

Misquita Engineering Limited

Corporate Identity Number(CIN): U74210GA1998PLC002537

Manufacturers of Precision Machined Components

An ISO 9001:2015 Certified Company

Date: 26th November, 2020

To,
The Listing Compliance
BSE Ltd.
Phiroze Jeejeebhoy Towers
Dalal Street
Mumbai- 400001

Ref. BSE Scrip Code: 542801

**Subject: Regulation 34 of the SEBI (Listing Obligation and disclosure Requirements)
Regulation, 2015- Annual Report for the year ended 31st March, 2020**

Dear Sir,

Pursuant to Regulation 34 of the SEBI (Listing Obligation and Disclosure Requirements) Regulation 2015, we are submitting herewith Annual Report for the year ended 31st March, 2020 and the same has also been uploaded on Company's Website.

Kindly find the same in order

Thanking You.

FOR MISQUITA ENGINEERING LIMITED

**THOMAS CONSTANCE AVINASH MISQUITA
DIRECTOR
DIN: 00060846**

Regd. Office & Works : GHAR BHAT, VAIGINNIM VADDO,
NACHINOLA, BARDEZ, GOA- 403508
GSTIN: 30AADCM2850Q1ZD
Tel. Office: 8308848233 / 08322955336
Email: avimisquita@gmail.com

The cover features a central diamond shape with a light blue background and a dark teal border. The text 'MISQUITA ENGINEERING LIMITED' is centered within this diamond. The background is white with diagonal lines and is accented by two large, overlapping diagonal bands: a light teal band from the top-left to the bottom-right, and a dark teal band from the top-right to the bottom-left. The text 'ANNUAL REPORT 2019-20' is located in the bottom-left corner.

**MISQUITA
ENGINEERING
LIMITED**

**ANNUAL REPORT
2019-20**

ABOUT MISQUITA ENGINEERING LIMITED

- Company was incorporated in the year 1998 under the name Misquita Engineering Private Limited under the provisions of Companies Act, 1956 later it converted into a public limited company. Your Company is engaged in the manufacturing of components for front-loading washers. The Registered office and corporate office is situated at 182/1, Ghar Bhat, Vaiginim Vaddo, Nachinola, Bardez Goa-403 508, India.
- Your Company is a major component supplier and job worker to a manufacturer of washing machines in the Indian market for Front Loading washers. Your Company has consistently believed in supplying Zero Defect products and all manufacturing and operating systems in the company are geared up towards the goal and vision of Zero Defect=Zero Effect, Zero effect with respect to zero wastage of resources and utilization of all resources efficiently and effectively. This consistency has enabled Your Company to consistently supply components with Zero defect every time on time without defaulting for a single instance in Delivery and Quality.
- Your Company is an ISO 9001:2008 certified company for the last seven years being certified every year by TUV SUD South Asia Private Limited, a premier certification agency. Your Company is now upgraded its systems to be ISO 9001:2015 compliant from May 2018.
- Your Company is now planning to expand its production and building capacities for the same. Company has been qualified as a Strategic Supplier for supply of Machined parts to "Commscope USA." With 5 CNC Turning Centres presently in use the company is able to consistently maintain the close Tolerances of up to 10 microns (0.010mm) in its components supplied. Your Company is actively looking at newer technologies in his respect to increase automation and better process control levels.
- Your Company has presently Five CNC turning centres and several supporting conventional machines to achieve a consistent size machined in a tolerance band of maximum ten microns. This narrow tolerance needs to be achieved in 100% of components 24 hours a day.
- Your Company believes that its consistency in five main areas of Quality, Delivery, Cost, Response and Customer satisfaction is its USP and strives to excel in these areas. Your Company looks at proposals to introduce Robot based loading and unloading systems on its machines as well as installing new advanced technology in metal cutting on its shop floor

MISSION STATEMENT

To build value for all our Stakeholders through innovative use of technology and talent

VISION STATEMENT

To be the most sustainable & Competitive company in the Industry

ETHICS

Setting high standards for ethics and values

CUSTOMERS

Fostering relationships for a lifetime

PEOPLE

Leading with passion to excel

OUR BOARD OF DIRECTORS



Mr. Thomas Avinash Misquita is the Promoter, Chairman and Managing Director of the company. He has completed his Bachelor of engineering [mechanical] from the University of Mumbai and has experienced of more than 25 years in the industry. His dynamic leadership and passion for the business has accelerated the growth of the company.



Mr. Desiderio Misquita **Director**

Studied Mechanical Engineering in G.I.T.(Gogate Institute of Technology). Has hands on experience in managing all operations at the plant in Goa and has worked on a number of value addition projects The Company has benefited largely due to his efforts.

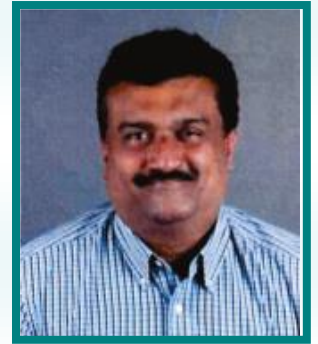
“We will continue to demonstrate our resilience by delivering improved performance while also simultaneously strengthening our fundamentals across the business” - Desiderio Misquita

Mrs. Gail Misquita is the spouse of Thomas Misquita and has been assisting him in the operations of the business since inception. She is the whole time director and chief financial officer. Currently she looks after finance and administration of the company Astute at cost control, she continues to play a significant role in the Financial Control and Planning of the Company, she Possesses all the requisite qualities and has plans take the company to new heights . She is credited with superior organizational capabilities and has played an active role in organizing several high-profile events successfully.



Mrs. Silvia Misquita looks after the administration of the company.

Mr. Noel Quadros is a bachelor of business administration from New Port University of California. He has experience of more than 25 years in the field of manufacturing and assembly lines of motors and parts used for washing machines.



Mr. Edgar Cotta is currently promoter and director of Mac Hotels Ltd and has over 25 years of experience in the hotels industry.

Mr. Ravindra Mesta is a commerce graduate; he has cleared the professional competence examination held by the institute of chartered accountants. He has around 10 years of experience in the field of accounting, auditing, taxation and Insurance.



OUR PEOPLE



We believe in enriching the lives of our employees by providing growth opportunities, fair employment conditions and safe and healthy work environment. Through our activities we strive to create a healthier, knowledgeable and happier environment by enriching the lives of all our stakeholders and community at large.

OUR COMMITMENT:

The company's philosophy is to conduct its operations in a manner that is ethical, transparent, proactive, environmentally conscious and sensitive to all its Stakeholders.

FROM THE DESK OF MANAGING DIRECTOR-CHAIRMAN



I am to glad to announce that despite the pandemic which resulted in a complete lockdown all over the country your company handled the situation in a professional manner and despite a drop in revenues by around 20 percent to Rs. 689.28 lakhs from Rs 760.68 in the previous year the net profit increased to Rs.47.92 lakhs compared to Rs 39.08 in the previous period an increase of 23 percent mainly due to higher efficiencies. Also with astute financial planning, your company has managed to reduce its long term borrowings by Rs 84.53 lakhs and short term borrowings by 59.21 lakhs.

Your company is a major component supplier and job worker to manufactures of washing machines for front loading washers which are projected to witness a CAGR growth of over 4% during the period 2019-20 due to increasing disposable income, improvement in rural electrification, rising affordability and growing urbanization that is fuelling demand for washing machines.

On the basis of Types-Indian washing machines are divided into fully automatic, semi-automatic and washer dryer. The fully automatic washing machine segment is expected to register the highest CAGR during the forecast period, owing to growth in urbanization and its user-friendly structure. Leading washing machines players like IFB, Ken star Samsung, Whirlpool, LG, Hair, Electrolux among others are trying to influence the penetration of washing machines with new launches and aggressive marketing campaigns and your company is all geared to exploit the growth potential in this sector.

Solar power in India is a fast-developing industry and the management sees huge opportunities in the solar power business and hence your company is planning to enter the solar power sector. Plans are also on the anvil to enter the home appliances segment (Brown Goods) In both these verticals the growth potential is tremendous Your company is also increasing its work area from the present 3000 square feet to over 10,000 square feet in order to take care of the rapid expansion and diversification programs to be under taken, as well as your Company is also aiming to enter the Pharmaceutical Distribution business your company is also on an aggressive cost cutting mission with the aim of improving profitability. In order to continue on our growth trajectory in the years to come we have laid down a strategic road map that focusses on efficiency. Apart from creating long term sustainability for the business and healthy returns for our investors and shareholders, this incessant focus on efficiency will help us in generating above average returns. The fuel for our growth has been the talent, energy and commitment of our people. Our people are the heart of everything we do and we continually make efforts to nurture their talent, ensure their wellbeing and build an aspiring workplace.

What has helped your company sustain its journey has been its strong value systems, its ability to always put the customer at the centre of its strategy and a never-ending desire to collaborate and learn. What also stand out are our employees who have made this possible with their strong customer focus, agile mindset and strong performance ethic. Your company has invested in the right capabilities, at the right time and scale helping it to stay relevant to customers. With our feet firmly planted in today, we envision a bigger, brighter tomorrow.

Dreaming big is not enough. It is necessary to convert these dreams into real actionable plans and challenge oneself to seek excellence and to innovate, to continuously connect vision, strategy and execution. That is what makes a company great and go beyond mere growth.

I take this opportunity to thank our team and express our gratitude to all our stake holders for their unrelenting commitment and belief in Misquita Engineering vision, thus helping us shape Misquita Engineering Limited story for the future.

