

27 ANNUAL REPORT

# SHAKTI PRESS LIMITED

Annual Report for FY 2019-20

Date of AGM; 31-05-2023

**At Mondha, tah, Hingna, Nagpur 440028**

**SHAKTI PRESS  
LIMITED**

**BOARD OF  
DIRECTORS**

Mr. Raghav Kailashnath Sharma	Managing Director
Mrs. Shailaja Raghav Sharma	Director
Mr. Shantanu Raghav Sharma	Director
Ms. Aravind Bapurao Modak	Director
Mr. Bernard Yunsen Wong	CFO

**AUDITORS**

Dp Sarda & Co.  
Chartered Accountants  
Nagpur

**REGISTERED  
OFFICE AND  
WORKS**

At Mondha Village  
Tah Hingna  
Nagpur 440028

**The 27<sup>th</sup> Annual General Meeting of the company to be held on Wednesday, the 31<sup>st</sup> May, 2023 at the registered office of the Company  
10.00 A.M.**

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## NOTICE

**NOTICE** is hereby given that the twenty Seventh Annual General Meeting of **SHAKTI PRESS LIMITED** (CIN: L22219MH1993PLC071882) will be held on Wednesday the 31<sup>st</sup> of May 2023 at 10.00 A.M at Registered Office of the to transact the following business items:

### **ORDINARY BUSINESS:**

1. To receive, consider and adopt the Audited Financial Statements of the Company for the financial year ended on March 31, 2020, and the Reports of the Board of Directors and the Auditors thereon.

Date: 06-05-2023

Place: Nagpur

### **Registered office:**

At. Mondha, Tah. Hingna

Nagpur 440028

CIN: L22219MH1993PLC071882

Email: shaktipreelimited@gmail.com

**By Order of the Board  
Shakti Press Ltd,**

**Sd/-  
Raghav Sharma  
Managing Director  
DIN: 00588740**

## DIRECTORS' REPORT

**Dear Members,**

Your Directors have pleasure in presenting their 40<sup>th</sup> Annual Report and Audited Accounts for the year ended 31<sup>st</sup> March 2020.

Particulars	Year ended 31 <sup>st</sup> March 2020	Year ended 31 <sup>st</sup> March 2019
Revenue from Operations	112807551.00	93891684.00
Other Income	12902753.00	97953242.00
Total Income	125710304.00	191844926.00
Profit Before Interest, Depreciation and Tax (PBIDT)	25807728.00	87630287.00
Finance Cost	6084529.00	4978669.00
Depreciation	2422642.00	3137716.00
Profit /(Loss) Before Tax	17300557.00	79513902.00
Profit/(Loss) after tax	17300557.00	79513902.00

### 2. OPERATIONS and HIGHLIGHTS OF THE COMPANY:

The Company's turnover for the Financial year 2019-20 dropped to Rs.11,28,07,551/- compared to Rs.9,38,91,684/- in the financial year 2018-19 and reported Profit after Tax of Rs.1,73,00,557/-. The Directors are hopeful of better performance of the Company in years ahead

### 3. DIVIDEND:

During the year under review, the Company has not recommended any dividend for financial year 2020-21.

### 4. PUBLIC DEPOSITS:

During the year under review, the Company has not accepted any deposits hence the provisions of Chapter V of the Companies Act, 2013 and The Companies (Acceptance of Deposit) Rules, 2014 are not applicable.

### 5. SHARE CAPITAL:

During the year under review, there is no change in Authorised and Paid-up share capital of the Company

### 6. PROMOTER OF THE COMPANY:

During the year under review, there is no change in promoters of the Company.

## **7. DIRECTORS:**

The Board consists of Executive and Non-executive Directors including Independent Director as per section 149 of the Companies Act, 2013 and rules made thereunder read with Regulation 17 of SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015.

The number and details of the meetings of the Board and other Committees are furnished in the Corporate Governance Report.

The Independent Directors have furnished declaration of independence under Section 149 of the Companies Act 2013.

### **Number of Board Meetings of Directors:**

During the year ended 31<sup>st</sup> March 2020, four Board Meeting were held.

The maximum time gap between any two consecutive meeting was within the period prescribed under the Companies Act, 2013 and SEBI (LODR) Regulations, 2015.

### **Familiarization Programme for Independent Directors**

The Company familiarizes its Independent Directors with the Company, their roles, rights, responsibilities in the Company, nature of the industry in which the Company operates, business model of the Company, etc. through various programmes on a continuing basis. The Familiarisation programme for Independent Directors is disclosed on the Company's website.

### **Separate Meeting of Independent Directors**

A separate meeting of Independent Directors of the Company was held on 30<sup>th</sup> June, 2020 as required under Schedule IV to the Companies Act, 2013 (Code for Independent Directors) and Regulation 25 of the SEBI (Listing Obligations And Disclosure Requirements), Regulations, 2015. At the Meeting, the Independent Directors:

- Reviewed the performance of Non-Independent Directors and the Board as a whole;
- Reviewed the performance of the Chairman of the Company, taking into account the views of Executive Director and Non-Executive Directors;

All the Independent Directors attended the Meeting of Independent Directors.

### **Statement on Declaration given by Independent Directors under sub-section (6) of Section 149.**

The Independent Directors have submitted the declaration of Independence, as required under Section 149(7) of the Companies Act 2013, stating that they meet the criteria of Independence as provided under sub-section (6).

## **8. Board & Directors' Evaluation**

Pursuant to the provisions of the Companies Act, 2013 and Regulation 25 of the SEBI (Listing Obligations And Disclosure Requirements) Regulations, 2015, the Board, its Committees and the Directors have carried out annual evaluation / annual performance evaluation, covering various aspects of the Board's functioning such as adequacy of the composition of the Board and its Committees, Board culture, execution and performance of specific duties, obligations and governance. The Directors expressed their satisfaction with the evaluation process.

## **9. PARTICULARS OF EMPLOYEES AND REMUNERATION**

The information required under Section 197 (12) of the Act read with Rule 5 of The Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, is NIL

## **10. AUDITOR'S AND AUDITOR'S REPORT:**

M/s D.P.Sarda & Co, Chartered Accountants, Nagpur, F.R.No. 117227W, were appointed as Statutory Auditors of the Company to hold office for a period of five years, from the conclusion of the till the conclusion of the 29th AGM of the Company to be held in the year 2022 subject to ratification of the appointment by the Members at every AGM.

### **Audit Committee**

The company did not form audit committee as per the Companies Act, 2013.

### **Secretarial Audit**

(Appointment and Remuneration of Managerial Personnel) Rules, 2014, the Company has appointed Mr. Avinash Gandhewar and Associates, Practicing Company Secretaries, Kolkata to undertake the Secretarial Audit of the Company. The report of the Secretarial Auditors is enclosed with this report.

## **12. SUBSIDIARY COMPANIES:**

The Company does not have any subsidiary/ associate/ Joint venture companies under review. Since the statement in terms of first proviso to sub-section (3) of Section 129 read with Rule 5 of Companies (Accounts) Rules, 2014 is not required to be attached.

## **13. INTERNAL CONTROL SYSTEMS**

Your Company has in place internal and financial control systems commensurate with the size of the Company. The primary objective of our internal control framework is to ensure that internal controls are established, properly documented, maintained and adhered to in each functional department for ensuring orderly and efficient conduct of business which includes proper use and protection of the Company's resources, accuracy in financial reporting, compliance with the statutes, timely feedback on achievement of operational and strategic goals.

#### **14. ENERGY CONSERVATION, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO**

The information on conservation of energy, technology absorption and foreign exchange earnings and outgo stipulated under Section 134(3) (m) of the Companies Act, 2013 read with Rule 8 of the Companies (Accounts) Rules, 2014, is annexed herewith.

#### **15. INFORMATION ON STOCK EXCHANGES**

The Equity shares of the Company are listed on BSE Limited

#### **16. DIRECTORS' RESPONSIBILITY STATEMENT**

To the best of their knowledge and belief and according to the information and explanations obtained by them, your Directors make the following statements in terms of Section 134 of the Companies Act, 2013:

- (a) that in the preparation of the annual accounts/financial statements for the financial year ended 31<sup>st</sup> March 2021; the applicable accounting standards had been followed along with proper explanation relating to material departures, if any;
- (b) that the accounting policies as mentioned in the financial statements were selected and applied consistently and reasonable and prudent judgments and estimates were made so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit and loss of the company for that period;
- (c) that proper and sufficient care had been taken 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 and other irregularities;
- (d) that the annual accounts were prepared on a going concern basis;
- (e) that proper internal financial controls were in place and that such internal financial controls are adequate and were operating effectively; and
- (f) that proper systems to ensure compliance with the provisions of all applicable laws were in place and that such systems were adequate and operating effectively.

#### **17. CORPORATE SOCIAL RESPONSIBILITY (CSR)**

As the Company does not fall under the criteria stipulated for applicability of section 135 of the Companies Act, 2013 the Company has not constituted a Committee of Corporate Social Responsibility and no contributions were made during the year.

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

In terms of the requirements of the Companies Act, 2013 and Regulation 22 SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 the Company has a vigil mechanism to deal with instance of fraud and mismanagement, if any. The details of the vigil mechanism are displayed on the website of the Company. The Audit Committee reviews the functioning of the vigil / whistle blower mechanism from time to time. There were no allegations / disclosures / concerns received during the year under review in terms of the vigil mechanism established by the Company.

## **RISK MANAGEMENT POLICY**

The Company has laid down the procedure for risk assessment and its mitigation through an internal risk committee. Key risks and their mitigation arising out of reviews by the Committee are assessed and reported to the Audit Committee on a periodic basis.

## **19.SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS:**

During the year under review, the Company has not received any Material Orders passed by the Regulators or Court.

## **20. EXTRACT OF ANNUAL RETURN**

The details forming part of the extract of the Annual Return in form MGT-9 is annexed herewith.

## **ACKNOWLEDGEMENTS**

Your Directors would like to express their appreciation for the assistance and co-operation received from the financial institutions, banks, Government of India and various State Government authorities and agencies, customers, vendors and members during the year under review.

**For and on behalf of the Board of Directors**

Date: 06-05-2023

Place: Nagpur

**Sd/-  
Raghav Sharma  
Managing Director**

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

**[Section 134(3)(m) of The Companies Act, 2013 read with Rule 8(3) of The Companies  
(Accounts) Rules, 2014]**

**A. CONSERVATION OF ENERGY: NIL**

- a) Steps taken or impact on conservation of energy: NA
- b) Steps taken by the company for utilizing alternate sources of energy: NIL
- c) The capital investment on energy conservation equipments: NIL

**B. TECHNOLOGY ABSORPTION:**

(i) the efforts made towards technology absorption:

No technology imported or acquired from external sources.

