. The Board considers that the carrying amounts of financial assets and financial liabilities recognised at cost/amortised cost in the financial statements approximate their fair values.

39.3 Fair Value hierarchy

The following table provides the fair value measurement hierarchy of Company's asset and liabilities, grouped into Level 1 to Level 3 as described below:

Level 1

Quoted prices for identical assets / liabilities in active markets. It includes fair value of financial instruments traded in active markets and are based on quoted market prices at the balance sheet date (like Mutual funds units).

Level 2

Inputs that are observable for the asset / liability (other than level 1 inputs), either directly (that is, as prices) or indirectly (that is, derived from prices). It includes fair value of the financial instruments that are not traded in an active market, is determined by using valuation techniques. If all significant inputs required to fair value an instrument are observable then instrument is included in level 2.

Level 3

Significant Inputs for the asset or liability (instrument) that are not based on observable market data, is included in level 3.

Investments, Cash and Cash Equivalents, Other Financial Assets, Trade Payables and Other financial liabilities are shown at amortised cost. The following table provides hierarchy of the fair value measurement of Company's asset and liabilities, grouped into Level 1 (Quoted prices in active markets), Level 2 (Significant observable inputs) and Level 3 (Significant unobservable inputs) as described below:

(Rs. in thousands)

Particulars	Level	Carrying Amount / Fair Value	
		As at March 31, 2023	As at March 31, 2022
(a) Trade Receivables	2	48,980.75	92,885.91
(b) Other Financial Assets		1,48,868.13	1,66,716.02

During the year ended March 31, 2023 and March 31, 2022, there were no transfers between Level 1, Level 2 and Level 3.

40 Financial risk management, objective and policies

The Company's business activities are exposed to a variety of financial risks – credit risk, liquidity risk and market risk. The Company's focus is to foresee the unpredictability of financial markets and seek to minimize potential adverse effects on its financial performance. The risks are governed by appropriate policies and procedures and that financial risks are identified, measured and managed in accordance with the Company's policies and risk objectives.

i) Credit risk

Credit risk is the risk that counterparty will not meet its obligations under a financial instrument or customer contract, leading to a financial loss. The Company is exposed to credit risk from its operating activities (primarily trade receivables). To manage this, the management has a credit policy in place and the exposure to credit risk is monitored on an ongoing basis. The Company periodically assesses the financial reliability of customers, taking into account the financial condition, current economic trends and ageing of accounts receivable.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2023

The Company establishes an allowance for impairment that represents its estimate of incurred losses in respect of trade and other receivables. Receivables from customers are reviewed/evaluated periodically by the management and appropriate provisions are made to the extent recovery there against has been considered to be remote.

The carrying amount of respective financial assets recognised in the financial statements represents the Company's maximum exposure to credit risk.

Credit exposure is managed by counterparty limits for investment of surplus funds which is reviewed by the Management. Bank balances are held with reputed and creditworthy banking institutions.

Trade receivables disclosed include amounts that are past due at the end of the reporting period but against which the Company has not recognised an allowance for doubtful receivables because there has not been a significant change in credit quality and the amounts are still considered recoverable.

ii) Liquidity Risk

The company objective is maintaining optimum level of liquidity to meet its cash and collateral requirement at all times. The Company relies on Borrowing and internal accruals to meet its need for fund. The current committed lines of credit are sufficient to meet its short to medium term expansion needs.

The table provides undiscounted cash flow towards non-derivative financial liabilities into relevant maturity based on the remaining period at balance sheet date to contractual maturity date.

Maturity analysis of financial liabilities**As at 31st March, 2023****(Rs. in thousands)**

Particulars	Carrying Amount	Less than 12 months	More than 12 months	Total
Trade Payables	73,883.88	73,883.88	-	73,883.88
Other Financial Liabilities	10,779.76	10,779.76	-	10,779.76
Total	84,663.64	84,663.63	-	84,663.63

As at 31st March, 2022**(Rs. in thousands)**

Particulars	Carrying Amount	Less than 12 months	More than 12 months	Total
Trade Payables	1,02,473.66	1,02,473.66	-	1,02,473.66
Other Financial Liabilities	12,966.01	12,966.01	-	12,966.01
Total	1,15,439.67	1,15,439.67	-	1,15,439.67

iii) Market Risk

Market risk is the risk or uncertainty arising from possible market price movements resulting in fluctuation of the fair value of future cash flows of a financial instrument. The major components of Market risks are foreign currency exchange risk and interest rate risk. Financial instruments affected by market risk include borrowings.