Thomas Misquita
Chairman

PRODUCT PORTFOLIO



OLD MODEL BEARING SLEEVES



DRIVE SCREWS



ULTRA-CAST IRON BEARING SLEEVE



ADIUSTER BUSH



ADJUSTER BOSS



**ODE, DE TERMINAL BOX, BEARING COVER
AND ADAPTOR**



WASHER



SPACER OF ALUMINIUM ALLOY

CORPORATE INFORMATION

Name of the Company	Misquita Engineering Limited
CIN	U74210GA1998PLC002537
Financial Year	2019-20
Telephone No.	+91 83088 48233
Email ID	info@misquitaengg.com
Website	www.misquitaengg.com
Registered Office	182/1, Vaiginim Vaddo, Nachinol, Aldona, North Goa, Goa, 403508

Board of Directors

SR. NO	NAME OF THE DIRECTOR	DIN	DESIGNATION
1	Thomas Constance Avinash Misquita	00060846	Chairman and Managing Director
2	Mr. Desiderio Misquita	08956087	Additional & Whole Time Director w.e.f. 10.11.2020 (Appointment)
3	Gail Lucia Misquita	00060932	Whole Time Director
4	Silvia Misquita	00060946	Whole Time Director (Resignation) w.e.f 10.11.2020
5	Ravindra Raghu Mesta	07794423	Independent Director
6	Noel Luizinho Quadros	07794406	Independent Director
7	Edgar Maximiano Do Rosario Cotta	00124357	Independent Director

Board Committees

Audit Committee

SR. NO	NAME OF THE DIRECTOR	DESIGNATION IN COMMITTEE	NATURE OF DIRECTORSHIP
1	Ravindra Raghu Mesta	Chairman	Independent Director
2	Noel Luizinho Quadros	Member	Independent Director
3	Edgar Maximiano Do Rosario Cotta	Member	Independent Director

Nomination and Remuneration Committee

SR. NO	NAME OF THE DIRECTOR	DESIGNATION IN COMMITTEE	NATURE OF DIRECTORSHIP
1	Edgar Maximiano Do Rosario Cotta	Chairman	Independent Director
2	Noel Luizinho Quadros	Member	Independent Director
3	Ravindra Raghu Mesta	Member	Independent Director

Stakeholder's Relationship Committee

SR. NO	NAME OF THE DIRECTOR	DESIGNATION IN COMMITTEE	NATURE OF DIRECTORSHIP
1	Noel Luizinho Quadros	Chairman	Independent Director
2	Ravindra Raghu Mesta	Member	Independent Director

3	Edgar Maximiano Do Rosario Cotta	Member	Independent Director
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<u>Chief Financial Officer</u>	Ms. Gail Lucia Misquita
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<u>Company Secretary and Compliance Officer</u>	Ms. Bhawini Surana
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<u>Statutory Auditor</u>	M/s. Gupta Agarwal & Associates Chartered Accountants Imax Lohia Square, 23, Gangadhar Babu Lane, 3 rd Floor, Room No. 3A, Kolkata – 700 012 Tel No: +91-33-4604 1743 E-mail: guptaagarwal.associate@gmail.com Membership Number: 059535 Firm Registration No: 329001E
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<u>Secretarial Auditor</u>	M/s. Brijesh Shah & Co
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<u>Internal Auditor</u>	M/s. Yogesh Bhuva & Co.
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<u>Registrar & Share Transfer Agent</u>	M/s. Bigshare Services Private Limited 1st Floor, Bharat Tin Works Building, Opp. Vasant Oasis, Makwana Road, Marol, Andheri East, Mumbai – 400 059, Maharashtra, India Tel No.: +91 – 22 – 6263 8200 Email: ipo@bigshareonline.com Website: www.bigshareonline.com
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<u>Banker to Our Company</u>	HDFC Bank Limited Shop No. 6,7 & 8, Fortune Square, Morod, Mapusa Bardez, Goa – 403507 Tel No.: +91 9822388090 Email: eric.ferrao@hdfcbank.com Website: www.hdfcbank.com
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Important Communication to Members

The Ministry of Corporate Affairs has taken a “Green Initiative in the Corporate Governance” by allowing paperless compliances by the Companies and has issued circulars stating that service of notice /documents including Annual Report can be sent by e-mail to its members. To support this green initiative of the Government in full measure, members who have not registered their e-mail addresses, so far, are requested to give their consent by providing their e-mail addresses to the Company or to Bigshare Services Private Limited, Registrar and Share Transfer Agent of the Company.

Members are requested to bring their copy of the Annual Report to the meeting. Members are also requested to direct all correspondence relating to shares to the company’s Registrar and Transfer Agents Ltd. at the address above.

**Details of Director seeking Re-appointment at the ensuing Annual General Meeting
(In pursuance of Regulation 36(3) of SEBI (Listing Obligations & Disclosure Requirements)
Regulations, 2015)**

Name of The Director	Mr. Thomas Constance Avinash Misquita	Ms. Gail Lucia Misquita
DIN	00060846	00060932
Age	56 Years	52 Years
Date of Birth	February 11, 1964	December 03,1967
Date of Appointment	August 29,2017	August 29,2017
Qualifications	Bachelor of Engineering (Mechanical)	Diploma in Instrumentation
Expertise in Specific Professional area	He is spearheading the company successfully with his marketing skills, immense hard work and dedication. He has more than 20 years of Experience.	She looks after the Finance and Administration Division of the Company.
Relationship with other Directors	He is Son of Ms. Silvia Misquita He is Husband of Ms. Gail Lucia Misquita	She is Wife of Mr. Avinash Misquita. She is Daughter in Law of Ms. Silvia Misquita.
Board Membership in other Companies as on 31 st March,2020	Billwin Industries Limited	NA
Chairman/Member of the Committee of the Board of Directors in the other Companies as on 31 st March,2020		NA
Number of Shares held in the Company as on 31 st March,2020	12,77,900 Equity Shares	3,00,000 Equity Shares
The Number of Meetings of the Board attended during a year	12 Meetings	12 Meetings

NOTICE OF 22nd ANNUAL GENERAL MEETING

NOTICE IS HEREBY GIVEN THAT THE 22nd ANNUAL GENERAL MEETING OF THE MEMBERS OF MISQUITA ENGINEERING LIMITED TO BE HELD AT DINA BANQUET HALL, HOTEL MIRAMAR, NEAR KAMAT KINARA, CARANZALEM GOA. 403002 ON DECEMBER 18, 2020, FRIDAY AT 05:00 P.M. TO TRANSACT THE FOLLOWING BUSINESS:

ORDINARY BUSINESS:

1. To receive, consider and adopt the Audited Balance Sheet as at March 31, 2020 and the Profit and Loss Account for the year ended on that date together with the Schedules thereon, along with the Reports of the Directors and Auditors thereon.
2. To appoint a Director in place of Mr. Thomas Constance Avinash Misquita, who retires by rotation and being eligible offered himself for re-appointment.
3. To appoint a Director in place of Ms. Gail Lucia Misquita, who retires by rotation and being eligible offered herself for re-appointment.
4. To Consider and approve the Re-appointment of M/s Gupta Agarwal & Associates, Chartered Accountant, as Statutory Auditors of the Company and fix their remuneration and in this regard to consider and if thought fit, to pass, with or without modification(s), the following resolution as an Ordinary Resolution:

“RESOLVED THAT pursuant to the provisions of Section 139 and 142 and other applicable provisions, if any, of the Companies Act, 2013 and rules, circulars, notifications made/issued there under, including any amendments, modification, variation or re-enactment thereof, M/S Gupta Agarwal & Associates, Chartered Accountant, bearing Firm Registration No. 329001E be and are hereby appointed as the Statutory Auditors of the Company, who shall hold the office for a term of One Year, from the conclusion of the Annual General Meeting to be held on Friday, 18th December, 2020.

“RESOLVED FURTHER THAT the Board of Directors of the Company, be and are hereby authorized to do all such acts, deeds, matters and things as may be considered necessary, desirable an expedient for giving effect to this resolution and/or otherwise considered by them to be in the best interest of the Company including fixation of their remuneration and reimbursement of out of pocket expenses incurred in connection hereto.”

SPECIAL BUSINESS:

5. TO CONSIDER AND APPROVE INCREASE IN MANAGERIAL REMUNERATION CEILING LIMIT IN EXCESS OF LIMITS PRESCRIBED UNDER SECTION 197 OF THE COMPANIES ACT, 2013.

“RESOLVED THAT pursuant to the provision of Section 197 and other applicable provisions, if any of the Companies Act, 2013 (“Act”) read with Schedule V of the Act and the Rules made thereunder , including any Statutory Modification thereof, or any other law and subject to the approval of Central Government , the approval of the Members of the Company be and is hereby accorded to increase the Managerial Remuneration in excess of the remuneration Limits prescribed in Section 197 read with Schedule V of the Companies Act, 2013 as set out in the Explanatory Statement attached hereto and forming part of this notice.”

“RESOLVED FURTHER THAT the Board of Directors be and is hereby authorized to undertake all such acts, deeds, matters and things to finalize and execute all such deeds, documents and writings as

may be deemed necessary, proper, desirable and expedient in its absolute discretion, to enable this resolution and to settle any question, difficulty or doubt that may arise in this regard.”

6. TO MAKE INVESTMENTS, GIVE LOANS, GUARANTEE AND SECURITY IN EXCESS OF THE LIMITS PRESCRIBED UNDER SECTION 186 OF THE COMPANIES ACT, 2013.

“**RESOLVED THAT** pursuant to the provisions of Section 186 and any other applicable provisions of the Companies Act, 2013 read with relevant rules made thereunder, including any statutory modification(s) and re-enactment (s) thereof for the time being in force, subject to the terms of Articles of Association of the Company and subject to such other approvals, consents, sanctions and permissions as may be necessary, the consent of the members be and is hereby accorded to the Board of Directors for making investment (s) in excess of the limits specified under Section 186 of the Companies Act, 2013 from time to time in acquisition of securities of any Body Corporate or for giving loans, guarantees or providing securities to any body corporate or other person/ entity whether in India or Outside India, as may be considered appropriate for an amount not exceeding Rs. 25,00,00,000/- (Rupees Twenty Five Crores Only), notwithstanding that such investment and acquisition together with existing investments of the Company in all other bodies corporate, loans and guarantee given and securities provided shall be in excess of the limits prescribed under Section 186 of the Companies Act, 2013, i.e. the limits available to the Company is sixty percent of its paid-up Share Capital, Free reserves and Securities Premium Account or one hundred percent of its Free reserves and Securities Premium Account, whichever is more.

“**RESOLVED FURTHER THAT** for the purpose of giving effect to the foregoing resolution, the Board be and is hereby authorised to do all such acts, deeds and things and to take all such steps as may be necessary or incidental thereto, including but not limited to delegation of all or any of the powers herein conferred to any Committee or any director(s) or any officer(s)/ employee(s) of the Company. Or to settle any questions, difficulties or doubts that may arise in this connection, without being required to seek any further clarification, consent or approval of the members of the Company.”

7. REGULARISATION OF ADDITIONAL DIRECTOR, MR. DESIDERIO MISQUITA BY APPOINTING HIM AS WHOLE TIME DIRECTOR OF THE COMPANY

“**RESOLVED THAT**, Mr. Desiderio Misquita (DIN- 08956087), who was appointed as an Additional and Whole Time Director with effect from 10th November, 2020 on the Board of Directors of the Company in terms of Section 161 of the Companies Act, 2013 and who holds office up to the date of this Annual General Meeting, be and is hereby appointed as an Whole Time Director of the Company.”

“**RESOLVED FURTHER THAT**, the Board of Directors of the Company be and are hereby severally authorized to sign the requisite forms / documents and to do all such acts, deeds and things and execute all such documents, instruments and writings as may be required to give effect to the aforesaid resolution.”