(ii) the benefits derived like product improvement, cost reduction, product development or import substitution: NIL

(iii) in case of imported technology (imported during the last three years reckoned from the beginning of the financial year)-

- (a) the details of technology imported;
- (b) the year of import;
- (c) whether the technology been fully absorbed;
- (d) if not fully absorbed, areas where absorption has not taken place, and the reasons thereof; and

Not Applicable as there was no import of technology during the last three years.

iv) Expenditure on R&D: NIL

**C. FOREIGN EXCHANGE EARNINGS & OUTGO: NIL**

## CEO & CFO Certification

We, Raghav Sharma, Managing Director and Bernard Wong, Chief Financial Officer of Shakti Press Limited, to the best of our knowledge and belief, certify that:

1. We have reviewed the Balance Sheet, Statement of Profit and Loss and Cash Flow Statement of the Company and all the notes on accounts and the Board's Report.
2. These statements do not contain any materially untrue statement or omit to state a material fact necessary to make the statements made, in the light of circumstances under which such statements are made, not misleading with respect to the period covered by this report.
3. The financial statements, and other financial information included in this report, present in all material respects a true and fair view of the Company's affairs, the financial condition, results of operations and cash flows of the Company as at, and for, the periods presented in this report, and are in compliance with the existing accounting standards and / or applicable laws and regulations.
4. There are no transactions entered into by the Company during the year that are fraudulent, illegal or violate the Company's Code of Conduct and Ethics, except as disclosed to the Company's auditor and the Company's audit committee of the Board of Directors.
5. We affirm that we have not denied any personnel access to the audit committee of the company (in respect of matters involving alleged misconduct) and we have provided protection to whistleblowers from unfair termination and other unfair or prejudicial employment practices.
6. We further declare that all Board members and senior management personnel have affirmed compliance with the Code of Conduct and Ethics for the year covered by this report.

Nagpur  
06-05-2023

**Sd/-**  
Raghav Sharma  
Managing Director

**Sd/-**  
Berbard Wong  
C.F.O

**FORM NO. MGT-9****EXTRACT OF ANNUAL RETURN  
for the Financial Year ended on 31/03/2020**

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

**I. REGISTRATION AND OTHER DETAILS**

<b>i.</b>	CIN	L22219MH1993PLC071882
<b>ii.</b>	Registration Date	10/05/1993
<b>iii.</b>	Name of the Company	SHAKTI PRESS LIMITED
<b>iv.</b>	Category/Sub-Category of the Company	Company limited by Shares & Indian Non-Government Company
<b>v.</b>	Address of the Registered office and contact details	SHAKTI HOUSE, WARDHA ROAD, NAGPUR - 440 012
<b>vi.</b>	Whether listed company	YES
<b>vii.</b>	Name, Address and Contact details of Registrar and Transfer Agent, if any	N.A.

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

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

Sr.	Name and Description of main products/ services	NIC Code of the Product/Service	% to total turnover of the company
1	NIL	NIL	NIL

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

Sr. No.	Name And Address Of The Company	CIN/GLN	Holding/ Subsidiary /Associate	% of shares held	Applicable Section
1.	<b>NOT APPLICABLE</b>				

**IV. SHARE HOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity)****i. Category wise Shareholding**

Category of Share holders	No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				% change during the year
	Demat	Physical	Total	% of total	Demat	Physical	Total	% of total	
<b>A. Promoter</b>									
<b>1) Indian</b>									
Individual/ HUF		1371561		38.96		1371561		38.96	0
Central Govt		0		0		0		0	0
State Govt(s)		0		0		0		0	0
Bodies Corp		0		0		0		0	0
Banks / FI		0		0		0		0	0

Any Other		0		0		0		0	0
<b>Sub-Total (A)(1)</b>		<b>1371561</b>		<b>38.96</b>		<b>1371561</b>		<b>38.96</b>	<b>100</b>
<b>2) Foreign</b>									
NRIs-Individuals		0		0		0		0	0
Other Individuals		0		0		0		0	0
Bodies Corp.		0		0		0		0	0
Banks / FI		0		0		0		0	0
Any Other		0		0		0		0	0
<b>Sub-Total (A)(2)</b>		<b>0</b>		<b>0</b>		<b>0</b>		<b>0</b>	<b>0</b>
<b>B. Public Shareholding</b>									
<b>1) Institutions</b>									
Mutual Funds		0		0		0		0	0
Banks / FIs		0		0		0		0	0
Central Govt		0		0		0		0	0
State Govt(s)		0		0		0		0	0
Venture Capital Funds		0		0		0		0	0
Insurance Cos		0		0		0		0	0
FIs		0		0		0		0	0
Foreign Venture Capital Funds		0		0		0		0	0
Others (specify)		0		0		0		0	0
<b>Sub-Total (B)(1)</b>		<b>0</b>		<b>0</b>		<b>0</b>		<b>0</b>	<b>0</b>
<b>2) Non Institutions</b>									
a) Bodies Corp. (i) Indian (ii) Overseas		0		0		0		0	0
b) Individuals  (i) Individual shareholders holding nominal share capital upto Rs. 1 lakh  (ii) Individual shareholders holding nominal share capital in excess of Rs 1 lakh		0		0		0		0	0
c) Others(Specify)		0		0		0		0	0
<b>Sub-Total (B)(2)</b>		<b>0</b>		<b>0</b>		<b>0</b>		<b>0</b>	<b>0</b>
<b>Total Public Shareholding (B)=(B)(1)+ (B)(2)</b>		<b>0</b>		<b>0</b>		<b>0</b>		<b>0</b>	<b>0</b>
<b>C. Shares held by Custodian for GDRs &amp; ADRs</b>		0		0		0		0	0
<b>Grand Total (A+B+C)</b>		<b>1371561</b>		<b>100</b>		<b>1371561</b>		<b>100</b>	<b>0</b>

ii. **Shareholding of Promoters**

Sr.	Shareholder's Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% change in share holding during the Year
		No. of Shares	% of total Shares	% of Shares Pledged / encumbered	No. of Shares	% of total Shares	% of Shares Pledged / encumbered	
1.	Shakti Off set Private	492150	13.98	0	492150	13.98	0	0
2.	Raghav Sharma	426467	12.11	0	426467	12.11	0	0
3.	Deepak Dhote	241144	6.85	0	241144	6.85	0	0
4.	Suresh Sharma	211800	6.20	0	211800	6.20	0	0
	<b>Total</b>	<b>1371561</b>	<b>39.14</b>		<b>1371561</b>	<b>39.14</b>		

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

Sr.	Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares	No. of shares	% of total shares
1	At the beginning of the year	<b>No Change</b>			
2	Date wise Increase / Decrease in Promoters Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	<b>No Change</b>			
3	At the End of the year	<b>No Change</b>			

**V. INDEBTEDNESS**

Indebtedness of the Company including interest outstanding/accrued but not due for payment

	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
At the beginning of the financial year				
i) Principal Amount	44357465.00	136424027.00	0.00	180781492.00
ii) Interest due but not paid	0.00	0.00	0.00	0.00
iii) Interest accrued but not due	0.00	0.00	0.00	0.00
Total (i+ii+iii)	44357465.00	136424027.00	0.00	180781492.00
Change during the financial year				
- Addition	5389274.00	25734667.00	0.00	31123941.00
- Reduction	0.00	0.00	0.00	0.00
Net Change	5389274.00	25734667.00	0.00	31123941.00
At the end of the financial year				
i) Principal Amount	49746739.00	162158694.00	0.00	211905433.00
ii) Interest due but not paid	0.00	0.00	0.00	0.00
iii) Interest accrued but not due	0.00	0.00	0.00	0.00
Total (i+ii+iii)	49746739.00	162158694.00	0.00	211905433.00

**VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL****A. Remuneration to Managing Director, Whole-time Directors and/or Manager:**

Sl. No.	Particulars of Remuneration	Name of MD/WTD/Manager	Total Amount
1.	Gross salary  (a)Salary as per provisions contained in section17(1) of the Income-tax Act, 1961 (b)Value of perquisites u/s 17(2)Income-tax Act, 1961 (c)Profits in lieu of salary undersection17(3)Income- taxAct,1961	Mr. Raghav Sharma Mrs. Shailja Sharma	300000.00 300000.00
2.	Stock Option		
3.	Sweat Equity		
4.	Commission  - as % of profit - others, specify		
5.	Others, please specify		
6.	Total(A)		600000.00
	Ceiling as per the Act		

**B. Remuneration to other directors:**

Sr.	Particulars of Remuneration	Name of Director(s)				Total Amt.
1	<u>Executive Directors</u>  -Fee for attending board committee meetings -Commission -Others, please specify	Mr. Shantanu Sharma				645000.00
	Sub-Total (1)					645000.00
2	<u>Other Non-Executive Directors</u>  -Fee for attending board committee meetings -Commission -Others, please specify					
	Sub-Total (2)					0.00
	Total (1+2)					645000.00
	Total Managerial Remuneration					645000.00
	Overall Ceiling as per the Act					

**C. Remuneration to Key Managerial Personnel Other Than MD/ Manager/ WTD:**

Sr.	Particulars of Remuneration	Key Managerial Personnel			
		CEO	Company Secretary	CFO	Total
1	Gross salary (a)Salary as per provisions contained in section17(1)of the Income-tax Act,1961  (b)Value of perquisites u/s 17(2)Income-tax Act,1961  (c)Profits in lieu of salary under section 17(3)Income-tax Act,1961			Mr. Bernard Wong	316800.00
2	Stock Option				
3	Sweat Equity				
4	Commission - as % of profit - others, specify				
5	Others, please specify				
	Total				316800.00

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

Type	Section of the Companies Act	Brief Description	Details of Penalty / Punishment / Compounding fees imposed	Authority [RD /NCLT/Court]	Appeal made, if any (give details)
<b>A. Company</b>					
Penalty					
Punishment					
Compounding					
<b>B. Directors</b>					
Penalty					
Punishment					
Compounding					
<b>C. Other Officers In Default</b>					
Penalty					
Punishment					
Compounding					

For **SHAKTI PRESS LIMITED**

**Raghav Sharma**  
**DIRECTOR (DIN-00588740)**



Annexure to Director's Report

**FORM NO. MR-3**  
**SECRETARIAL AUDIT REPORT**  
**FOR THE FINANCIAL YEAR ENDED 31<sup>ST</sup> MARCH, 2020**

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

To,  
The Members,  
Shakti Press Ltd.  
Shakti House, Wardha Road,  
Nagpur, Maharashtra – 440012

I have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by Shakti Press Ltd (CIN: L22219MH1993PLC071882) (hereinafter called the company). Secretarial Audit was conducted in a manner that provided me a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing my opinion thereon.