a) Foreign Currency Risk

The company does not have any significant transaction in foreign currency. There are no outstanding Derivative contracts as on March 31, 2023.

b) Interest rate and sensitivity

The company exposure in market relating to change in interest rate primarily arises from floating rate borrowing with banks and financial institutions. As at March 31, 2023, the Company does not have any borrowings, hence there will be no interest rate risk.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2023**iv) Capital risk management**

The Company's objectives when managing capital is to safeguard continuity, maintain a strong credit rating and healthy capital ratios in order to support its business and provide adequate return to shareholders through continuing growth. The Company sets the amount of capital required on the basis of annual business and long-term operating plans which include capital and other strategic investments. The funding requirements are met through a mixture of equity, internal fund generation and other non-current borrowings. The Company's policy is to use current and non-current borrowings to meet anticipated funding requirements. Since the Company does not have any borrowings, gearing ratio has not been computed.

41 Contingent Liabilities (to the extent not provided for) **(Rs. in thousands)**

Sl. No.	Particulars	Year	31st March, 2023	31st March, 2022
1	Claim by Clients	2016-17 and 2020-21	1,209.00	1,209.00

In the opinion of the management, the above claims / demands are not tenable and the future cash outflows in respect of the same are determinable on final decisions of the matters.

42 Leases

The Company has recognized the lease liability at the present value of the future lease payments discounted at the incremental borrowing rate at the date of initial application and Right of Use (ROU) asset is equal to lease liability adjusted by the amount of any prepaid or accrued lease payments in relation to leases which has been previously classified as operating leases under IND AS 17.

On application of IND AS 116, the nature of expense has changed from lease rent in previous periods to depreciation cost for ROU asset and finance cost for interest accrued on lease liability. IND AS 116 also provides for certain options and exemptions to recognize short-term lease payments and payments for leases of low-value assets which are not included in measurement of the lease liability and ROU asset as expense on a straight line basis over the lease term in statement of profit or loss. Following table summarizes other disclosures including the note references for the expense, asset and liability heads under which certain expenses, assets and liability items are grouped in the financial statements.

(Rs. in thousands)

Particulars	For the year ended /As at March 31, 2023	For the year ended /As at March 31, 2022
i) Depreciation charge for Right-of -Use assets for Leasehold premises (presented under note- 24 'Depreciation and amortisation expense) (Note 10.1)	901.83	878.28
ii) Interest expense on lease liabilities (presented under note - 21 ' Finance costs)	276.04	285.77
iii) Carrying amount of right-of-use assets at the end of the reporting period (Note 10.1)	3,053.93	2,280.88
iv) Lease liability (presented under note - 13 'Other Financial Liability')	3,532.90	2,728.65

42.1 Maturity analysis - Contractual undiscounted Cash flow as at March 31, 2023 **(Rs. in thousands)**

Particulars	For the year ended March 31, 2023	For the year ended March 31, 2022
Payable within 1 year	1,161.33	1,119.80
Payable later than 1 year but not later than 5 year	2,699.25	2,311.84
Above 5 years	504.04	566.55
Total minimum lease payment	4,364.62	3,998.19

43 In the opinion of the management, the Current Assets, Loans and Advances have value on realization in the ordinary course of business at least equal to the amount at which they are stated in the Balance Sheet unless otherwise stated.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2023

44 Basic and diluted earnings/(loss) per share is calculated by dividing the profit/(loss) attributable to equity holders of the Company by the weighted average of equity shares outstanding during the year.

Particulars	March 31, 2023	March 31, 2022
Profit/(loss) attributable to equity shareholders (Rs.in thousands)	23,257.42	26,864.13
Weighted average number of equity shares (in nos.)	227,20,995	246,86,214
Basic & diluted earnings per equity share (In Rs)	1.02	1.09

45 Tax Expenses

(a) The major components of income tax expense for the year are as under: **(Rs. in thousands)**