Registered Office:

**182/1, Vaiginim Vaddo, Nachinol, Aldona,
North Goa-, 403508**

**By order of the Board
For Misquita Engineering Limited**

____Sd/-_____
**Thomas Constance Avinash Misquita
Managing Director
DIN- 00060846**

____Sd/-_____
**Gail Lucia Misquita
Whole Time Director
DIN- 00060932**

**Place: Goa
Date: 26.11.2020**

NOTES:

1. Explanatory Statement setting out material facts, pursuant to section 102 of the Companies Act, 2013, in respect of the Special Businesses for Item No. 5,6 & 7 of the Notice is annexed hereto.
2. **A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT ONE OR MORE PROXIES TO ATTEND AND VOTE (ONLY ON POLL) INSTEAD OF HIMSELF AND THE PROXY NEED NOT BE A MEMBER OF THE COMPANY. THE DULY COMPLETED AND SIGNED PROXY FORM SHOULD REACH THE REGISTERED OFFICE OF THE COMPANY, NOT LESS THAN FORTY EIGHT HOURS BEFORE THE SCHEDULED TIME OF THE ANNUAL GENERAL MEETING.**

A PERSON CAN ACT AS A PROXY ON BEHALF OF MEMBERS NOT EXCEEDING FIFTY AND HOLDING IN THE AGGREGATE NOT MORE THAN TEN PERCENT OF THE TOTAL SHARE CAPITAL OF THE COMPANY CARRYING VOTING RIGHTS. A MEMBER HOLDING MORE THAN TEN PERCENT OF THE TOTAL SHARE CAPITAL OF THE COMPANY CARRYING VOTING RIGHTS MAY APPOINT A SINGLE PERSON AS PROXY FOR ANY OTHER PERSON OR SHAREHOLDER.
3. Proxy form, in order to be effective, must be deposited at the Registered Office of the Company, not less than 48 hours before the commencement of the Annual General Meeting.
4. The record date for the purpose of determining the eligibility of the Members to attend the 22nd Annual General Meeting of the Company is 20th November 2020.
5. The Company has notified closure of register of members and transfer books from 11th December 2020 to 18th December, 2020 (both days inclusive).
6. The Securities and Exchange Board of India ("SEBI") vide its Circular No. SEBI/LAD-NRO/GN/2018/24 dated 8th June, 2018, amended Regulation 40 of the SEBI Listing Regulations pursuant to which from 1st April, 2019 onwards securities can be transferred only in dematerialised form. However, it is clarified that, members can continue holding shares in physical form. Transfer of securities in demat form will facilitate convenience and ensure safety of transactions for investors. Members holding shares in physical form are requested to convert their holding(s) to dematerialised form to eliminate all risks associated with physical shares.
7. The notice of 22nd Annual General Meeting of the Company and Annual Report 2019-20, circulated to the members, will be made available on the Company's website at www.misquitaengg.com.
8. Members/Proxy holders are requested to bring their copy of Annual Report and Attendance slip sent herewith duly filled-in for attending the Annual General Meeting.
9. Members who wish to obtain information of the Company may send their queries at least 10 days before the Annual General Meeting to the Company Secretary at the Registered Office of the Company.
10. Non-Resident Indian Members are requested to inform Registrar and Transfer Agent, immediately of:
 - Change in their residential status on return to India for permanent settlement.
 - Particulars of their Bank Account maintained in India with complete name, branch, account, type, account number and address of the bank with pin code number, if not furnished earlier.
11. Members are requested to intimate their Email IDs for correspondence and quicker response to their queries

12. Annual Report 2019-20 are being sent by permitted mode to all members of the Company. Member may please note that the Annual Report 2019-20 is also available on the Website of the Company viz www.misquitaengg.com.
13. Shareholders are requested to bring their copy of the Annual Report to the meeting as the practice of handing out copies of the Annual Report at the Annual General Meeting has been discontinued in view of the high cost of paper and printing.

Registered Office:

**182/1, Vaiginim Vaddo, Nachinol, Aldona,
North Goa-, 403508**

By order of the Board

For Misquita Engineering Limited

____Sd/-____

**Thomas Constance Avinash Misquita
Managing Director
DIN- 00060846**

____Sd/-____

**Gail Lucia Misquita
Whole Time Director
DIN- 00060932**

Place: Goa

Date: 26.11.2020

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

ITEM NO. 5

As per Section 197 of the Companies Act, 2013 (“Act”) and other applicable provisions, if any of the Act read with Schedule V of the Act and the Rules made thereunder, total managerial remuneration payable by the Company to its directors, including managing director and whole-time director and its manager in respect of any financial year may exceed 11% (eleven per cent) of the net profits of the Company calculated as per the Section 198 of the Companies Act, 2013, provided that the same has been approved by the shareholders of the Company by way of Ordinary Resolution/Special Resolution. The requirement of Central Government approval which was hitherto required has been done away with.

Pursuant to the recommendation of the Board of Directors of the Company in its meeting held on 26.11.2020 recommended to increase in overall limit of managerial remuneration payable by the Company in respect of any financial year beyond 11 % in the manner laid down in Section 198 of the Companies Act, 2013.

Accordingly, the Board recommends the special resolution set out at item no. 5 for approval of members.

Except Executive Director, Managing Director none of the other Directors or Key Managerial Personnel of the Company including their relatives is concerned or interested in the

ITEM NO.6

As per Sub-section (2) & (3) of Section 186 of the Companies act, 2013, a company is required to obtain the prior approval of the members through a Special Resolution, in case the Company wants to:

- a) Give loan to any person or body corporate;
- b) Give any guarantee or provide any security in connection with a loan to any person or body corporate;
and
- c) Acquire by way of subscription, purchase or otherwise, the securities of any body corporate,

Exceeding 60% of its paid-up share capital, free reserves and securities premium account or 100% of its free reserves and securities premium account, whichever is more.

Your Company is growing and therefore in order to capitulate the various opportunities of the prevailing industry, the Board of Directors is seeking approval of the members pursuant to section 186 provisions over and above the Limits as prescribed thereunder.

None of the Directors and/or Key Managerial Personnel (KMP) of the Company and/or their respective relatives is, in any way, concerned or interested, financially or otherwise in the Special Resolution as set out in Item No.6 .

The Board commends the passing of the Special Resolution as set out in Item No. 6.

ITEM NO.7

Mr. Desiderio Misquita was appointed as an Additional Director of the Company with effect from 10th November, 2020, in accordance with the provisions of Section 161 of the Companies Act, 2013, read with the Articles of Association of the Company. Pursuant to Section 161 of the Companies Act, 2013, the above director holds office only up to the date of the ensuing Annual General Meeting of the Company.

Mr. Desiderio Misquita is not disqualified from being appointed as Director in terms of Section 164 of Companies Act, 2013 and has given his consent to act as Director.

The Board is of the view that the appointment of Mr. Desiderio Misquita as Whole Time Director is desirable and would be beneficial to the Company and hence it recommends the said Resolution No. 7 for approval by the members of the Company.

The Board recommends the Ordinary Resolution set out at Item No. 7 of the Notice for approval by the members.

None of the Directors/Key Managerial Personnel of the Company/their relatives, except Mr. Desiderio Misquita himself, is in any way concerned or interested, in the said resolution.

Registered Office:

**182/1, Vaiginim Vaddo, Nachinol, Aldona,
North Goa-, 403508**

By order of the Board

For Misquita Engineering Limited

____Sd/-_____

**Thomas Constance Avinash Misquita
Managing Director
DIN- 00060846**

____Sd/-_____

**Gail Lucia Misquita
Whole Time Director
DIN- 00060932**

Place: Goa

Date: 26.11.2020

BOARD'S REPORT

To,
The Members,
Misquita Engineering Limited

Your Directors take pleasure in presenting the 22nd report on the business and operations of your Company together with the Audited Financial Statements for the year ended 31st March, 2020.

FINANCIAL HIGHLIGHT:

The financial performance of your Company for financial Year 2019-20 and 2018-19 is summarized as below:

Particular	(Amount in Rs.)	
	Year Ended On 31 st March,2020	Year Ended On 31 st March,2019
Total Revenue	6,89,28,542	7,60,69,594
Total Expenditure	6,23,99,830	7,12,79,371
Profit/(Loss) Before Exceptional Items and Tax	65,28,712	47,90,222
Less: Exceptional Items	0	0
Profit/(Loss) Before Tax	65,28,712	47,90,222
Less: Provision for Tax	(17,35,885)	(8,81,856)
Profit/(Loss) after Tax	47,92,827	39,08,366
Earnings Per Equity Share (Face Value of 10)		
Basic	1.94	1.74
Diluted	1.94	1.74

FINANCIAL PERFORMANCE AND STATE OF COMPANY AFFAIRS:

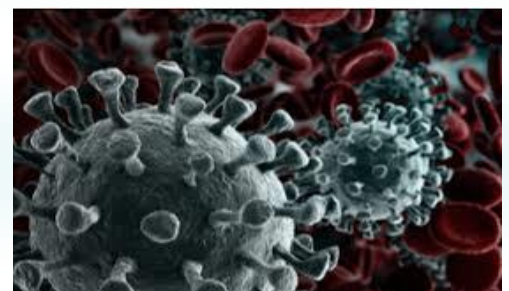
During the year under review, your Company has recorded total revenue of Rs. 65,28,712 against Rs. 47,90,222 in the previous year. Profit before Taxation for the financial year ended 31st March, 2020 increased to Rs. 65,28,712 as compared to Rs. 47,90,222 in the previous year. Profit after Tax is Rs. 47,92,827 as compared to Rs. 39,08,366 in the previous year.

There was no change in the nature of business of the company during the year.

The previous year figures have been restated, rearranged, regrouped and consolidated, to enable comparability of the current year figures of accounts with the relative previous year's figures.

COVID-19 PANDEMIC:

In the last month of FY 2020, the COVID-19 pandemic developed rapidly into a global crisis, forcing governments to enforce lock-downs of all economic activity. For the Company, the focus immediately shifted to ensuring the health and well-being of all employees, and on minimizing disruption to services for all our customers globally.



a. Impact of Covid-19 on the Business

In today’s globalized world, there is hardly any place that has remained unaffected by the Covid-19 Pandemic. Almost every commercial activity is suffering at the hands of the ruthless Covid-1. Engineering sector which contributes substantially to the GDP of the Company is one of the worst effected sectors due to the Covid-19 Pandemic. The Engineering Activities of the Company as well as office were completely shut down in month of April-May due to Covid-19 Pandemic and the consequent lock down.