Based on my verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the company and also the information provided by the Company, its officers, agents and authorized representatives during the course of secretarial audit, I hereby report that in my opinion, the Company has during the audit period covering the financial year ended on March 31<sup>st</sup>, 2020 complied to the some extent with the Statutory provisions listed hereunder and also that the Company has a lack of proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter;

I have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on March 31<sup>st</sup>, 2020 according to the provisions of;

1. The Companies Act, 2013 (the Act) and the rules made there under;
2. The Securities Contracts (Regulation) Act, 1956 (SCRA) and the rules made there under;



3. The Depositories Act, 1996 and the Regulations and Bye-law framed hereunder;
4. Foreign Exchange Management Act, 1999 and the rules and regulations made there under to the extent of Foreign Direct Investment and Overseas Direct Investment; **Not applicable to the Company during the financial year review.**
5. The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India, 1992 ('SEBI Act');
  - (a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
  - (b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
  - (c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018;
  - (d) The Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014; **Not applicable to the Company during the financial year review.**
  - (e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008; **Not applicable to the Company during the financial year review.**
  - (f) The Securities and Exchange Board of India (Registrar to an Issue and Share Transfers Agents ) Regulations, 1993;
  - (g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009; **Not applicable to the Company during the financial year review.**
  - (h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998; **Not applicable to the Company during the financial year review.**
  - (i) The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.



6. Other Laws applicable to the Company ;

As informed to me, the following laws are specifically applicable to the Company;

- a. Tobacco Plain Packaging Regulation, 2011;
- b. The Hazardous Waste (Management and Handling) Rules, 1989;
- c. Factories Act, 1948
- d. Industrial Disputes Act, 1947
- e. The Payment of Wages Act, 1936
- f. The Minimum Wages Act, 1948
- g. Employee State Insurance Act, 1948
- h. Employees Provident Funds and Miscellaneous Provisions Act, 1952
- i. The Payment of Bonus Act, 1965
- j. The Payment of Gratuity Act, 1972
- k. The Child Labour (Prohibition & Regulation) Act, 1986
- l. The Employee Compensation Act, 1923
- m. The Apprentices Act, 1961
- n. Equal Remuneration Act, 1976
- o. Shops and Establishment Act, 1988
- p. The Water (Prevention and control of pollution) Act, 1974
- q. The Air (Prevention and control of pollution) Act, 1981
- r. The Environment Protection Act, 1986 and rules made thereunder
- s. The Sexual Harassment of Women at Work Place (Prevention, Prohibition and Redressal) Act, 2013

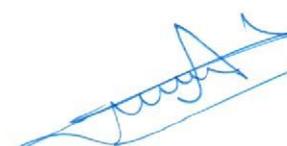
I have also examined the compliance with the applicable clause of following;

- I. Secretarial Standards issued by the Institute of Company Secretaries of India.
- II. The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.



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

1. *The Company has not appointed an internal auditor as required to be appointed pursuant to Section 138 of the Companies Act, 2013.*
2. *The notice of scheduled Board/Committee meeting as well as agenda and detailed notes on agenda were not given to Directors/members as per the time line stipulated under the provisions of Companies Act, 2013.*
3. *No meeting of the Independent Directors held during the period under review as required to be held as per the code of conduct specified for Independent Directors under Section 149 (8) of the Companies Act, 2013.*
4. *Minutes of the General, Board and Committee meetings have not been maintained properly as per Section 118 of the Companies Act, 2013*
5. *The Company has not complied with the provisions of Section 186 of the Companies Act, 2013 in relation to transactions entered during the reporting period.*
6. *Managerial Remuneration has been paid or provided in contravention with the provisions of Section 197 read with Schedule V of the Companies Act, 2013.*
7. *As per the shareholding pattern published on the website of Bombay Stock Exchange Limited, the partial holding of promoters and promoter's group is not being maintained in a dematerialized form as per regulation 31 of SEBI (LODR), 2015.*
8. *The website of Company is not properly updated as per regulation 46 of Chapter IV of SEBI (LODR), 2015.*
9. *The Company has not registered itself on SCORES platform pursuant to regulation 13 of SEBI (LODR), 2015.*


10. *Trading of the Company was suspended by Bombay Stock Exchange (BSE) due to penal provisions.*
11. *The promoters of the Company have failed to give the disclosures under Regulation 30 and 31 of SEBI (SAST) Regulations, 2011.*
12. *The Company has also not complied with quarterly, half yearly and yearly compliances as stipulated under SEBI Regulations.*
13. *The financial statement pertaining to financial year 2019-20 has not been signed by the Company Secretary of the Company as required to be signed pursuant to the provisions of Section 134 of the Companies Act, 2013.*
14. *Shri. Aravind Bapurao Modak, an Independent Director (Additional) (DIN: 08681473) was appointed by passing a Board Resolution at duly held Board Meeting but was not regularized at the General meeting pursuant to Section 152 and 161 (1) of the Companies Act, 2013. Further, he failed to vacate his office as an Additional Director of the Company pursuant to Section 161 (1).*
15. *The Company has advanced the loan to Shri. Raghav Sharma, Managing Director (DIN: 00588740) in contravention of the provisions of Section 185 of the Companies Act, 2013.*
16. *The Company has not complied with the provisions of Section 188 of the Companies Act, 2013.*
17. *The Company had a long outstanding of Rs. 85.12 lacs in the name of share application money pending allotment. Share application money of Rs. 85.12 lacs was refunded last year by issuing cheques but the cheque was not cleared. This resulted into non-payment of Share application money.*

*Therefore, it has also resulted into acceptance of Deposits under the Companies Act, 2013 and the Company has not complied with the provisions thereof.*

*Further, interest on account of refund of Share Application Money has not been given to the applicants as per Section 42 of Companies Act, 2013.*



18. *The company vide its Board Resolution dated 17/03/2018 gave a Power of Attorney of all its immovable properties, namely Survey No. 83, 84, 68/7, 68/2.*

*Moreover, land Survey No. 83 has been mortgaged with Arvind Bank Ltd. And the company has obtained a fresh loan of Rs. 1 Crore on 11/06/2019.*

*In accordance with the above Power of Attorney, Shri Bharat Bhushan Shrikhande clandestinely executed the sale deed on 29/08/2019 of land Survey No. 83, Village Mondha, Tahsil Hingna and also deposited a TDS of Rs. 8, 30,500 to the credit of the company. The company has neither recorded such sale and TDS nor provided any explanation and clarification as to the clear title of such land as on 31/03/2020. Such sale deed was executed by Shri Bharat Bhushan Shrikhande as both 'seller' and 'Purchaser'.*

*Inspite of the Power of Attorney as mentioned above, a portion of land Survey No. 84 was sold to Shri Shantanu Sharma on 27/11/2019 for Rs. 1, 26, 00,000.*

*Hence, with respect to above events the Company's statutory auditor has filed his report in Form ADT-4 under Section 143 (12) of the Companies Act, 2013 on suspected offence involving fraud being committed or having been committed.*

*Further, the auditor has reported that there was an opening Capital WIP of Rs. 1, 39, 47,718 and the company is building a guest house. However, it was converted into a private residence for Managing Director Shri Raghav Sharma & family. Capital WIP of Rs. 2, 27, 84,270 is still reflecting in the books, as on 31.03.2020. The construction has been completed and MD is residing in the property. Such construction is done on the land portion of Survey No. 84 sold to Shri Shantanu Sharma as mentioned in Para 2 (d).*

19. *As per the information provided to us, the Charges seems to be satisfied. However, the Company did not inform the same to Registrar of Companies and we have not seen the respective NOCs as well.*

20. *The Annual General Meeting pertaining to FY 2019-20 could not be held within the stipulated period.*



21. *During the period under review, the Company has not complied with some of the provisions of Companies Act, 2013 and SEBI Regulations.*

**I further report that:-**

There is much scope and need to improve the system and process that commensurate with the size and operations of the Company to monitor and ensure compliances with the applicable laws, rules, regulations and guidelines.

In respect of other laws specifically applicable to the Company, I have relied on the information/records produced by the Company during the course of my audit and reporting is limited to that extent.

Further, as per the information and explanation provided to us by the Company the other applicable laws as mentioned above are duly complied with during the reporting period.

**For M/s Avinash Gandhewar & Associates**

Practicing Company Secretaries



**FCS Avinash Gandhewar**

Proprietor

**M. No:** 11197

**CP No:** 16490

**UDIN:** F011197D000284833

**Date:** 07<sup>th</sup> May 2022

**Place:** Nagpur





**“ANNEXURE A”**

To,  
The Members,  
Shakti Press Ltd.  
Shakti House, Wardha Road,  
Nagpur, Maharashtra – 440012

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

**Management’s Responsibility:**

1. Maintenance of Secretarial records is the responsibility of management of the Company. My responsibility is to express an opinion on these secretarial records based on my audit.
2. I have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the Secretarial records. The verification was done on the test basis to ensure that correct facts are reflected in Secretarial records. I believe that the processes and practices I followed provide a reasonable basis for my opinion.

**Auditor’s Responsibility:**

3. I have not verified the correctness and appropriateness of financial records and books of accounts of the Company.
4. Where ever required, I have obtained the Management representation about compliance of laws, rules and regulations and happenings of events etc.
5. The compliance of provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of management. My examination was limited to the verification of procedures on test basis.


**Disclaimer:**

6. The Secretarial Audit Report is neither an assurance as to the future viability of the Company nor of efficacy or effectiveness with which the management has conducted the affairs of the Company.

**For M/s Avinash Gandhewar & Associates**  
Practicing Company Secretaries



**FCS Avinash Gandhewar**

Proprietor

**M. No:** 11197

**CP No:** 16490

**UDIN:** F011197D000284833

**Date:** 07<sup>th</sup> May 2022

**Place:** Nagpur



**Annexure A: forming part of Director's report**

**Form No. AOC-2**

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

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

**1. Details of contracts or arrangements or transactions not at arm's length basis**

The Company has not entered into any contracts or arrangements or transactions with its related parties, which are not at arm's length during Financial Year 2019-20.