Particulars	Year ended March 31, 2023	Year ended March 31, 2022
Income tax recognised in the Statement of Profit and Loss		
Current Tax	–	(323.19)
Deferred Tax credit /(charge)	(189.70)	214.72
Total Income tax expenses recognised in statement of profit and loss	(189.70)	(108.47)
Income tax expense recognised in OCI		
Deferred tax expense on re-measurement of defined benefit plans - credit /(charge)	(53.60)	149.12
Income tax expense recognised in OCI	(53.60)	149.12
Total (Net) - credit /(charge)	(243.30)	40.65

(b) Income tax recognised in other comprehensive income **(Rs. in thousands)**

Particulars	Year ended March 31, 2023	Year ended March 31, 2022
Deferred tax		
Arising on income and expenses recognised in other comprehensive income:		
Remeasurement of defined benefit obligation	(53.60)	149.12
Total income tax recognised in other comprehensive income	(53.60)	149.12
Bifurcation of the income tax recognised in other comprehensive income into:-		
Items that will not be reclassified to profit or loss	(53.60)	149.12
Items that may be reclassified to profit or loss	–	–

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2023

(Rs. in thousands)

(c) Gross deferred tax liability and assets for the year ended March 31, 2023 are as follows:

Particulars	Opening Balance April 1, 2022	Recognised in Profit and Loss credit/(charge)	Recognised in Other Comprehen- sive Income credit/(charge)	Closing Balance March 31, 2023
Deferred Tax Assets				
Provision for expense allowed for tax purpose on payment basis	913.60	(112.27)	(53.60)	747.73
Difference between written down value of fixed assets.	766.11	(85.75)	-	680.36
Ind AS 116 Adjustment - Difference between Liab and ROU	112.70	8.79	-	120.55
Total Deferred Tax Assets [A]	1,792.41	(189.23)	(53.60)	1,548.64
Deferred Tax Liabilities				
Difference in carrying value and tax base of Financial Assets carried at amortised cost	0.47	(0.47)	-	-
Difference in carrying value and tax base of Non Financial Assets	-	-	-	-
Total Deferred Tax Liabilities [B]	0.47	(0.47)	-	-
Deferred tax Assets (Net) [A-B]	1,791.94	(189.70)	(53.60)	1,548.64

46 Capital management

The Company manages its capital to ensure that the Company will be able to continue as going concerns while maximizing the return to stakeholders through the optimization of the debt and equity balance. For the purpose of the Company's capital management, capital includes issued capital and other equity reserves. The primary objective of the Company's capital management is to maximize shareholders value. The Company manages its capital structure and makes adjustments in the light of changes in economic environment and the requirements of the financial covenants.

(Rs. in thousands)

Particulars	As at March 31, 2023	As at March 31, 2022
Total Debt	-	-
Less:- Cash and cash equivalent	93,348.94	71,843.16
Net Debt	-	-
Total Equity [Equity Share Capital plus Other Equity]	2,18,165.77	2,50,942.78
Total Capital [Total Equity plus net debt]	2,18,165.77	2,50,942.78
Gearing ratio	0.00%	0.00%

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2023
47 Segment Reporting

The company's operations consists of dealing in Securities Markets and allied activities and there are no other reportable segment under Ind AS-108 as identified by the Chief Operating Officer of the company.

48 In accordance with the provisions of "Indian Accounting Standard (Ind AS) -36 - Impairment of Assets", the company has made an assessment of the recoverable amount of assets based on higher of the value in use considering its projected scale of operations, prevailing market conditions, future cash flows and future growth projections and estimated net selling price of the assets pertaining to its various Cash Generating Units and found recoverable amount of these assets to be higher as compared to carrying value of assets in its Financial Statements. Accordingly, management considers that there is no need for the provision on account of impairment of assets.

49 Figures of the previous year have been regrouped/rearranged wherever necessary to conform to the current year's presentation.

Signature to Notes on Accounts 1-49

For and on behalf of the Board of Directors

For **Mukund M Chitale & Co.**
Chartered Accountants
Firm Registration Number - 106655W

V. A. Chougale
Partner
Membership No. 132680
Place: Mumbai
Dated : 8th May, 2023

D.N. Sengupta
Chairman
DIN:02081588

Suman Banerjee
Whole Time Director
DIN:09546544

Place: Kolkata
Dated : 8th May, 2023

N. Saha
Director
DIN: 00397354

Bhawna Gupta
Company Secretary
ACS No. 46502

Kanchan Chaudhuri
Whole Time Director
DIN:09546883

Nandita Biswas
Chief Financial Officer



PIP

peerless investment planner

PSMART Get it On  



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