The functioning of overall operation of the Company has been affected. The various restrictions put in place by the Governments to control the effects of the virus may trigger shortage of raw material and manpower, disrupted supply chain, further creating handicaps in performing contractual obligations. Implementation of the extension of moratorium on term loans instalments for a period of six months, announced by RBI is welcoming step and would provide some temporary relief in case of overall cash flow during this period.

We in due compliance to lockdown instructions by the Government on outbreak of pandemic COVID-19, had also shut down our operation in the month of April and May 2020, therefore, we were neither able to nor had access to work during the lockdown period. Also, Company was expected to generate revenue from it but due to Covid-19, Company has not generated the expected revenue but at the same time, Company has made expenses and the same is impacting the turnover and profitability.

b. Possible Scenarios

COVID-19 will have an impact on many entities’ business activities. The impact of COVID-19 on the entity’s expectations about short- and medium-term performance, the possible effect on asset valuation and an entity’s ability to continue as a going concern need to be determined on a case-by-case basis. “Multiple scenarios may exist about the potential impact of COVID-19 on an entity”

SHARE CAPITAL:

Equity Share Capital:

The authorised Share Capital of the Company as on the date of Balance sheet is Rs. 3,00,00,000/- divided into 30,00,000 equity shares of Rs. 10/- each.

The Paid-up share Capital of the Company as on the date of Balance Sheet is Rs. 2,69,40,000/- divided into 26,94,000 equity shares of Rs. 10/- each.

During the period under review the Paid-up Share Capital of the Company increased from Rs 2,25,00,000 to Rs. 2,69,40,000/- pursuant to the Initial Public Offer in the month of October, 2019. The Details of Initial Public Offer are as stated below:

Public issue of up to 7,16,000 equity shares of face value of ₹10.00 each (“equity shares”)of Misquita Engineering Limited (the “company” or the “issuer”) for cash at a price of ₹27.00 per equity share including a share premium of ₹17.00 per equity share (the “issue price”) aggregating to ₹193.32 lakh (“the issue”) comprising of a fresh issue of 4,44,000 equity shares aggregating To ₹119.88 lakh (the “fresh issue”) and an offer for sale of upto 2,72,000 equity shares by the promoter selling shareholder (“offer for sale”) aggregating to ₹73.44 lakh

Sr. No	Particulars	No. of Shares	Amount
1	Fresh Issue to Public	4,44,000	44,40,000
2	Offer for Sale	2,72,000	2,720,000

a. Initial Public Offering (IPO):

The company launched its initial public offering on 23rd September 2019 and the response was good. The shares were listed on 4th October 2019. The launch price was Rs 27 and peaked at Rs 80 and currently trades at Rs 55.



Your Directors are glad to inform you that, during the Financial Year 2019-20, your Company has entered into Securities market through Initial Public Offering (IPO). The Public Issue Comprised of fresh issue of 4,44,000 Equity Shares of Rs.10/-each at a premium of Rs. 17/- per share aggregating to Rs.119.88 Lakhs and an offer for sale of 2,72,000 Equity Shares of Rs. 10/- each at a premium of Rs. 17/- each per share aggregating to Rs. 73.44 Lakhs.

The Equity Shares of the Company are listed on **BSE SME Platform** w.e.f. 04.10.2020.

b. Utilization of Issue Proceeds:

Sr. no	Particulars	Planned as per Prospectus	Utilisation upto 31 st March,2020	Balance as at 31 st March,2020
1	Prepayment / repayment of certain debt facilities availed by our Company	25,00,000	25,00,000	-
2	Working Capital Requirement	49,88,000	49,88,000	-
3	Issue Expenses	45,00,000	45,00,000	-

Other Shares:

During the period under review the company has not issued any equity shares with differential rights, sweat equity shares, employee stock options and did not purchase its own shares. Hence there is no information to be provided as required under Rule 4(4), Rule 8(13), Rule 12(9) and Rule 16(4) of the Companies (Share Capital and Debentures) Rules, 2014 and Section 62 of the companies Act 2013 respectively.

OUTLOOK:

Indian consumer durables market is broadly segregated into urban and rural markets and is attracting marketers from all over the world. The sector comprises of a huge middle class, relatively large affluent class, and a small economically disadvantaged class. Global corporations view India as one of the key markets from where future growth is likely to emerge. The growth in India's consumer market would be primarily driven by a favourable population composition and increasing disposable income.

EXPANSION AND DIVERSIFICATION:

EXPANSION



Your Company is increasing its working space from 3,000 sq feet to over 10,000 square feet to support the Company's growth plans.

DIVERSIFICATION



Your company in order to diversify its revenue streams has planned to enter the solar power sector. The Indian government had an initial target of 20 GW capacities for 2022 which was achieved four years ahead of schedule.

In 2015 the target was raised to 100 GW of solar capacity [including 40GW from roof top solar] to be achieved by 2022 with a target of US100 billion The installed capacity reached 33.730 GW by 31st December 2019, your Company also plans to enter the business of Pharmaceuticals distribution both the projects will be located at the 1000 square foot facility space belonging to the Company at Gera Imperium Star in Panjim, Goa.

DIVIDEND:

In order to strengthen the financial position of the Company the Directors have not recommended any dividend.

TRANSFER TO RESERVES:

The Company has transferred current year's profit of Rs. 47,92,827 to the Reserve & Surplus and the same is in compliance with the applicable provisions prescribed under the Companies Act, 2013.

HOLDING, SUBSIDIARIES AND ASSOCIATE COMPANIES:

The Company does not have any holding, subsidiary and associate Company.

PUBLIC DEPOSITS:

During the Financial Year 2019-20 under review, the Company has neither invited nor accepted any public deposits within the meaning of Section 73 and 74 of the Companies Act, 2013 read with Companies (Acceptance of Deposit) Rules, 2014. As such, no specific details prescribed in Rule (8)(1) of the Companies (Accounts) Rules, 2014 (as amended) are acquired to be given or provided.

PARTICULARS OF LOANS, GUARANTEE OR INVESTMENT UNDER SECTION 186 OF THE COMPANIES ACT, 2013:

Details of loans, guarantees and investments covered under the provisions of Section 186 of the Companies Act, 2013, wherever applicable, are given in the notes to financial statements.

CHANGE IN NATURE OF BUSINESS, IF ANY:

During the year under review, there is no Change in the nature of the business of the Company.

LISTING OF THE COMPANY ON BSE SME PLATFORM:

The Company is now listed on the SME Platform of the BSE with effect from October 4, 2019. At present, the equity shares of the Company are listed on the following Stock Exchanges:

BSE Limited
Stock Code : 542801
P.J.Towers, Dalal Street
Mumbai - 400 001

DEMATERIALIZATION OF SHARES AND LIQUIDITY:

The Company has connectivity with NSDL & CDSL for dematerialization of its equity shares. The ISIN No. INE957W01025 has been allotted for the Company. 100% of the Company's Paid-up Share Capital is in dematerialized form as on 31st March, 2020

CORPORATE IDENTIFICATION NUMBER:

The Company's CIN as allotted by the Ministry of Corporate Affairs ("MCA") is U74210GA1998PLC002537.

EXTRACT OF ANNUAL REPORT:

Pursuant to sub section 3(a) of Section 134 and sub section (3) of Section 92 of the Companies Act, 2013 read with Rule 12(1) of the Companies (Management and Administration) Rules, 2014 an extract of Annual Return as on March 31, 2020 is annexed herewith in "**Annexure-I**" to this report.

PARTICULARS OF CONTRACT OR AGREEMENTS WITH RELATED PARTY:

During the year under review, the transactions entered into by the Company with related parties as defined under the Act and the Listing Regulations, were in the ordinary course of Business and on arm's length basis.

Particulars of contracts or arrangements with related parties as required under Section 134(3)(h) of the Act, in the prescribed **Form AOC-2** is given in **ANNEXURE-II** of this Report.

Disclosure of transactions with related parties as required under the applicable Accounting Standards have been made in the notes forming part of the financial statements.

MANAGEMENT DISCUSSION AND ANALYSIS REPORT:

The Management Discussion and Analysis as required under Regulation 34 read with Schedule V of the Listing Regulations forms part of this Annual Report as **ANNEXURE-III**.

CORPORATE GOVERNANCE:

The Company being listed on the Small and Medium Enterprise Platform (BSE SME PLATFORM) is exempted from provisions of corporate governance as per Regulation 15 of Securities and Exchange Board of India (Listing Obligation and Disclosure Requirements) Regulation, 2015. Hence no corporate governance report is disclosed in this Annual Report. It is Pertinent to mention that the Company follows Majority of the provisions of the corporate governance voluntarily.

CORPORATE SOCIAL RESPONSIBILITY:

In view of the Regulation 15(1) of the Securities and Exchange Board of India (Listing Obligation and Disclosure Requirements), Regulations 2015, the provisions related to Corporate Governance as specified in

regulations 17 to 27 and clauses (b) to (i) of sub-regulation (2) of regulation 46 and para C, D and E of Schedule V are not applicable to the Company and hence the same is not given in the Report. However the Company continues to adhere the best practices prevailing in Corporate Governance and follows the same in its true spirit.

BOARD OF DIRECTORS:



The Company is managed by well-qualified professionals. All directors are suitably qualified, experienced and competent. The members of the Board of Directors are persons with considerable experience and expertise in Audit, Accounts, Finance, Administration and Marketing. The Company is benefitted by the experience and skills of

the Board of Directors. The Independent Directors have made disclosures to the Board confirming that there are no material, financial and/or commercial transactions between them and the company which could have potential conflict of interest with the company at large.

a. Appointment and Resignation of Directors:

During the period under review following Directors have been Appointed on the Board of the Company.

Sr.no	Name of the Director	Designation	Date of Appointment
1	Edgar Maximiano Do Rosario Cotta	Additional Director	25.06.2019
2	Edgar Maximiano Do Rosario Cotta	Independent Director	29.07.2019

Further During the period under review no Directors have resigned from the Company.

The Present Structure of the Board of Directors is as follows:

SR NO	CATEGORY/ DESIGNATION	NAME OF THE DIRECTOR
I) PROMOTER AND EXECUTIVE DIRECTOR		
1	Chairman and Managing Director	Thomas Constance Avinash Misquita
2	Whole Time Director	Gail Lucia Misquita
3	Additional & Whole Time Director	Desiderio Misquita w.e.f. 10.11.2020 (Appointment)
4	Whole Time Director	Silvia Misquita (Resignation w.e.f. 10.11.2020)
II) INDEPENDENT DIRECTOR		
1	Independent Director	Ravindra Raghu Mesta
2	Independent Director	Noel Luizinho Quadros
3	Independent Director	Edgar Maximiano Do Rosario Cotta

b. Retirement by Rotation

Mr. Avinash Misquita (DIN: 00060846), Managing Director of the Company, is liable to retire by rotation at the forthcoming Annual General Meeting and, being eligible, offers himself for re-appointment. Your Directors recommends him for re-appointment.