**2. Details of material contracts or arrangement or transactions at arm's length basis**

The details of material contracts or arrangement or transactions at arm's length basis for the year ended 31<sup>st</sup> March, 2020, are as follows:

Name of Related Party	Nature of Relationship	Duration of the Contract	Salient Terms	Amount (in Rs.)
Nature of Contract				
<b>(A) Sale, Purchase or supply of any goods or materials</b>				
Sankalp Marketing & Management Services	Enterprises over which KMP/relatives have significant influence	N.A	The transactions under the contract are in the ordinary course of business and at arm's length.	Rs. 5147237.00 (Purchase) Rs. 29944911 (Sale)
S.S. Enterprises	Enterprises over which KMP/relatives have significant influence	N.A	The transactions under the contract are in the ordinary course of business and at arm's length.	Rs. 18086900.00 (Purchase) Rs. 8780232 (Sale)
Siddhayu Ayurvedic Research Foundation Pvt Ltd	Enterprises over which KMP/relatives have significant influence	N.A	The transactions under the contract are in the ordinary course of business and at arm's length.	Rs.18312125.00 (Sales)
<b>(B) Selling or otherwise disposing of, or buying, property of any kind</b>				
	N.A	N.A	N.A	N.A
	N.A	N.A	N.A	N.A
<b>(C) Leasing of property of any kind</b>				
	N.A	N.A	N.A	N.A
	N.A	N.A	N.A	N.A
<b>(D) Availing or Rendering of any services</b>				
Sankalp Marketing &	Enterprises over	N.A	The transactions	Rs. 43500.00

Management Services	which KMP/relatives have significant influence		under the contract are in the ordinary course of business and at arm's length.	(Vehicle hiring rent )
S.S. Enterprises	Enterprises over which KMP/relatives have significant influence	N.A	The transactions under the contract are in the ordinary course of business and at arm's length.	Rs. 88500.00 (Vehicle hiring rent given)
<b>(E) Appointment of any agent for purchase or sale of goods, materials, Services or property</b>	N.A	N.A	N.A	N.A
	N.A	N.A	N.A	N.A
<b>(F) Appointment to any office or place of profit in the company its subsidiary Company or associate company</b>	N.A	N.A	N.A	N.A
	N.A	N.A	N.A	N.A
<b>(G) Underwriting the subscription of any securities or derivatives thereof, of the Company</b>	N.A	N.A	N.A	N.A
	N.A	N.A	N.A	N.A
<b>(H) Remuneration to Key Managerial Personnel and other</b>				
Raghav Sharma	Managing Director	N.A	N.A	Rs. 300000.00
Shailja Sharma	Director	N.A	N.A	Rs. 300000.00
Shantanu Sharma	Director	N.A	N.A	Rs. 645000.00
Mr. Bernard Wong	CFO	N.A	N.A	Rs. 316800.00
Ritu Patel	CS	N.A	N.A	Rs.140000.00
<b>(I) Loan paid/Repaid</b>				
Raghav Sharma	Director	N.A	N.A	Rs.2872298.00
Shailja Sharma	Director	N.A	N.A	Rs.805757.00
Shakti Offset Pvt. Ltd.	Enterprises over which KMP/relatives have significant influence	N.A	N.A	Rs.5350200.00

Shakti Offset Works	Enterprises over which KMP/relatives have significant influence	N.A	N.A	Rs.90610.00
Super Offset Pvt. Ltd.	Enterprises over which KMP/relatives have significant influence	N.A	N.A	Rs.5940000.00
<b>(J) Short Term Benefit</b>				

Place: Nagpur  
Date: 06-05-2023

**On behalf of the Board  
For SHAKTI PRESS LTD.**

(Raghav Sharma)  
DIN: 00588740  
**MANAGING DIRECTOR**

## MANAGEMENT DISCUSSION AND ANALYSIS

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### INDUSTRY STRUCTURE AND DEVELOPMENTS

Though the printing and packaging industry is one of the biggest employers in the country, the nature of the industry is not organized and it has not been termed as an “Unorganized Industry” by the Government of India. The number of players in our industry is close to 1,30,000 units ranging widely from the highly organized sector to a very small proprietary units. Due to this diversified structure of the industry, growth and profitability are affected by unhealthy competition.

The packaging industry enjoys continuous growth in demand year after year, necessitating large investments for technology up-gradation and automation of manual operations. However fragmented nature of the industry, consequent unhealthy competition put pressures on margins, increasing payback periods for investments. As demand from the larger customers is consistently increasing, it is expected the organized segment will secure larger market share and better margins.

### FUTURE PROSPECTS / OUTLOOK

The present scenario of the printing industry is fragmented and is dominated by a few big players. The printing and packaging industry has lately improved after receiving initial shock of financial crisis in the year 2008-09. There is strong belief that this business improvement will sustain in the future too. The printing and packaging industry is a service provider and it is co-related with the GDP growth of the country as well as the growth of country’s educational sector. Since the GDP growth of the country is pegged at 7.8%, it provides a lot of encouragement for growth of printing and packaging industry. In the present business scenario and with robust GDP growth, the Company is expecting 10% to 15% growth in its business, at least, for next three years. Besides, India’s printing and packaging industry has upgraded to international standard in the last five years and thus provides a lot of export business opportunities for the sector. India is gradually establishing itself as a business sourcing hub for developed countries in printing and packaging materials. Initially, it was China and now India is competing with that country in this sector.

Today, the printing and packaging industry export grow this significant compared to last five years. The potential of growth for the industry lies in development of the economy, rising literacy rates, consumerism and standard of living. All these factors are in a positive move in India at present, which gives a good picture to the scenario of paper industry.

With the increased focus on education and agriculture, the future of Indian Paper Industry looks good.

### OPPORTUNITIES AND THREATS

#### a) Opportunities

Scenario for future opportunities is bright. In the case of printing segment, the enactment of RIGHT TO EDUCATION, by the Parliament, much larger and increasing allocation of budgetary resources by the Central and State Governments, demand for text books and note books is robust. With

government change at center, activities in financial sector have increased and in turn this should help to revive IPO market. Government is determined to introduce new legislation to curb food adulteration and enforce higher standards of safe and hygienic packaging. This will result in greater opportunities for the entire packaging industry.

Your Company is geared up to meet this challenge and is planning to expand its production capacity in the packaging field to capitalize on this new business opportunity.

**b) Threats**

Uncertainty regarding new policies or rules to be enforced for use of plastics in packaging and their impact on the pattern of demand for various types of packaging. The prices of raw materials are becoming unstable, and it may result in increase in the cost of production, thereby compelling the Company to re-align the prices in order to manage the risk.

**RISKS AND CONCERN**

Adverse or sudden changes in policies of environmental protection affecting use of plastics in packaging, international market conditions for petrochemicals affecting raw material prices and unstable demand scenario affecting export volumes and realizations are risk factors which can impact growth and profitability of the industry and your Company.

**HUMAN RESOURCES RELATIONS**

Human resource is the best resource of all the resources because it is the one which can properly take advantage of the other resources .It is the company 'belief that Human Resources is the driving force towards progress and success of the company. The Company seeks to motivate and retain its professionals by offering reasonable compensation and opportunity to grow in the organization. The total permanent employee's strength of the company was 123 on 31st March 2020. Industrial relations remain cordial during the year.

**FORWARD LOOKING STATEMENT-CAUTIONARY STATEMENT**

Statements in the management discussion and analysis describing the Companies objectives, projections, estimates, expectations may be forward looking statements within the meaning of applicable securities laws and regulations.

Actual results may differ from those expressed and implied. Important matters that effects the company's performance is the economic conditions of demand and supply and price conditions in the domestic and overseas market in which the Company operates, changes in the government regulations, tax laws and otherstatutes and other incidental factors.

**INTERNAL AUDIT ADEQUACY**

The Company's Internal Audit Section operates under the guidance of a qualified Chartered Accountant on consultancy basis, to ensure internal checks and balances in finance and accounting aspects.

**FINANCIAL REVIEW**

Financial Results	Year ended on 31/03/2020	Year ended on 31/03/2019
Total Income	12,57,10,304	19,18,91,684
Profit /(Loss) Before Tax	1,73,00,557.00	7,95,13,902.00
Profit /(Loss) After Tax	1,73,00,557.00	7,95,13,902.00

Place: Nagpur

Date: 06-05-2023

**On behalf of the Board**

**For SHAKTI PRESS LTD**

Raghav Sharma

DIN; 00588740

**AUDITED FINANCIAL STATEMENTS**

of

**SHAKTI PRESS LIMITED**

For

**The Year Ended 31<sup>st</sup> March, 2020**

**D P SARDA & CO**

Chartered Accountants

Mumbai | Nagpur | Amravati | Kishangarh

S-2, Wasantika Apartment, Raj Nagar, Nagpur – 440013

Ph: 0712 2589976 | email: [office@cadpsarda.com](mailto:office@cadpsarda.com)

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## INDEPENDENT AUDITOR'S REPORT

To the members of "SHAKTI PRESS LIMITED"

Report on the Audit of the Standalone Financial Statements of Shakti Press Limited

### Opinion

We have audited the accompanying standalone financial statements of **SHAKTI PRESS LIMITED** ("the Company"), which comprise the Balance Sheet as at **31/03/2020**, the Statement of Profit and Loss, statement of cash flows for the year then ended, and notes to the financial statements, including a summary of the significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Act in the manner so required and do not give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2020, and profit, and its cash flows for the year ended on that date.

### Basis for Adverse Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion. We have also filed a report (dated 30/09/2020) under sub-section (12) of section 143 of the Companies Act, 2013 on suspected offence involving fraud being committed or having been committed. Basis of Adverse Opinion are mentioned in the Key Audit Matters paragraph.

### Key Audit Matters

1. Share Application Money

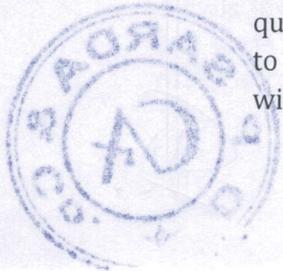
- a. Long outstanding Share Application Money of Rs. 85,12,000 was refunded last year by issuing cheques, but not a single cheque was cleared. This resulted in non-repayment of Share Application Money.
- b. Share application money of Rs. 31,99,000 to 4 applicants was refunded on 31.03.2020. However, interest @ 12% on account of refund of Share Application Money has neither been given to the applicants nor been provided for in the P&L A/c. as per 42 of companies Act 2013.

2. Land -

- a) The company vide its Board Resolution dated 17/03/2018 gave a Power of Attorney of all its immovable properties, namely Survey No. 83, 84, 68/1, 68/2,



- b) Moreover, land Survey No. 83 has been mortgaged with Arvind Bank Ltd. And the company has obtained a fresh loan of Rs. 1 Crore on 11/06/2019.
- c) In accordance with the above Power of Attorney, Shri Bharat Bhushan Shrikhande clandestinely executed the sale deed on 29/08/2019 of land Survey No. 83, Village Mondha, Tahsil Hingna and also deposited a TDS of Rs. 8,30,500 to the credit of the company. The company has neither recorded such sale and TDS nor provided any explanation and clarification as to the clear title of such land as on 31/03/2020. Such sale deed was executed by Shri Bharat Bhushan Shrikhande as both 'Seller' and 'Purchaser'.
- d) In spite of the Power of Attorney mentioned in sub para (a) above, a portion of land Survey No. 84 was sold to Shri Shantanu Sharma on 27/11/2019 for Rs. 1,26,00,000.
3. There was an opening Capital WIP of Rs. 1,39,47,718 which was informed to us that the company is building a guest house. However, it was converted into a private residence for Managing Director Shri Raghav Sharma & family. Capital WIP of Rs. 2,27,84,270 is still reflecting in the books, as on 31.03.2020. The construction has been completed and MD is residing in the property. Such construction is done on the land portion of Survey No. 84 sold to Shri Shantanu Sharma as mentioned in Para 2(d).
4. With respect to the above mentioned events, which are fraudulent, the statutory auditor has filed a report in form ADT-4 under subsection (12) of section 143 of the Companies Act, 2013.
5. Banks Accounts & Cash;
- a. Arvind Bank Cash Credit A/c;
- Cash withdrawn from the account is Rs. 95.46 Lacs and deposited in to the account is Rs. 30 Lacs during the year.
- b. Axis Bank Current A/c;
- Cash withdrawn from the account is Rs. 55 Lacs and deposited in to the account is Rs. 195.77 Lacs during the year.
  - Out of the above cash deposit, Rs. 1,25,59,860 is deposited at various branches across India.
  - It shows that cash is deposited by Customers and not by the company.
  - There is also a risk of suppression of Sales figures in such a case.
- c. Cash;
- Cash collected from Debtors is Rs. 264.42 Lacs.
  - There are 5 parties from whom more than Rs. 2 Lacs cash is received throughout the year. Similarly, payments of more than Rs. 2 Lacs is also made to 1 party.
- d. Following Bank statements are not provided:-
- i. Arvind Sahakari Bank Ltd. A/c No. 21/265
  - ii. Bank of Maharashtra A/c No. 60010639980
  - iii. State Bank of India A/c No. 30087879417
- e. No satisfactory explanation has been provided for the above.
6. Manufacturing, Production, Costing and inventory details are not provided. List of items manufactured by the company during the FY also not provided. Physical verification of stock could not be carried out and we had to rely on the stock figures as given by the management
7. Price list of the company was not provided. During our audit we found that sale of lower quantity to non-related party was at a lower price whereas sale of much higher quantity to related party was at a higher price. Explanation was not provided by the company with respect to such pricing policies.



influence the economic decisions of users taken on the basis of these standalone financial statements.

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

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

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

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

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

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



## **“Annexure B” to the Independent Auditor’s Report of even date on the Standalone Financial Statements of “Shakti Press Limited” for year ended on March 31, 2020**

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

We have audited the internal financial controls over financial reporting of SHAKTI PRESS LIMITED (“The Company”) as of March 31, 2020 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

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

The Company’s management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company’s policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

#### **Auditors’ Responsibility**

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

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial control system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and operating effectiveness of internal control based on the assessed risk. The procedures selected depend upon on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

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

#### **Meaning of Internal Financial Controls over Financial Reporting**

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



**Reports under The Companies (Auditor's Report) Order, 2016 (CARO 2016) for the  
year ended on 31st March 2020**

To,

**The Members of SHAKTI PRESS LIMITED**

**(i) In Respect of Fixed Assets**

(a) The company has not maintained (Component wise) proper records of fixed asset, which showing full particulars including quantitative details and situation of fixed assets. Hence, we charge depreciation on fixed asset on aggregate value of asset.

(b) As explanation given to us management, fixed assets have been physically verified by the management at reasonable intervals; No material discrepancies were noticed on such verification except in case of Land Survey No. 83, as mentioned in Para 2(b) of the Key Audit Matters para of the Independent Auditor's Report.

(c) Records of fixed asset are not given to us for examination and also Title deeds of company's asset are not provided to us, hence, we are unable to comment, whether such Title deeds are in the name of company or not.

**(ii) In Respect of Inventories**

Physical verification of inventory has been conducted at reasonable intervals by the management only. Due to improper inventory records, we were unable to conduct physical stock verification.

**(iii) Compliance under section 189 of The Companies Act, 2013**

The company has granted unsecured loan to companies, firms or other parties covered in the register maintained u/s 189 of the companies Act-2013. Detail of such loans mentioned in clause (iv).

**(iv) Compliance under section 185 and 186 of The Companies Act , 2013**

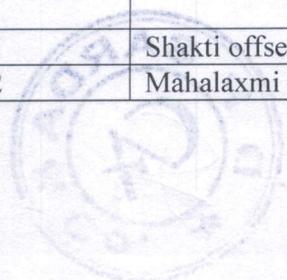
During the year company advanced the below mentioned amount to it's director, which is not in compliance with section 185 of companies Act, 2013. But company complied with section 186 of the Act in respect of, making investments and providing, loan, guarantees and securities, as applicable.

Non-compliance of sec 185 of companies Act, 2013 is reported as follow:-

Sr. No.	Name of Director	Amount (Rs.)	Closing Balance on Balance sheet Date (Rs.)
1	AshutoshPotnis	0	4,50,000
2	Raghav Sharma	39,35,688	10,38,187

Non-compliance of sec 186 of companies Act, 2013 is reported as follow :-

Sr. No.	Name of Party	Amount (Rs.)	Closing Balance on Balance sheet Date (Rs.)
1	Shakti offset Works, Nagpur	90,610	3,52,60,112
2	Mahalaxmi Commercial Services P. Ltd.	11,58,251	11,58,251



The statutory auditor has filed a report in form ADT-4 under subsection (12) of section 143 of the Companies Act, 2013 on suspected offence involving fraud being committed or having been committed. Please refer Para 2 and 3 of the Independent Auditor's Report.

**(xi) Managerial Remuneration**

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

**(xii) Compliance by Nidhi Company Regarding Net Owned Fund to Deposits Ratio**

As per information and records available with us The company is not Nidhi Company.

**(xiii) Related party compliance with Section 177 and 188 of companies Act – 2013**

Company has not complied with provision of section 188 of companies Act 2013. Details of those transactions are mentioned in Note 20. to the Balance Sheet.

**(xiv) Compliance under section 42 of Companies Act - 2013 regarding Private placement of Shares or Debentures**

Company had a long outstanding of Rs. 85.12 Lacs in the name of Share Application Money Pending Allotment. Share Application Money of Rs. 85,12,000 was refunded last year by issuing cheques, but not a single cheque was cleared. This resulted in non-repayment of Share Application Money. Share application money of Rs. 31,99,000 to 4 applicants was refunded on 31.03.2020. However, interest @ 12% on account of refund of Share Application Money has neither been given to the applicants nor been provided for in the P&L A/c. as per 42 of companies Act 2013.

**(xv) Compliance under section 192 of Companies Act – 2013**

Apart from those mentioned in the notes to accounts, the company has not entered into any non-cash transactions with directors or persons connected with him and the provisions of section 192 of Companies Act, 2013 have been complied with.

**(xvi) Requirement of Registration under 45-IA of Reserve Bank of India Act, 1934**

The company is not required to be registered under section 45-IA of the Reserve Bank of India Act.

Place : Nagpur

Date : 31.07.2020

FOR D P SARDA & CO  
CHARTERED ACCOUNTANTS



CA Mukund Sarda  
Partner

MRN 149588

FRN 117227w

UDIN: 21149588AAAAAM9393

# Shakti Press Limited

## Notes to the financial statements

### 1.1 Company overview

The Shakti Press Limited (The holding Company) has been in the Books, Corrugated Boxes, Paper Plates and Printed Labels manufacturing business since over a century and has widened its business interest in the same area almost 2 decade ago. The company is domiciled in india and its registered office is Shakti House, Wardha Road, Nagpur 440012.

### 1.2 Authorisation of Financial Statements

The financial statements were authorised for issue in accordance with a resolution of the directors on 31<sup>st</sup> July, 2020.

### 1.3 Significant Accounting Policies

#### i) Basis of preparation of financial statements.

These financial statements are prepared in accordance with Indian Accounting Standards (Ind AS) as per Companies (Indian Accounting Standards) Rules, 2015 notified under Section 133 of Companies Act 2013, (the 'Act') and other relevant provisions of the Act.

#### ii) Property, plant and equipment

Property, plant and equipment are stated at historical cost less depreciation. Historical cost includes expenditure that is directly attributable to the acquisition of the items. Subsequent costs are included in the asset's carrying amount or recognized as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably. The carrying amount of any component accounted for as a separate asset is derecognized when replaced. All other repairs and maintenance are recognized in profit or loss during the reporting period, in which they are incurred.

#### iii) Impairment of non-financial assets

Assessment is done at each balance sheet date as to whether there is any indication that an asset may be impaired. If any such indication exists or when annual impairment testing for an asset is required, an estimate of the recoverable amount of the asset/cash generating unit is made. Recoverable amount is higher of an asset's or cash generating unit's fair value less costs of disposal and its value in use. Value in use is the present value of estimated future cash flows expected to arise from the continuing use of an asset and from its disposal at the end of its useful life. For the purpose of assessing impairment, the recoverable amount is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent of those from other assets or group of assets. The smallest identifiable group of assets that generates



For and on behalf of the Board  
of Directors of SHAKTI PRESS LIMITED

RAGHAV SHARMA  
DIN : 00588740  
MANAGING DIRECTOR

SHANTANU SHARMA  
DIN : 07984119  
DIRECTOR

BERNARD WONG  
PAN : AAYPW9156F  
DIRECTOR

As per our report of even date  
For, D P SARDA & CO  
Chartered Accountants  
FRN 117227W



  
CA Mukund Sarda  
Partner  
MRN. 149588  
FRN. 117227w  
UDIN 21149588AAAAAM9393

Nagpur  
Dated : 31.07.2020

**SHAKTI PRESS LTD.**  
Statement of Balance sheet at March 31, 2020

Particulars	Note No.	As at March 31, 2020	As at March 31, 2019
<b>A ASSETS</b>			
<b>1 Non-current assets</b>	2	150,595,930	153,117,731
(a) Property, Plant and Equipment	2	22,784,270	13,947,718
(b) Capital WIP	2	13,320	44,460
(c) Intangible Asset			
(b) Financial Assets	3	1,435,725	1,075,625
(i) Investments	4	57,706,936	55,528,409
(ii) Other Financial Assets			
(c) Advance Income Asset (Net)	5	9,482,488	16,498,255
(d) Other Non Current Assets			
<b>Total Non - Current Assets</b>		<b>242,018,669</b>	<b>240,212,198</b>
<b>2 Current assets</b>			
(a) Financial Assets		31,557,476	33,212,538
(i) Inventory	7	119,456,026	83,377,552
(ii) Trade receivables	8	403,668	430,587
(iii) Cash and cash equivalents			
(b) Current Tax Asset (net)	6	5,322,097	6,490,515
(c) Other current assets			
<b>Total Current Assets</b>		<b>156,739,267</b>	<b>123,511,192</b>
<b>Total Assets (1+2)</b>		<b>398,757,936</b>	<b>363,723,390</b>
<b>B EQUITY AND LIABILITIES</b>			
<b>1 Equity</b>	9	35,202,000	35,202,000
(a) Equity Share capital	10	97,252,865	67,343,982
(b) Other Equity			
<b>Total equity (I)</b>		<b>132,454,865</b>	<b>102,545,982</b>
<b>LIABILITIES</b>			
<b>2 Non-current liabilities</b>			
(a) Financial Liabilities	11	162,158,694	136,229,021
(i) Borrowings	12	8,662,753	8,662,753
(ii) Trade Payables	14	1,077,466	1,077,466
(iii) Other Financial Liabilities	13	-	-
(b) Provisions			
<b>Total Non - Current Liabilities</b>		<b>171,898,912</b>	<b>145,969,240</b>
<b>3 Current liabilities</b>			
(a) Financial Liabilities	12	36,310,208	41,437,701
(i) Trade payables	11	49,746,739	44,552,471
(ii) Borrowings	14	796,266	16,872,708
(ii) Other financial liabilities	15	5,311,163	11,201,531
(b) Other current liabilities	13	2,239,784	1,143,758
(c) Provisions			
<b>Total Current Liabilities</b>		<b>94,404,160</b>	<b>115,208,168</b>
<b>Total Equity and Liabilities (1+2+3)</b>		<b>398,757,936</b>	<b>363,723,390</b>