Ms. Gail Lucia Misquita (DIN: 00060932), Whole Time Director of the Company, is liable to retire by rotation at the forthcoming Annual General Meeting and, being eligible, offers herself for re-appointment. Your Directors recommends her for re-appointment.

DETAILS OF SHAREHOLDING OF THE BOARD OF DIRECTORS:

NAME OF THE DIRECTOR	DESIGNATION	NUMBER OF EQUITY SHARES HELD
Mr. Thomas Constance Avinash Misquita	Managing Director	12,77,900 Shares
Ms. Gail Lucia Misquita	Whole Time Director	3,00,000 Shares
Ms. Silvia Misquita	Whole Time Director	100 Shares

RESPONSIBILITIES AND FUNCTIONS OF THE BOARD OF DIRECTORS:

The Board of Directors of the listed entity shall have the following responsibilities:

(i) Disclosure of information:

- a.** Members of Board of Directors and key managerial personnel shall disclose to the Board of directors whether they, directly, indirectly, or on behalf of third parties, have a material interest in any transaction or matter directly affecting the listed entity.
- b.** The Board of Directors and senior management shall conduct themselves so as to meet the expectations of operational transparency to stakeholders while at the same time maintaining confidentiality of information in order to foster a culture of good decision-making.

(ii) Key functions of the Board of Directors

- a.** Reviewing and guiding corporate strategy, major plans of action, risk policy, annual budgets and business plans, setting performance objectives, monitoring implementation and corporate performance, and overseeing major capital expenditures, acquisitions and divestments.
- b.** Monitoring the effectiveness of the listed entity's governance practices and making changes as needed.
- c.** Selecting, compensating, monitoring and, when necessary, replacing key managerial Personnel and overseeing succession planning.
- d.** Aligning key managerial personnel and remuneration of board of directors with the longer-term interests of the listed entity and its shareholders.
- e.** Ensuring a transparent nomination process to the board of directors with the diversity of thought, experience, knowledge, perspective and gender in the board of Directors.
- f.** Monitoring and managing potential conflicts of interest of management, members of the Board of Directors and shareholders, including misuse of corporate assets and abuse in related party transactions.
- g.** Ensuring the integrity of the listed entity's accounting and financial reporting systems, including the independent audit, and that appropriate systems of control are in place, in particular, systems for risk management, financial and operational control, and compliance with the law and relevant standards.
- h.** Overseeing the process of disclosure and communications.
- i.** Monitoring and reviewing Board of Director's evaluation framework.

(iii) Other responsibilities:

- a.** The Board of Directors shall provide strategic guidance to the listed entity, ensure effective monitoring of the management and shall be accountable to the listed entity and the shareholders.
- b.** The Board of Directors shall set a corporate culture and the values by which executives throughout a group shall behave.
- c.** Members of the Board of Directors shall act on a fully informed basis, in good faith, with due diligence and care, and in the best interest of the listed entity and the shareholders.
- d.** The Board of Directors shall encourage continuing directors training to ensure that the members of Board of Directors are kept up to date.
- e.** Where decisions of the Board of Directors may affect different shareholder groups differently, the Board of Directors shall treat all shareholders fairly.
- f.** The Board of Directors shall maintain high ethical standards and shall take into account the interests of stakeholders.
- g.** The Board of Directors shall exercise objective independent judgment on corporate affairs.

- h.** The Board of Directors shall consider assigning a sufficient number of non- executive members of the Board of Directors capable of exercising independent judgment to tasks where there is a potential for conflict of interest.
- i.** When committees of the Board of Directors are established, their mandate, composition and working procedures shall be well defined and disclosed by the Board of Directors.
- j.** Members of the Board of Directors shall be able to commit themselves effectively to their responsibilities.
- k.** In order to fulfill their responsibilities, members of the Board of Directors shall have access to accurate, relevant and timely information.
- l.** The Board of Directors and senior management shall facilitate the independent Directors to perform their role effectively as a member of the Board of Directors and also a member of a committee of Board of Directors.

POLICY ON DIRECTORS APPOINTMENT AND REMUNERATION:

The Board on the recommendation of the Nomination and Remuneration Committee has framed a Remuneration policy, providing criteria for determining qualifications, positive attributes, independence of a Director and a policy on remuneration for Directors, key managerial personnel and other employees.

- The Nomination & Remuneration Committee identifies and ascertains the integrity, qualification, expertise and experience of the person for appointment as Director and ensures that the candidate identified possesses adequate qualification, expertise and experience for the appointment as a Director.
- The Nomination & Remuneration Committee ensures that the candidate proposed for appointment as Director is compliant with the provisions of the Companies Act, 2013.
- The candidate's appointment as recommended by the Nomination and Remuneration Committee requires the approval of the Board.
- In case of appointment of Independent Directors, the Nomination and Remuneration Committee satisfies itself with regard to the independent nature of the Directors vis- à-vis the Company so as to enable the Board to discharge its function and duties effectively.
- The Nomination and Remuneration Committee ensures that the candidate identified for appointment as a Director is not disqualified for appointment under Section 164 of the Companies Act, 2013.

DISCLOSURES BY DIRECTORS:

The Directors on the Board have submitted notice of interest under Section 184(1) i.e. in Form MBP 1, intimation under Section 164(2) i.e. in Form DIR 8 and declaration as to compliance with the Code of Conduct of the Company. All Independent Directors have also given declarations that they meet the criteria of independence as laid down under Section 149(6) of the Act.

INDEPENDENT DIRECTOR:

A separate meeting of the independent directors ("Annual ID Meeting") was convened, which reviewed the performance of the Board (as a whole), the Non-Independent Directors and the Chairman. Post the Annual ID Meeting, the collective feedback of each of the Independent Directors was discussed by the Chairperson with the Board covering performance of the Board as a whole, performance of the Non-Independent Directors and performance of the Board Chairman.

All Independent Directors have given declarations that they meet the criteria of independence as laid down under Section 149(6) of the Companies Act, 2013 and Regulation 16(1)(b) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and there is no change in their status of Independence. As required under Section 149(7) of the Companies Act, 2013.

MEETINGS OF BOARD OF DIRECTORS:

During FY 2019-20, Twelve meetings of the Board of Directors were held on the following dates:

Sr. No	Date
1.	8th April 2019
2.	30th April, 2019
3.	25th June, 2019
4.	17th July, 2019
5.	22nd July, 2019
6.	2nd August, 2019
7.	11th September, 2019
8.	12th September, 2019
9.	30th September, 2019
10.	18th December, 2019
11.	29th January, 2020
12.	24th March, 2020

Name of Director	Director Identification Number	Category	Board Meetings	
			Held	Attended
Thomas Constance Avinash Misquita	00060846	Managing Director	12	12
Gail Lucia Misquita	00060932	Whole Time Director	12	12
Silvia Misquita	00060946	Whole Time Director	12	11
Ravindra Raghu Mesta	07794423	Independent Director	12	11
Noel Luizinho Quadros	07794406	Independent Director	12	12
Edgar Maximiano Do Rosario Cotta	00124357	Independent	12	08

The intervening gap between the meetings was within the period prescribed under section 173 of the Companies Act, 2013, read with Companies (Meetings of Board and its Powers) Rules, 2014, relevant circulars, notifications, orders and amendments thereof.

ANNUAL EVALUATION OF BOARD'S PERFORMANCE:

Pursuant to the provisions of Section 134(3)(p) of the Companies Act, 2013 and the Listing Regulations, the Board has carried out an annual performance evaluation of its own performance, of individual Directors as well as the evaluation of the working of its all Committees.

a. Independent Directors:

The performance of each independent director was evaluated by the entire Board of Directors (in the absence of the director getting evaluated) on various parameters like engagement, leadership, analysis, decision making, communication, governance, interest of stakeholders, etc. The Board was of the unanimous view that every Independent Director was a reputed professional and brought his rich experience to the deliberations of the Board. The Board also appreciated the contribution made by all Independent Directors in guiding the management to achieving higher growth and continuance of each independent director on the Board will be in the interest of the Company.

b. Non-Independent Directors:

The performance of all the non-independent directors was evaluated by the Independent Directors at their separate meeting. Further, their performance was also evaluated by the Board of Directors. The various criteria considered for the purpose of evaluation included leadership, engagement, transparency, analysis, decision making, functional knowledge, governance, stakeholders etc. The Board was of the unanimous view that all the non-independent directors were providing good business and people leadership.

DIRECTORS RESPONSIBILITY STATEMENT:

In accordance with the requirement of Section 134 of the Companies Act, 2013, the Board of Directors of the Company confirms:

1. In the preparation of the annual accounts for the financial year ended 31st March, 2020 the applicable accounting standards have been followed along with proper explanation relating to material departures.
2. That the Directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit and loss of the Company for the year ended 31st March, 2020.
3. That the Directors have taken sufficient and proper care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the Company and for preventing and detecting material fraud and other irregularities.
4. That the Directors have prepared the Annual Accounts on a going concern basis.
5. There are no material changes & commitments, if any, affecting the financial position of the company which have occurred between the end of the financial year of the company to which the financial statements relate & the date of the report.
6. There are proper systems which have been devised to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.
7. That the Directors had laid down internal financial controls to be followed by the Company and that such internal financial controls are adequate and were operating effectively.

KEY MANAGERIAL PERSONS:

The Present Composition of Key Managerial Personnel is as below:

Sr No	Name	Designation	Date of Appointment	Date of Resignation
1	Thomas Constance Avinash Misquita	Managing Director	29.08.2017	-
2	Gail Lucia Misquita	Whole time Director	29.08.2017	-
3	Desiderio Misquita	Additional & Whole Time Director	10.11.2020	-
3	Silvia Misquita	Whole time Director	29.08.2017	10.11.2020
4	Gail Lucia Misquita	Chief Financial Officer	29.08.2017	-
5	Bhawini Surana	Company Secretary and Compliance Officer	01.02.2019	-

DISCLOSURE OF VARIOUS COMMITTEES OF BOARD OF DIRECTORS:

a. Audit Committee:

The Audit Committee of Directors was constituted pursuant to the provisions of Section 177 of the companies Act, 2013. The composition of the Audit Committee is in conformity with the provisions of the said section.