The accompanying notes are an integral part of these financial statements

In terms of our report attached  
For D P Sarda & Co  
Chartered Accountants

CA Mukund Sarda  
Partner  
MRN 149588  
FRN 117227w  
Place: Nagpur  
Date: 31/07/2020  
UDIN : 21149588AAAAAM9393



For Shakti Press Limited

Raghav Sharma  
Managing Director  
DIN: 00588740

Bernard Wong  
Chief Financial Officer  
PAN : AAYPW9156F

Place: Nagpur  
Date: 31/07/2020

Shantanu Sharma  
Director  
DIN: 07984119



**SHAKTI PRESS LTD.**  
**Statement of Profit and Loss**  
**For the year ending March 31, 2020**

Particulars	Notes No.	For the Year ended March 31, 2020	For the Year ended March 31, 2019
Revenue from operations	16	112,807,551	93,891,684
Other income		12,902,753	97,953,242
<b>Total Revenue (I)</b>		<b>125,710,304</b>	<b>191,844,926</b>
<b>Expenses</b>		<b>75,376,271</b>	<b>69,195,274</b>
Cost of material consumed		1,655,063	12,818,377
Change in inventory	17	7,349,594	4,064,333
Employee Benefit Expense	18	6,084,529	4,978,669
Finance cost	2	2,422,642	3,137,716
Depreciation and amortisation expense	19	15,521,649	18,136,655
Other expenses		<b>108,409,748</b>	<b>112,331,024</b>
<b>Total expenses (II)</b>		<b>17,300,557</b>	<b>79,513,902</b>
<b>PROFIT BEFORE EXCEPTIONAL ITEM AND INTEREST</b>		<b>-</b>	<b>-</b>
Exceptional Item		<b>17,300,557</b>	<b>79,513,902</b>
<b>Profit before tax</b>		<b>-</b>	<b>-</b>
Tax expense: (VI)		<b>-</b>	<b>-</b>
Current tax		<b>-</b>	<b>-</b>
Deferred tax		<b>-</b>	<b>-</b>
Taxation for prior period		<b>-</b>	<b>-</b>
<b>Profit After Tax</b>		<b>17,300,557</b>	<b>79,513,902</b>
<b>Other Comprehensive Income</b>		<b>-</b>	<b>-</b>
A (i) Items that will not be reclassified to profit or loss		<b>-</b>	<b>-</b>
(b) Remeasurements of the defined benefit plans		<b>-</b>	<b>-</b>
<b>Total Comprehensive Income for the period</b> (Comprising Profit (Loss) and Other Comprehensive income for the period)		<b>17,300,557</b>	<b>79,513,902</b>
<b>Earnings per equity share</b>		<b>4.91</b>	<b>22.59</b>
1 Basic			
2 Diluted			

The accompanying notes are an integral part of these financial statements

In terms of our report attached  
For D P Sarda & Co.  
Chartered Accountants



CA Mukund Sarda  
Partner

MRN 149588

FRN 117227w

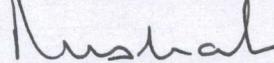
Place: Nagpur

Date: 31/07/2020

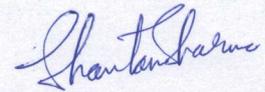
UDIN :21149588AAAAAM9393



For Shakti Press Limited



Raghav Sharma  
Managing Director  
DIN: 00588740



Shantanu Sharma  
Director  
DIN: 07984119



Bernard Wong  
Chief Financial Officer  
PAN : AAYPW9156F

Place: Nagpur  
Date: 31/07/2020



**SHAKTI PRESS LTD.**  
Statement of Changes in Equity for the year ended March 31, 2020

(Amount in Rupees)

a. Equity Share Capital	As at March 31, 2020	As at March 31, 2019
Opening Balance	35,202,000	35,202,000
Issued during the year	-	-
<b>Closing Balance</b>	<b>34,493,030</b>	<b>31,567,530</b>

(Amount in Rupees)

c. Other Equity	Share application money pending allotment	Retained Earning	Capital Incentive	Revaluation Reserve	8% non- cumulative preference shares of Rs.100/- each	Total
Balance as at April 1, 2017	8,512,000	(221,637,784)	2,900,000	174,998,577		(35,227,207)
Add: Loss for the year		13,589,523				13,589,523
Add: Adjustments related to creditors not payable		902,470				902,470
Less: Bad debts related to previous year		(84,605)				(84,605)
<b>Balance as at March 31, 2018</b>	<b>8,512,000</b>	<b>(207,230,396)</b>	<b>2,900,000</b>	<b>174,998,577</b>		<b>(20,819,819)</b>
Add: Profit for the year		79,513,904			30,000,000	109,513,904
Add: Amount repaid	(8,512,000)	-		(12,838,102)		(12,838,102)
Less: Adjustment related to Capital WIP and PPE		-		-		-
<b>Balance as at March 31, 2019</b>	<b>-</b>	<b>(127,716,492)</b>	<b>2,900,000</b>	<b>162,160,474</b>	<b>30,000,000</b>	<b>67,343,982</b>
Adjustment related to preceeding year				7,295,326		7,295,326
Additions made during the year	8,512,000					8,512,000
Transfer to retained earnings		169,455,800		(169,455,800)		-
Add: Profit for the year		17,300,557				17,300,557
Add: Amount repaid	(3,199,000)					(3,199,000)
<b>Balance as at March 31, 2020</b>	<b>5,313,000</b>	<b>59,039,865</b>	<b>2,900,000</b>	<b>-</b>	<b>30,000,000</b>	<b>97,252,865</b>

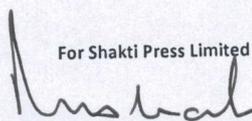
See accompanying notes forming part of the financial statements.

In terms of our report attached  
For D P Sarda & Co  
Chartered Accountants



CA Mukund Sarda  
Partner  
MRN 149588  
FRN 117227w  
Place: Nagpur  
Date: 31/07/2020  
UDIN : 21149588AAAAAM9393



For Shakti Press Limited  


Raghav Sharma  
Managing Director  
DIN: 00588740



Shantanu Sharma  
Director  
DIN: 07984119

  
Bernard Wong  
Chief Financial Officer  
PAN : AAYPW9156F

Place: Nagpur  
Date: 31/07/2020



**SHAKTI PRESS LTD.**  
**Cash Flow Statement**  
**For the year ending March 31, 2020**

Particulars	Year ended March 31, 2020 ₹	Year ended March 31, 2019 ₹
<b>A</b> <u>Cash flows from operating activities</u>	17,300,557	79,513,902
Profit for the year		
Adjustments for:		
Bad debts written off	-	6,313,711
Depreciation and amortisation of non-current assets	2,422,642	3,137,716
Capital gain on sale of land	(12,460,000)	(64,869,472)
Interest expense	5,797,862	4,890,351
Interest income	(6,820)	-
dividend received	(98,770)	(73,770)
	<b>(4,345,086)</b>	<b>(50,601,464)</b>
<b>Movements in working capital:</b>		
(Increase)/decrease in trade receivables	-35,522,408	(31,098,551)
(Increase)/decrease in inventory	1,655,062	12,818,377
(Increase)/decrease in other assets	1,168,418	(900,936)
Increase/(decrease) in trade payables	-5,127,492	13,294,563
(Decrease)/increase in other financial liabilities	-16,076,443	15,992,955
(Decrease)/increase in other liabilities	-5,890,368	(9,505,027)
Increase/(decrease) in provisions	1,096,026	(1,671,219)
	<b>(58,697,206)</b>	<b>(1,069,838)</b>
Cash generated from operations	(45,741,735)	27,842,600
Income taxes paid		
Net cash generated by operating activities	(45,741,735)	27,842,600
<b>B</b> <u>Cash flows from investing activities</u>	(8,875,053)	(22,568,903)
Capital expenditure on fixed assets	12,600,000	79,435,500
Proceeds from sale of fixed assets		26,100
Sale of Investments		
Purchase of non-current investments (Investment in subsidiary)	-360,100	-
	(2,734,593.45)	3,534,250.00
Change in Other Financial assets	7,015,768	(11,548,103)
Change in other non-current assets	98,770	73,770
Dividend received	6,820	-
Interest received	7,751,611	48,952,614
Net cash (used in)/generated by investing activities		
<b>C</b> <u>Cash flows from financing activities</u>	(5,797,862)	(4,890,351)
Interest paid	33,253,798	(70,555,469)
Receipts of long term borrowing		(789,584)
Receipt of security deposit	5,313,000	(8,512,000)
Share application money received	32,768,936	(84,747,404)
Net cash used in financing activities		
<b>Net increase in cash and cash equivalents</b>	(5,221,188)	(7,952,190)
Cash and cash equivalents at the beginning of the year	(44,121,884)	(36,172,023)
Cash and cash equivalents at the end of the year	(49,343,071)	(44,121,884)

See accompanying notes forming part of the financial statements.

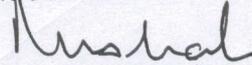
In terms of our report attached

For D P Sarda & Co  
Chartered Accountants

  
CA Mukund Sarda  
Partner  
MRN 149588  
FRN 117227w  
Place: Nagpur  
Date: 31/07/2020  
UDIN : 21149588AAAAAM9393



For Shakti Press Limited



Raghav Sharma  
Managing Director  
DIN: 00588740

  
Bernard Wong  
Chief Financial Officer  
PAN : AAYPW9156F

Place: Nagpur  
Date: 31/07/2020



Shantanu Sharma  
Director  
DIN: 07984119



**SHAKTI PRESS LTD.**  
Notes to the financials statements for 31st March, 2020

**Note No 2 : Property, Plant and Equipment**

	As at March 31, 2020	As at March 31, 2019
<b>Carrying amount of:</b>		
P&M	48,398	153,339
Office Equipment	199,877	269,704
Electrical Installation	438,148	591,213
Land & Building	149,839,898	151,967,467
Vehicles	38,780	52,328
Computer	30,828	83,681
<b>Total</b>	<b>150,595,930</b>	<b>153,117,731</b>

	P&M 81.23%	Office Equipment 25.89%	Electrical Installation 25.89%	Land & Building 9.50%	Vehicles 25.89%	Computer 63.16%	Total	Capital WIP	Intangible asset 20%
<b>At 1 April 2018</b>	185,034,813	7,604,247	7,564,776	215,150,434	1,224,790	-	416,579,060	4,913,860	-
Additions		211,868	341,298	-		96,975	650,140	9,033,858	46,800
Deletions				(26,394,449)			(26,394,449)	-	-
<b>At March 31, 2019</b>	185,034,813	7,816,115	7,906,074	188,755,985	1,224,790	96,975	390,834,751	13,947,718	46,800
Additions	38,500						38,500	8,836,553	
Deletions				(140,000)			(140,000)	-	(28,800)
<b>At March 31, 2020</b>	185,073,313	7,816,115	7,906,074	188,615,985	1,224,790	96,975	390,733,251	22,784,270	18,000
<b>Accumulated Depreciation/Amortisation</b>									
<b>At 1 April 2018</b>	184,217,877	7,450,584	7,164,352	46,420,730	1,154,182	-	246,407,725	-	-
Charge for the year	663,597	95,827	150,509	2,196,209	18,280	13,294	3,137,716	-	2,340
Disposals	-			(11,828,421)			(11,828,421)	-	-
<b>At 31 March 2019</b>	184,881,474	7,546,411	7,314,861	36,788,518	1,172,462	13,294	237,717,020	-	2,340
Charge for the year	143,441	69,826	153,065	1,987,569	13,548	52,853	2,420,302	-	2,340
Disposals	-						-	-	-
<b>At 31 March 2020</b>	185,024,915	7,616,238	7,467,926	38,776,087	1,186,010	66,146	240,137,322	-	4,680

Land & Building also includes Land Survey No. 83, whose sale deed was executed. The management has not considered the sale. For Further details please refer para 2(b) of the Key Audit Matters section of the Independent Auditor's Report.