• Composition:

NAME OF THE DIRECTORS	CATEGORY OF DIRECTORSHIP	CATEGORY	NUMBER OF MEETINGS	
			Held	Attended
Ravindra Raghu Mesta	Independent Director	Chairman	2	2
Noel Luizinho Quadros	Independent Director	Member	2	2
Edgar Maximiano Do Rosario Cotta	Independent Director	Member	2	2

Powers of Audit Committee:

The Audit Committee shall have powers, including the following:

- a. To investigate any activity within its terms of reference;
- b. To seek information from any employee;
- c. To obtain outside legal or other professional advice; and
- d. To secure attendance of outsiders with relevant expertise, if it considers necessary.

• Role of Audit Committee:

The role of the Audit Committee shall include the following:

- a. oversight of the listed entity’s financial reporting process and the disclosure of its financial information to ensure that the financial statement is correct, sufficient and credible;
- b. recommendation or appointment, remuneration and terms of appointment of auditors of the listed entity;
- c. approval of payment to statutory auditors for any other services rendered by the statutory auditors;
- d. reviewing, with the management, the annual financial statements and auditor's report thereon before submission to the board for approval, with particular reference to:
- e. matters required to be included in the director’s responsibility statement to be included in the board’s report in terms of clause (c) of sub-section (3) of Section 134 of the Companies Act,2013;
 - changes, if any, in accounting policies and practices and reasons for the same;
 - major accounting entries involving estimates based on the exercise of judgment by management;
 - significant adjustments made in the financial statements arising out of audit findings;
 - compliance with listing and other legal requirements relating to financial statements;
 - disclosure of any related party transactions;

- modified opinion(s) in the draft audit report;
- f.** reviewing, with the management, the quarterly financial statements before submission to the board for approval;
- g.** reviewing, with the management, the statement of uses / application of funds raised through an issue (public issue, rights issue, preferential issue, etc.), the statement of funds utilized for purposes other than those stated in the offer document / prospectus / notice and the report submitted by the monitoring agency monitoring the utilization of proceeds of a public or rights issue, and making appropriate recommendations to the board to take up steps in this matter;
- h.** reviewing and monitoring the auditor's independence and performance, and effectiveness of audit process;
- i.** approval or any subsequent modification of transactions of the listed entity with related parties;
- j.** scrutiny of inter-corporate loans and investments;
- k.** valuation of undertakings or assets of the listed entity, wherever it is necessary;
- l.** evaluation of internal financial controls and risk management systems;
- m.** reviewing, with the management, performance of statutory and internal auditors, adequacy of the internal control systems;
- n.** reviewing the adequacy of internal audit function, if any, including the structure of the internal audit department, staffing and seniority of the official heading the department, reporting structure coverage and frequency of internal audit;
- o.** discussion with internal auditors of any significant findings and follow up thereon;
- p.** reviewing the findings of any internal investigations by the internal auditors into matters where there is suspected fraud or irregularity or a failure of internal control systems of a material nature and reporting them to the board;
- q.** discussion with statutory auditors before the audit commences, about the nature and scope of audit as well as post- audit discussion to ascertain any area of concern;
- r.** to look into the reasons for substantial defaults in the payment to the depositors, debenture holders, shareholders (in case of non-payment of declared dividends) and creditors;
- s.** to review the functioning of the whistle blower mechanism;
- t.** approval of appointment of chief financial officer after assessing the qualifications, experience and background, etc. of the candidate;
- u.** carrying out any other function as is mentioned in the terms of reference of the audit committee.

Further, the Audit Committee shall mandatorily review the following information:

- management discussion and analysis of financial condition and results of operations;
- statement of significant related party transactions (as defined by the audit committee), submitted by management;
- management letters / letters of internal control weaknesses issued by the statutory auditors;
- internal audit reports relating to internal control weaknesses; and
- the appointment, removal and terms of remuneration of the chief internal auditor shall be subject to review by the audit committee.
- statement of deviations: (a) quarterly statement of deviation(s) including report of monitoring agency, if applicable, submitted to stock exchange(s) in terms of Regulation 32(1); (b) annual statement of funds utilized for purposes other than those stated in the offer document/prospectus/notice in terms of Regulation 32 (7).

b. Nomination and Remuneration Committee:

The Nomination and Remuneration Committee of Directors was constituted pursuant to the provisions of Section 178 of the Companies Act, 2013. The Composition of the Committee is in conformity with the provisions of the said Section.

• **Composition:**

NAME OF THE DIRECTORS	CATEGORY OF DIRECTORSHIP	CATEGORY	NUMBER OF MEETINGS	
			Held	Attended
Edgar Maximiano Do Rosario Cotta	Independent Director	Chairman	1	1
Noel Luizinho Quadros	Independent Director	Member	1	1
Ravindra Raghu Mesta	Independent Director	Member	1	1

• **Terms of reference:**

The broad terms of reference of the Nomination and Remuneration Committee are as under:

- Formulation of the criteria for determining the qualifications, positive attributes and independence of Director;
- Devising a policy on Board diversity;
- Formulation of Remuneration policy;
- Review the structure, size and composition of the Board;
- Identifying and selection of candidates for appointment as Directors;
- Identifying potential individuals for appointment as Key Managerial Personnel and Senior Management;
- Formulation of criteria for evaluation of Independent Directors and the Board.

c. Stakeholders Relationship Committee:

The Stakeholders Relationship Committee of Directors was constituted pursuant to the provisions of Section 178(5) of the Companies Act, 2013. The composition of the Committee is in conformity with the provisions of the said section.

• **Composition:**

NAME OF THE DIRECTORS	CATEGORY OF DIRECTORSHIP	CATEGORY	NUMBER OF MEETINGS	
			Held	Attended
Noel Luizinho Quadros	Independent Director	Chairman	1	1
Ravindra Raghu Mesta	Independent Director	Member	1	1
Edgar Maximiano Do Rosario Cotta	Independent Director	Member	1	1

The Company Secretary of the Company shall act as the Secretary of the Stakeholders' Relationship Committee. Set forth below are the terms of reference of our Stakeholders' Relationship Committee.

- To look into the redressal of grievances of shareholders, debenture holders and other security holders;
- To investigate complaints relating to allotment of shares, approval of transfer or transmission of shares;
- To consider and resolve the grievances of the security holders of the company including complaints related to transfer of shares, non-receipt of annual report, non-receipt of declared dividends; and
- To carry out any other function as prescribed under the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as and when amended from time to time."

• **Details of Investor's grievances/ Complaints:**

The Company has not received any complaints during the year. The pending complaints of the Shareholders/Investors registered with SEBI at the end of the current financial year ended on 31st March, 2020 are NIL.

• **Compliance Officer:**

Ms. Bhawini Surana is the compliance Officer of the Company for the above.

AUDITORS:

a. Statutory Auditors:

Pursuant to the provisions of Section 139 and 142 and other applicable provisions, if any, of the Companies Act, 2013 and rules, circulars, notifications made/issued there under, including any amendments, modification, variation or re-enactment thereof, **M/S Gupta Agarwal & Associates**, Chartered Accountant, bearing Firm Registration No. 329001E is appointed as the Statutory Auditors of the Company, who shall hold the office for a term of One Year, from the conclusion of the Annual General Meeting to be held on Friday, 18th December, 2020.

b. Secretarial Auditor:

The Company got listed on BSE SME Platform on 4th October, 2019 and as required under section 204(1) of the Companies Act, 2013 and Rules made there under, the Company has appointed Mr. Jaymin Modi, Prop. of M/s. Jaymin Modi & Co., Company Secretary as Secretarial Auditor of the Company for the period from 4th October, 2019 till 31st March, 2020. The Secretarial Audit Report forms part of the Annual Report.

The Copy of Secretarial Audit Report for the period from 4th October, 2019 till 31st March, 2020 issued by Mr. Jaymin Modi, Company Secretary in Practice has been attached and marked as **Annexure – IV**. The Secretarial Auditors' Report for the period from 4th October, 2019 till 31st March, 2020 does not contain any qualification, reservation or adverse remark.

Further Pursuant to the provisions of Section 204 of the Companies Act, 2013 and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, the Board of Directors of the Company have appointed, M/s Brijesh Shah & Co., Practicing Company Secretaries, Mumbai to conduct the Secretarial Audit for the financial year 2020-2021

c. Internal Auditor:

Pursuant to the Provisions of Section 138 of the Companies Act, 2013 read with Rule 13 of the Companies (Accounts) Rules, 2014 and other applicable provisions if any of the Companies Act, 2013 the consent of the Board of Directors be and is hereby accorded for the appointment of M/s Yogesh Bhuvra & Co. (FRN No : 151897W), as the Internal Auditor of the Company for the Financial Year 2020-21 at such remuneration as may be mutually agreed upon between the Board of Directors of the Company and Internal Auditor.

AUDITORS REPORT:

The observations and comments furnished by the Auditors in their report read together with the notes to Accounts are self- explanatory and hence do not call for any further comments under Section 134 of the Companies Act, 2013.

INTERNAL CONTROL SYSTEMS AND THEIR ADEQUACY:

The Company has an Internal Control System including Internal Financial Controls, commensurate with the size, scale and complexity of its operations as approved by the Audit Committee and the Board. The Internal Financial Controls are adequate and working effectively. The scope and authority of the Internal Audit is laid down by the Audit Committee and accordingly the Internal Audit Plan is laid out to maintain its objectivity and independence, the Internal Auditors reports to the Chairman of the Audit Committee of the Board.

The Internal Auditors monitors and evaluates the efficiency and adequacy of internal control system in the Company. Based on the report of internal audit, process owners/concerned departments undertake corrective action in their respective areas and thereby strengthen the controls. Significant audit observations and corrective actions thereon are presented to the Audit Committee of the Board.

INTERNAL FINANCIAL CONTROLS AND RISK MANAGEMENT:

Pursuant to the provisions of Section 177(4) & Section 134(3)(n) of the Companies Act, 2013, the Board has developed Internal Finance Control Policy to identify and mitigate risks. The provisions of Regulation 21 of SEBI Listing Regulations 2015 pertaining to Risk Management Committee are not applicable to the company.

CODE OF CONDUCT:

Regulations 17(5) of the SEBI (LODR) Regulations, 2015, requires listed Companies to lay down a Code of Conduct for its Directors and Senior Management, incorporating duties of Directors as laid down in the Companies Act, 2013. The Board has adopted a Code of Conduct for all Directors and Senior Management of the Company and the same has been placed on Company's website (www.misquitaengg.com).

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

The Additional information required under the provisions of Section 134(3)(m) of the Companies Act, 2013 read with the Companies (Accounts) Rules, 2014 and forming part of the Report is reproduced herewith:

(a) Conservation of energy and technology absorption:

Pursuant to rule 8(3) of the Companies (Accounts) Rules, 2014, The Company is the major component supplier and job worker to a manufacturer of washing machines in the Indian market for Front Loading washers and is substantial energy consumer. The Company is taking all possible measures to conserve energy.

(b) Foreign Exchange earnings and outgo:

Total foreign exchange inflow: Nil

Total foreign exchange outflow: Nil

VIGIL MECHANISM / WHISTLE BLOWER POLICY:

To create enduring value for all stakeholders and ensure the highest level of honesty, integrity and ethical behavior in all its operations, the Company has formulated Vigil Mechanism Policy. This policy aspires to encourage all employees to report suspected or actual occurrence of illegal, unethical or inappropriate events (behaviors or practices) that affect Company's interest/image.

COMMITTEE AND POLICY UNDER SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013:

The Company has in place an Anti-Sexual Harassment Policy in line with the Requirements of the Sexual Harassment of Women at the Workplace (Prevention, Prohibition & Redressal) Act, 2013 and an Internal Complaints Committee has been set up to redress complaints received regarding Sexual Harassment at workplace, with a mechanism of lodging & redress the complaints. All employees (permanent, contractual, temporary, trainees etc.) are covered under this policy. Pursuant to the requirements of Section 22 of Sexual Harassment of Women at Workplace (Prevention, Prohibition & Redressal) Act, 2013 read with Rules thereunder, the Company has not received any complaint of sexual harassment during the year under review.

Number of cases pending as on the beginning of the financial year	Nil
Number of complaints filed during the financial year	Nil
Number of cases pending for more than 90 days	Nil
Number of cases pending at the end of end of the financial year	Nil
Nature of action taken by the employer or District Officer	NA

COMPLIANCES REGARDING INSIDER TRADING:

Based on the requirements under SEBI (Prohibition of Insider Trading) Regulations, 2015, as amended from time to time, the code of conduct for prohibition of insider trading, as approved and adopted by the Directors and designated Employees of the Company. The Code requires pre-clearance for dealing in the Company's shares and prohibits the purchase or sale of Company shares by the Directors and designated employees while in possession of unpublished price sensitive information during the period of Trading Window Closure. The Board is responsible for implementation of the Code. All Board of Directors and designated employees have confirmed compliance with the Code. The Code referred to in (a) above is placed on the Company's website www.misquitaengg.com.

COMPLIANCE OF SECRETARIAL STANDARDS:

The Company has complied with the Secretarial Standards issued by Institute of Company Secretaries of India on Meeting of Board of Directors and General Meetings.

MATERIAL CHANGES AND COMMITMENTS AFFECTING THE FINANCIAL POSITION OF THE COMPANY WHICH HAVE OCCURRED BETWEEN THE END OF THE FINANCIAL YEAR OF THE COMPANY TO WHICH FINANCIAL STATEMENTS RELATE AND THE DATE OF THE REPORT:

No material changes and commitments affecting the financial position of the Company have occurred between the end of the financial year to which this financial statement relate and the date of this report.

RISK MANAGEMENT POLICY:

Your company has formulated a risk management policy and has in place a mechanism to inform the Board Members about risk assessment and minimization procedures and periodical review to ensure that executive management controls risk my means of a properly designed framework.

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

During the period under review, there is no significant and material order passed by the Regulators or Courts or Tribunals impacting the going concern status and Company's operations.

ACKNOWLEDGEMENT:

The Directors take this opportunity to thank the Financial Institutions, Banks, Business Associates, Central and State Government authorities, Regulatory authorities, Stock Exchanges and all the various stakeholders for their continued co-operation and support to the Company and look forward to their continued support in future.

The Company thanks all of the employees for their contribution to the Company's performance. The Company applauds all the employees for their superior levels of competence, dedication and commitment to your Company.

CAUTIONARY NOTE:

The statements forming part of the Director's Report may contain certain forward-looking remarks within the meaning of applicable securities laws and regulations. Many factors could cause the actual performances or achievements of the company to be materially different from any future results, performances or achievements that may be expressed or implied by such forward looking statements.

**Registered Office Address:
182/1, Vaiginim Vaddo, Nachinol, Aldona,
North Goa-, 403508**

**By order of the Board
For Misquita Engineering Limited**

____Sd/-_____
Thomas Constance Avinash Misquita
Managing Director
DIN- 00060846

____Sd/-_____
Gail Lucia Misquita
Whole Time Director
DIN- 00060932

Place: Goa
Date: 26.11.2020

FORM NO.MGT-9

(ANNEXURE-I TO THE REPORT OF BOARD OF DIRECTORS)

EXTRACT OF ANNUAL RETURN AS ON THE FINANCIAL YEAR ENDED ON 31st March, 2020

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

• **REGISTRATION AND OTHER DETAILS:**

i.	CIN	U74210GA1998PLC002537
ii.	Registration Date	04/03/1998
iii.	Name of the Company	MISQUITA ENGINEERING LIMITED
iv.	Category/Sub-Category of the Company	Company limited by Shares/ Indian Non-government company
v.	Address of the Registered office and Contact details	182/1 Vaiginim Vaddo Nachinol Aldona North Goa - 403508
vi.	Whether listed company	Listed
vii.	Name, Address and Contact details of Registrar and Transfer Agent, if any	BIGSHARE SERVICE PRIVATE LIMITED 1st Floor, Bharat Tin Works Building, Opp. Vasant Oasis, Makwana Road, Marol, Andheri (East), Mumbai-400059 Tel : +91-22-62638200

• **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.No	Name and Description of main products/ services	Business Activity Code	% to total turnover of the company
1	Manufacturing of Metal and Metal Products	C7	100%

• **PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES: NA**

Sr. No.	Name and Address of The Company	CIN/GLN	Holding/ Subsidiary /Associate	%of shares held	Applicable Section
NOT APPLICABLE					

k) Any Other....	0	0	0	0	0	0	0	0	-
	0	0	0	0	0	0	0	0	-
Sub-total(A)(2):-									-
TOTAL A	2250000	0	2250000	100%	1978000	0	1978000	73.42%	
B. Public Shareholding									
<i>1. Institutions</i>									
a) Mutual Funds	0	0	0	0.00%	0	0	0	0.00%	-
b) Banks / FI	0	0	0	0.00%	0	0	0	0.00%	-
c) Central Govt	0	0	0	0.00%	0	0	0	0.00%	-
d) State Govt(s)	0	0	0	0.00%	0	0	0	0.00%	-
e) Venture Capital Funds	0	0	0	0.00%	0	0	0	0.00%	-
f) Insurance Companies	0	0	0	0.00%	0	0	0	0.00%	-
g) FIIs	0	0	0	0.00%	0	0	0	0.00%	-
h) Foreign Venture Capital Funds	0	0	0	0.00%	0	0	0	0.00%	-
i) Others (specify)	0	0	0	0.00%	0	0	0	0.00%	-
Sub-total(B)(1)	0	0	0	0.00%	0	0	0	0.00%	-
2. Non Institutions	0	0	0	0.00%	0	0	0	0.00%	-
a) Bodies Corp. (i) Indian	0	0	0	0.00%	0	0	0	0.00%	-

(ii) Overseas									-
b) Individuals	0	0	0	0.00%	0	0	0	0%	
(i) Individual shareholders holding nominal share capital up to Rs. 2 lakh	0	0	0	0.00%	520000	0	520000	19.30%	
(ii) Individual shareholders holding nominal share capital in excess of Rs 2lakh	0	0	0	0.00%	68000	0	68000	2.52%	
Others(Specify)	0	0	0	0.00%	128000	0	128000	4.75%	
Sub-total(B)(2)	0	0	0	0.00%	716000	0	716000	26.58%	0
Total Public Shareholding (B)=(B)(1)+(B) (2)	0	0	0	0.00%	716000	0	716000	26.58%	
C. Shares held by Custodian for GDRs & ADRs	0	0	0	0.00%	0	0	0	0%	
Grand Total (A+B+C)	2250000	0	2250000	100%	2694000	0	2694000	100%	0

➤ **Shareholding of Promoters:**

Sr. No	Shareholder's Name	Shareholding at the beginning of the year (As on 31 st March, 2019)			Shareholding at the end of the year (As on 31 st March, 2020)			% change in share holding during the year
		No. of Shares	% of total Shares of the company	%of Shares Pledged/ encumbered total shares	No. of Shares	% of total Shares of the company	%of Shares Pledged / encumbered to total shares	
	PROMOTER							
1.	Thomas Constance Avinash Misquita	1549700	68.88%	-	1277900	47.44%	-	(21.44%)
2.	Gail Lucia Misquita	300000	13.33%	-	300000	11.14%	-	0
3.	Silvia Misquita	100	0.01%		100	0.00%	-	0
4.	Desiderio Anthony Misquita	100000	4.44%	-	100000	3.71%	-	0
5.	Deanne Silvia Sybil Misquita	100000	4.44%	-	100000	3.71%	-	0
6.	Delia Vianne Misquita	100000	4.44%		100000	3.71%	-	0
7.	Denise Lilia Antonia Misquita	100000	4.44%	-	100000	3.71%	-	0

8.	Onofre Gomes Pereira	100	0.01%	-	0	0.00%	-	(0.01%)
9.	Anita Gomes Pereira	100	0.01%	-	0	0.00%	-	(0.01%)

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

SL No	Shareholder's Name	Shareholding at beginning of the year 30/03/2019			Shareholding at the end of the year 31/03/2020			
		No of Shares	% of total Shares of the Company	% of Shares pledged/encumbered to total Shares	No of Shares	% of total Shares of the Company	% of Shares pledged/encumbered to total Shares	% Change
1	Thomas Constance Avinash Misquita	1549700	68.88%	0.0000	1277900	47.4350	0.0000	47.4350
2	Gail Lucia Misquita	300000	13.33%	0.0000	300000	11.1359	0.0000	11.1359
3	Denise Lilia Antonia Misquita	0	0.0000	0.0000	100000	3.7120	0.0000	3.7120
4	Desiderio Anthony Misquita	0	0.0000	0.0000	100000	3.7120	0.0000	3.7120
5	Delia Vianne Misquita	0	0.0000	0.0000	100000	3.7120	0.0000	3.7120
6	Deanne Silvia Sybil Misquita	0	0.0000	0.0000	100000	3.7120	0.0000	3.7120
7	Silvia Misquita	0	0.0000	0.0000	100	0.0037	0.0000	0.0037
	TOTAL	1849700	82.21%		1978000	73.4226		73.4226

➤ **Shareholding pattern of Top Ten Shareholders:
(Other than Directors, Promoters and Holders of GDRs and ADRs)**