*Mushtak*

SHAKTI PRESS LTD.

Notes to the financials statements for 31st March, 2020

Note no. 3 : Investment

Particulars	As at March 31, 2020		As at March 31, 2019	
	Current	Non Current	Current	Non Current
<b>Investments</b>				
NATIONAL SAVINGS CERTIFICATS		3,000.00		3,000.00
SHARE OF ARVIND SAHAKARI BANK LTD		1,347,600		987,500
SHARE OF ENBEE PLANTATION LTD				-
SHARE OF KEDIA DISTILLERIES LTD		85,125		85,125
SHARE OF MADHYADESH PAPER LTD.				-
SHARE OF SAMTA SAHAKARI BANK LTD				-
<b>Total Aggregate Unquoted Investments</b>		<b>1,435,725</b>		<b>1,075,625</b>

Notes

Fair Value of Kedia Distilleries Ltd.'s shares is not known and not been valued as well. They are being shown are carried forward value.

Note no. 4 : Other Financial Assets

Particulars	As at March 31, 2020		As at March 31, 2019	
	Current	Non Current	Current	Non Current
<b>A) Security Deposits</b>				
EARNEST MONEY DEPOSIT		70,000		70,000
SALES TAX PAID AGAINST APPEALS		2,543,812		938,016
SECURITY DEPOSIT (GCOMMFL,ANAND) AMUL		80,000		80,000
SECURITY DEPOSIT MSEDCL		736,625		736,625
SECURITY DEPOSIT (M.S.S.C.LTD.AKOLA)		141,497		141,497
SECURITY DEPOSIT (WATER DEPARTMENT)		13,326		13,326
T.D.R. SBI				
T.D.S. A/C. (I.T)		71,136		71,136
SHAKTI OFFSET WORKS, NAGPUR		35,260,112		35,169,502
Other Debit Balance		18,000		18,000
Other Trade Receivables		17,625,240		18,181,306
Security deposit against rent		109,000		109,000
RAGHAV SHARMA		1,038,187		
<b>GRAND TOTAL</b>		<b>57,706,936</b>		<b>55,528,409</b>

Note no. 5 : Other Non Current assets

Particulars	As at March 31, 2020	As at March 31, 2019
ADV. ASHUTOSH POTNIS, NAGPUR	450,000	450,000
MAHALAXMI COMMERCIAL SERVICES P.LTD.,NAG	1,158,251	1,158,251
Adv. Ninod Mahant	2,400	
Income tax demand notice 2014-15	693,000	693,000
GST credit	2,720,946	7,677,089
BSE Ltd	3,474,636	
Advance to suppliers	983,255	6,519,915
<b>Total</b>	<b>9,482,488</b>	<b>16,498,255</b>



**SHAKTI PRESS LTD.**

Notes to the financials statements for 31st March, 2020

**Note no. 6 : Other Current assets**

Particulars	As at March 31, 2020	As at March 31, 2019
Advance to contractors	2,610,000	2,176,888
Advance to employees	441,333	23,180
Excise receivable	-	2,683,740
Service tax receivable	-	37,206
TDS receivable	219,053	12,800
ESIC	25,251	
Advance to supplier	2,026,460	1,556,701
<b>Total</b>	<b>5,322,097</b>	<b>6,490,515</b>

TDS receivable of Rs. 8,30,500 is not considered by the management. For further details please refer para 2(b) of the Key Audit Matters section of the Independent Auditor's Report.

**Note no. 7 : Trade receivables**

Particulars	As at March 31, 2020	As at March 31, 2019
<b>Trade Receivable Unsecured</b>		
(a) Considered Good	119,456,026	83,377,552
(b) Considered Doubtful	-	-
	<b>119,456,026</b>	<b>83,377,552</b>
Less: Allowances for doubtful debts (expected credit loss allowance)		
	<b>119,456,026</b>	<b>83,377,552</b>

**Notes**

The credit period on sale is 60 to 90 days. The Company does not charge interest on delayed payments and exercise the right on its Some debtors are outstanding for more than 1 year and no payment is received. When they will be settled is not informed by the

**Age of receivables**

Particulars	As at	As at
	March 31, 2020	March 31, 2019
Exceeding six months	92,588,656	51,375,026
Others	26,867,370	32,002,526



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**SHAKTI PRESS LTD.**

**Statement of Balance sheet at March 31, 2020**

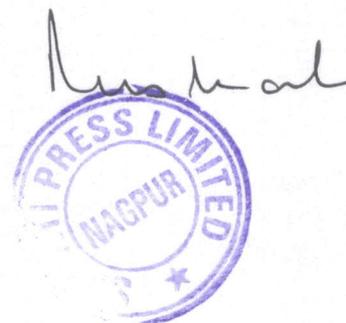
**Note no. 8: Cash and cash equivalents**

Particulars	Current	
	As at March 31, 2020	As at March 31, 2019
Current Cash and bank balances		
(a) Bank balances		
- In Over Draft	0	0
- In Current account	68,041	130,464
(b) Cash in hand	335,628	300,124
(c) Cheques on hand		
<b>Total Cash and cash equivalent</b>	<b>403,668</b>	<b>430,587</b>

During the current year, the Company has not entered into any non cash investing and financing activities which are not reflected in Statement of Cash Flows.

**Note no. 9: Equity Share Capital**

Particulars	As at March 31, 2020	As at March 31, 2019
<b>Authorised Capital</b>		
35,20,200 Equity Shares of Rs 10/- each	35,202,000	35,202,000
	<b>35,202,000</b>	<b>35,202,000</b>
<b>Issued, Subscribed and Paid up</b>		
35,20,200 Equity Shares of Rs 10/- each	35,202,000	35,202,000
Money Received against Share Warrant		
	<b>35,202,000</b>	<b>35,202,000</b>



SHAKTI PRESS LTD.  
Statement of Balance sheet at March 31, 2020

Note no. 9.1: Equity Share Capital

(i) Reconciliation of the number of shares outstanding at the beginning and at the end of the year

Particulars	As at March 31, 2020	
	No. of Shares	Amount in Rs
Equity shares		
At the beginning of the year	3,520,200	35,202,000
Add: Issued during the year	-	-
At the end of the year	<b>3,520,200</b>	<b>35,202,000</b>

(ii) Terms/rights attached to equity shares

The Company has only one class of equity shares having par value of Rs. 10 per share. Each shareholder is eligible for one vote per share held. The dividend proposed by the Board of Directors is subject to approval of the shareholders in the ensuing Annual General Meeting. In the event of liquidation of the Company, the holders of equity shares will be entitled to receive the remaining assets of the Company, in proportion of their shareholding.

(iv) Details of shares held by each shareholder holding more than 5% shares:

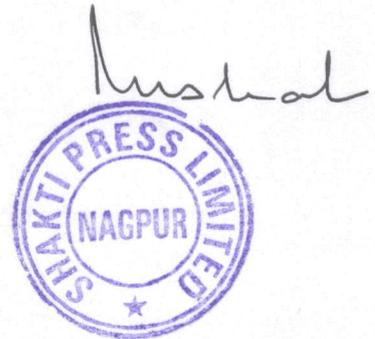
Class of shares / Name of shareholder	AS at March 31, 2020	
	Number of Shares held	% holding in that class of shares
<b>Equity shares with voting rights:</b>		
Shakti Offset Private Limited	492,150	13.98%
Raghav Sharma	426,467	12.11%
Deepak Dhote	241,144	6.85%
Suresh Sharma	211,800	6.02%



SHAKTI PRESS LTD.  
Statement of Balance sheet at March 31, 2020

Note no. 10: Other equity

Particulars	Revaluation Reserve	Retained Earning	Capital Incentive	Share Application money Pending allotment	8% non-cumulative preference shares of Rs.100/- each	Total
Balance on 1 April 2018	174,998,577	-207,230,396	2,900,000	8,512,000	-	-20,819,819
Additions during the year		79,513,903.66			30,000,000	79,513,904
Adjustment related to creditors not payable						-
Less: Adjustment related to Capital WIP and PPE	-12838102.4					-12,838,102
Less: Amount repaid				-8512000		-
Bad debts related to previous years						-
Closing as on March 31, 2019	162,160,474	-127,716,492	2,900,000	-	30,000,000	37,343,982
Additions during the year		17,300,557		8,512,000		25,812,557
Transfer to retained earnings	(169,455,800)	169,455,800				-
Reductions during the year						-
Less: Amount repaid				-3199000		-3,199,000
Adjustments	7,295,326					7,295,326
Closing as on March 31, 2020	-	59,039,865	2,900,000	5,313,000	30,000,000	97,252,865



SHAKTI PRESS LTD.  
Statement of Balance sheet at March 31, 2020

Note no. 11: Borrowings

Particulars	As at 31.03.2020		As at 31.03.2019	
	Current	Non Current	Current	Non Current
<b>Borrowings</b>				
<b>Secured</b>				
Arvind Bank	49,746,739	-	44,357,465	-
<b>Unsecured</b>				
ADITI MULTI COMMODITIES PVT.LTD, MUMBAI		14,400,000		14,400,000
ALBELI LEASING & FINANCE P.LTD.,NAGPUR*		66,816		66,816
AMTIK INTERNATIONAL LTD, MUMBAI		6,400,000		6,400,000
Global Education Ltd.		-		500,000
HALDIRAM FOODS INTERNATIONAL LTD,NAGPUR		1,500,000		1,500,000
KALPANA SHARMA, NAGPUR*		1,019,838		1,019,838
MARKDATA ADVERTISING P.LTD.,NAGPUR*		1,245,952		1,245,952
NIDHI COMMODITIES PVT.LTD.,MUMBAI		9,100,000		9,100,000
NOVA MARKETING PVT.LTD.,NAGPUR*		7,720,389		7,720,389
PRASIDH COMMERCIAL SERVICES P.LTD.,NAGPUR*		10,318,847		10,318,847
SALASAR MULTI COMMODITY PVT.LTD. MUMBAI		6,400,000		6,400,000
SARSAN SECURITIES PVT.LTD, MUMBAI		7,000,000		7,000,000
Shalija Sharma		1,776,402		2,807,764
SHASHANTI CONSULTANT, MUMBAI		1,000,000		1,000,000
SHONAVI CREATIONS,NAGPUR		3,175,000		3,175,000
Shree Baidyanath Ayur Bhavan Pvt. Ltd*		21,874,873		22,775,823
SMT GYARSIDEVI FAMILY TRUST, NAGPUR		12,131,356		12,131,356
SUMAN SALES & SERVICES PVT.LTD, MUMBAI		11,700,000		11,700,000
Super Offset Pvt. Ltd		13,264,126		-
SURESH KUMAR SHARMA, NAGPUR*		949,188		949,188
UPDATE MARKETING P.LTD.,NAGPUR*		8,373,950		8,373,950
VIDHI SALES PVT LTD, MUMBAI		6,200,000		6,200,000
SHAKTI OFFSET PVT LTD		16,541,957		-
Raghav Sharma		-	195,006	1,444,099
<b>Total</b>	<b>49,746,739</b>	<b>162,158,694</b>	<b>44,552,471</b>	<b>136,229,021</b>

Notes

Unsecured loans are non-interest bearing and maturity is not defined so presentation as per Ind AS 32 of amortized cost has not been made.

\* The payable of these parties are supposedly nullified by transferring land Survey no. 83 as per para 2(b) of the Key Audit Matters section of the Independent Auditor's Report. However, in the books the balances are still being reflected.

Note no. 12: Trade Payables

Particulars	As at 31.03.2020		As at 31.03.2019	
	Current	Non Current	Current	Non Current
<b>Trade payables</b>				
Dues to Micro, Small and Medium Enterprises	-	-	-	-
Dues to Others	36,310,208	8,662,753	41,437,701	8,662,753
<b>Total trade payables*</b>	<b>36,310,208</b>	<b>8,662,753</b>	<b>41,437,701</b>	<b>8,662,753</b>

Note - 13: Provisions

Particulars	As at 31.03.2020		As at 31.03.2019	
	Current	Non Current	Current	Non Current
Wages payable	305,708			
Provident fund payable	95,241		117,299	
Water charges payable	6,568		6,570	
Audit Fees Payable	95,000		50,000	
Power & Electricity charges payable	269,150		-	
Employee Benefits payable	32,656		140,707	
Professional Tax	66,525		36,000	
Misc	1,368,941		793,182	
<b>Total Provisions</b>	<b>2,239,789</b>	<b>-</b>	<b>1,143,758</b>	<b>-</b>



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SHAKTI PRESS LTD.  
Statement of Balance sheet at March 31, 2020

Note no. 14: Other Financial Liabilities

Particulars	As at 31.03.2020		As at 31.03.2019	
	Current	Non Current	Current	Non Current
(i) Security deposit received from customers		-		-
(ii) Security deposit against rental agreement		1,077,466		1,077,466
(iii) GST payable	34,261		8,887,371	
(iv) TDS payable	762,005		661,212	
(v) Super Offset Pvt. Ltd	-		7,324,126	
<b>TOTAL OTHER FINANCIAL LIABILITIES</b>	<b>796,266</b>	<b>1,077,466</b>	<b>16,872,708</b>	<b>1,077,466</b>

Note no. 15: Other Liabilities

Particulars	As at 31.03.2020		As at 31.03.2019	
	Current	Non Current	Current	Non Current
(i) Advances received from customers	5,277,673		11,201,531	
(ii) Other advances	33,490			
<b>TOTAL OTHER LIABILITIES</b>	<b>5,311,163</b>		<b>11,201,531</b>	

Notes

Some advance from customers are outstanding for the whole year and hence there is significant financing component which is not informed by management.

Note no -16 Other Income

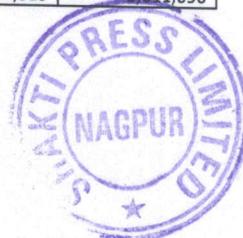
Particulars	As at March 31, 2020	As at March 31, 2019
<b>a) Other Income</b>		
a) Advertisement Income	-	11,600,000
b) Warehouse Rent	331,000	1,410,000
<b>b) Interest Income</b>		
<b>On Security Deposits</b>		
c) Dividend Income	6,820	-
d) Discount Recd.	98,770	73,770
e) Reversal of interest charged earlier	6,163	-
f) Capital gain on sale of land		20,000,000
	12,460,000	63,820,472
	<b>12,902,753</b>	<b>96,904,242</b>
<b>TOTAL</b>	<b>12,902,753</b>	<b>96,904,242</b>

Note 17 - Employee benefits expense

Particulars	For the year ended 31 March 2020	For the year ended 31 March 2019
Salaries, wages and bonus	5,032,733	4,117,442
Remuneration to directors	1,245,000	-
Contributions to provident and other funds	26,000	123,718
Staff welfare expenses	1,045,861	123,534
<b>Total employee benefits</b>	<b>7,349,594</b>	<b>4,364,694</b>

Note 18 - Finance cost

Particulars	For the year ended 31 March 2020	For the year ended 31 March 2019
Bank Commission & Charges	114,667	59,612
Bank Interest	5,797,862	4,890,351
Bank Interest To Other	172,000	61,127
<b>Total employee benefits</b>	<b>6,084,529</b>	<b>5,011,090</b>



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SHAKTI PRESS LTD.  
For the year ending March 31, 2020

Note 19 Other expenses

Particulars	For the year ended	For the year ended
	31 March, 2020	31 March, 2019
	Rupees	Rupees
Carriage Inwards	656,920	961,931
Consumables & Spares	308,291	84,006
Factory Exp.	160,000	60,749
Job work charges	272,154	378,223
Packing Expenses	403,956	302,165
Power and Electricity	3,776,450	3,758,188
Process Expenses	343	13,465
Repairing & Maintenance	1,444,081	1,205,875
Supervision Charges	-	316,800
Water Charges	44,982	22,103
Accounting Charges	87,839	60,137
Advertisement Exp.	300,000	35,640
Audit Fees	50,000	50,000
Carriage Outwards	1,470,300	1,457,183
Computer Exp.	9,990	2,698
Consultancy Exp.	1,995	2,270
Conveyance Exp.	1,033,692	901,035
Gram panchayat charges	967,768	5,000
ELECTRICITY CHARGES	47,923	466,521
House Rent Allowance	-	7,000
Insurance Exp.	368,961	52,471
Legal Exp.	181,275	93,607
Listing Fees	16,945	13,700
Membership Subscription	31,629	136,229
News Paper & Periodical	91,100	4,250
Office Exp.	747,093	450,128
Pooja & Function Exp.	21,318	72,325
Postage & Telegraph	37,458	116,858
Printing Stationary & Xerox	107,226	130,581
Professional Charges	436,815	525,660
Reimburment of Medical Exp.(Dir)	38,904	38,761
REMUNERATION TO DIRECTORS	-	1,202,382
Rent Rate & Taxes	144,000	129,000
Sales Promotion Exp.	-	289,964
Garden maintenance	262,017	153,655
Cleaning charges	1,760	64,836
Secreterial Dept. Exp.	193,250	141,600
Security Service Charges	803,830	834,731
SPL GUEST HOUSE (EXP.)	181,509	9,134
Telephone Exp.	13,007	91,661
Travelling Exp.	635,140	824,925
Vehicle Running Exp.	100,422	334,812
Bad Debts (Written Off)	-	6,313,711
Misc Exp	2,721	93,016
Loading and unloading charges	68,584	106,990
Sales tax	-	901,996
TDS demand	-	242,045
<b>Total</b>	<b>15,521,649</b>	<b>23,460,017</b>



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SHAKTI PRESS LTD.

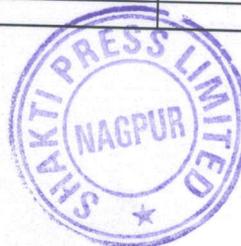
notes forming part of financial statements for the year ending 31st march 2020

Note 20: Related party transactions

A .Details of related parties

Names of Related Party	Description of relationship
Mr. Raghav Kailashnath Sharma	Managing Director
Mrs. Shailja Raghav Sharma	Director
Adv. Ashutosh Prabhakar Potnis	Director
Mr. Shantanu Sharma	Director
Mr. Rohan Rajeev Chhabra	Director
Mr. Aravind Bapurao Modak	Director
Mr. Bernard Yunsen Wong	Chief Financial Officer
CS Ritu Patel	Company Secretary
Mr. Suresh Sharma	Relative of MD
Mrs. Kalpana Sharma	Relative of MD
Mr. Rajesh Sharma	Relative of MD
Enterprises over which Key Management Personnel is able to exercise significant influence along with relatives	M/s. Vidarbha Paper mills Ltd. M/s. Swati Enterprises M/s. Shakti Press DIGI M/s. Shakti Offset Works M/s. Super offset Pvt. Ltd. M/s. Sankalp Marketing & Management Services M/s. S S ENTERPRISES M/s. SIDDHAYU AYUR.RES.FOUND.P.LTD M/s Sri Krsna Cardboards Pvt Ltd M/s Shakti Offset Pvt Ltd M/s. Shivart

S. No.	Particulars	Year ended March 31, 2020
	<b>Nature of Transactions/ Names of Related Parties</b>	
A	<b>Key management personnel</b>	
1	<b>Mr. Raghav Sharma</b>	
a	Remuneration	
b	Loan given	300,000
		2,872,298
2	<b>Mrs. Shailja Sharma</b>	
a	Loan repayment	805,757
b	Remuneration	300,000
3	<b>Mr. Shantanu Sharma</b>	
a	Remuneration	645,000
4	<b>Mr. Bernard Wong</b>	
a	Remuneration	316,800
5	<b>CS Ritu Patel</b>	
a	Salary	140,000
B	<b>along with relatives</b>	
1	<b>M/s. Sankalp Marketing &amp; Management Services</b>	
a	Purchase	5,147,237
b	Sale	29,944,911
c	Vehicle hiring rent	43,500
2	<b>M/s. Shakti Offset Pvt. Ltd.</b>	
a	Loan taken	5,350,200



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3	M/s. Shakti Offset Works	
a	Loan given	90,610
4	M/s. S.S. Enterprises	
a	Vehicle hiring rent given	88,500
b	Purchase	18,086,900
c	Sale	8,780,232
5	Super Offset Pvt Ltd	
a	Loan taken	5,940,000
6	M/s. SIDDHAYU AYUR.RES.FOUND.P.LTD	
a	Sales	18,312,125

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