SR NO	Name	Shareholding		Date	Increase/Decrease in Shareholding	Reason	Cumulative Shareholding during the year	
		No. of Shares at the Beginning (30/03/2019)/ end of the year (31/03/2020)	% total Shares of the Company				No of Shares	% total Shares of the Company
1	GRETEX SHARE BROKING PRIVATE LIMITED	0	0.00	06-Sep-2019		Sell	0	0.00
			1.34	30-Sep-2019	36000	Buy	36000	1.34
			1.19	11-Oct-2019	-4000	Sell	32000	1.19
			1.48	18-Oct-2019	8000	Buy	40000	1.48
			2.23	25-Oct-2019	20000	Buy	60000	2.23
			2.82	01-Nov-2019	16000	Buy	76000	2.82
			3.12	15-Nov-2019	8000	Buy	84000	3.12
			3.42	22-Nov-2019	8000	Buy	92000	3.42
			3.27	29-Nov-2019	-4000	Sell	88000	3.27

			3.12	20-Dec-2019	-4000	Sell	84000	3.12
			3.27	31-Jan-2020	4000	Buy	88000	3.27
			3.42	06-Mar-2020	4000	Buy	92000	3.42
		92000	3.42	31-Mar-2020	0		92000	3.42
2	GRISELDA CAROLINA VAZ	0	0.00	06-Sep-2019		Sell	0	0.00
			1.34	27-Dec-2019	36000	Buy	36000	1.34
		36000	1.34	31-Mar-2020	0		36000	1.34
3	SCHUBERT JOSEPH VAZ	0	0.00	06-Sep-2019		Sell	0	0.00
			1.19	06-Dec-2019	32000	Buy	32000	1.19
		32000	1.19	31-Mar-2020	0		32000	1.19
4	ALTINA FINANCE PVT. LTD.	0	0.00	06-Sep-2019		Sell	0	0.00
			0.89	30-Sep-2019	24000	Buy	24000	0.89
		24000	0.89	31-Mar-2020	0		24000	0.89
5	SAINIL VINOD NAIK	0	0.00	06-Sep-2019		Sell	0	0.00
			0.45	30-Sep-2019	12000	Buy	12000	0.45
			0.59	17-Jan-2020	4000	Buy	16000	0.59
			0.74	07-Feb-2020	4000	Buy	20000	0.74
		20000	0.74	31-Mar-2020	0		20000	0.74
6	SHIVRAM SITARAM KORGAONKAR	0	0.00	06-Sep-2019		Sell	0	0.00
			0.45	30-Sep-2019	12000	Buy	12000	0.45
			0.59	06-Mar-2020	4000	Buy	16000	0.59
		16000	0.59	31-Mar-2020	0		16000	0.59
7	GURUNATH ANKUSH KENI	0	0.00	06-Sep-2019		Sell	0	0.00
			0.59	30-Sep-2019	16000	Buy	16000	0.59
		16000	0.59	31-Mar-2020	0		16000	0.59
8	CASMIR SILVESTER MENDONSA	0	0.00	06-Sep-2019		Sell	0	0.00
			0.59	30-Sep-2019	16000	Buy	16000	0.59
		16000	0.59	31-Mar-2020	0		16000	0.59
9	NIRMAL AGGARWAL	0	0.00	06-Sep-2019		Sell	0	0.00
			0.59	30-Sep-2019	16000	Buy	16000	0.59
			1.78	01-Oct-2019	32000	Buy	48000	1.78
			0.59	04-Oct-2019	-32000	Sell	16000	0.59
			0.45	01-Nov-2019	-4000	Sell	12000	0.45
			0.59	10-Jan-2020	4000	Buy	16000	0.59
		16000	0.59	31-Mar-2020	0		16000	0.59
10	SUJATA NAIK	0	0.00	06-Sep-2019		Sell	0	0.00
			0.45	30-Sep-2019	12000	Buy	12000	0.45
			0.59	01-Nov-2019	4000	Buy	16000	0.59
			0.45	29-Nov-2019	-4000	Sell	12000	0.45
			0.59	31-Dec-2019	4000	Buy	16000	0.59
			0.74	03-Jan-2020	4000	Buy	20000	0.74
			0.59	31-Mar-2020	-4000	Sell	16000	0.59
		16000	0.59	31-Mar-2020	0		16000	0.59

➤ **Shareholding of Directors and Key Managerial Personnel:**

Sl. No.	For Each of the Directors and KMP	Shareholding at the beginning of the year		Cumulative Shareholding during the Year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the Company
1	Thomas Constance Avinash Misquita				
	At the beginning of the year	1549700	68.88%	1549700	68.88%
	Date wise Increase / Decrease in Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	(271800)	(21.44%)	(271800)	(21.44%)
	At the End of the year	1277900	47.44%	1277900	47.44%
2	Gail Lucia Misquita				
	At the beginning of the year	300000	13.33%	300000	13.33%
	Date wise Increase / Decrease in Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	-	-	-	-
	At the End of the year	300000	11.14%	300000	11.14%
3	Silvia Misquita				
	At the beginning of the year	100	0.00%	100	0.00%
	Date wise Increase / Decrease in Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	-	-	-	-
	At the End of the year	100	0.00%	100	0.00%

• **INDEBTEDNESS:**

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

	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year				
i) Principal Amount	31000205	53222		31053427
ii) Interest due but not paid			0	
iii) Interest accrued but not paid				
Total (i+ii+iii)	31000205	53222	0	31053427
Change in Indebtedness during the financial year				
- Addition	0	0	0	0
- Reduction	16027706	50616	0	16078322
Net Change	(16027706)	(50616)	0	(16078322)
Indebtedness at the end of the financial year				
i) Principal Amount	14972499	2606	0	14975105
ii) Interest due but not paid				
iii) Interest accrued but not due				
Total (i+ii+iii)	14972499	2606	0	14975105

• **REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL:**

➤ **Remuneration to Managing Director, Whole-time Directors and/or Manager:**

Sl. No.	Particulars of Remuneration	THOMAS CONSTANCE AVINASH MISQUITA (MANAGING DIRECTOR)	Total Amount
1.	Gross salary	18,09,360	18,09,360
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	0	0
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	0	0
	(c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	0	0
2.	Stock Option	0	0

3.	Sweat Equity	0	0
4.	Commission - As % of profit - others, specify...	0	0
5.	Others ,please specify	0	0
6.	Total(A)	18,09,360	18,09,360
Sl. No.	Particulars of Remuneration	GAIL LUCIA MISQUITA (WHOLE TIME DIRECTOR)	Total Amount
1.	Gross salary	9,09,360	9,09,360
	(a)Salary as per provisions contained in section17(1) of the Income-tax Act, 1961	0	0
	(b)Value of perquisites u/s17(2) Income-tax Act,1961	0	0
	(c)Profits in lieu of salary under section 17(3) Income- tax Act,1961	0	0
2.	Stock Option	0	0
3.	Sweat Equity	0	0
4.	Commission - As % of profit - others, specify...	0	0
5.	Others ,please specify	0	0
6.	Total(A)	9,09,360	9,09,360
Sl. No.	Particulars of Remuneration	SILVIA MISQUITA (WHOLE TIME DIRECTOR)	Total Amount
1.	Gross salary	9,09,360	9,09,360
	(a)Salary as per provisions contained in section17(1) of the Income-tax Act, 1961	0	0
	(b)Value of perquisites u/s17(2) Income-tax Act,1961	0	0
	(c)Profits in lieu of salary under section 17(3) Income- tax Act,1961	0	0
2.	Stock Option	0	0
3.	Sweat Equity	0	0
4.	Commission - As % of profit - others, specify...	0	0
5.	Others ,please specify	0	0
6.	Total(A)	9,09,360	9,09,360

➤ **Remuneration to other directors:**

Sl. No.	Particulars of Remuneration	Name of Directors			Total Amount
		Noel Luizinho Quadros	Ravindra Raghu Mesta	Edgar Maximiano Do Rosario Cotta	
	<u>Independent Directors</u>	20000	20000	20000	60000
	·Fee for attending board committee meetings				
	·Commission				
	·Others, please specify Salary				
	Total (1)	20000	20000	20000	60000
	<u>Other Non-Executive Directors</u>	Nil	Nil	Nil	Nil
	·Fee for attending board committee meetings				
	·Commission				
	·Others, please specify				
	Total(2)	Nil	Nil	Nil	Nil

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

Sl. No.	Particulars of Remuneration	Key Managerial Personnel			
		CEO	Company Secretary (Ms. Bhawini Surana)	CFO (Mr Gail Lucia Misquita)	Total
1	Gross salary` 1)Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961 2)Value of perquisites u/s 17(2) Income-tax Act, 1961 3)Profits in lieu of salary under section 17(3) Income tax Act, 1961	-	1,77,360	-	1,77,360
2	Stock Option		0		0
3	Sweat Equity		0		0
4	Commission - as % of profit - Others, specify...		0		0
5	Others, please specify		0	0	0
	Total	-	1,77,360	-	1,77,360

• **PENALTIES/PUNISHMENT/COMPOUNDING OF OFFENCES: NIL**

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)
A. Company					
Penalty	NIL	NIL	NIL	NIL	NIL
Punishment	NIL	NIL	NIL	NIL	NIL
Compounding	NIL	NIL	NIL	NIL	NIL
B. Directors					
Penalty	NIL	NIL	NIL	NIL	NIL
Punishment	NIL	NIL	NIL	NIL	NIL
Compounding	NIL	NIL	NIL	NIL	NIL
C. Other Officers In Default					
Penalty	NIL	NIL	NIL	NIL	NIL
Punishment	NIL	NIL	NIL	NIL	NIL
Compounding	NIL	NIL	NIL	NIL	NIL

FORM AOC -2

(ANNEXURE II TO THE REPORT OF BOARD OF DIRECTORS)

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

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

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

No.	Particulars	Details
1	Name (s) of the related party & nature of relationship	NA
2	Nature of contracts/arrangements/transaction	NA
3	Duration of the contracts/ arrangements/ transaction	NA
4	Salient terms of the contracts or arrangements or transaction including the value, if any	NA
5	Justification for entering into such contracts or arrangements or transactions'	NA
6	Date of approval by the Board	NA
7	Amount paid as advances, if any	NA
8	Date on which the special resolution was passed in General meeting as required under first proviso to section 188	NA

2. Details of contracts or arrangements or transactions at arm's length basis:

No.	Particulars	Details
1	Name (s) of the related party & nature of relationship	Thomas Constance Avinash Misquita Managing Director
2	Amount	Rs. 18,09,360
2	Nature of contracts/arrangements/transaction	Managerial Remuneration
3	Duration of the contracts/arrangements/transaction	NA
4	Salient terms of the contracts or arrangements or transaction including the value, if any	NA
5	Date of approval by the Board	NA
6	Amount paid as advances, if any	NA

No.	Particulars	Details
1	Name (s) of the related party & nature of relationship	Gail Lucia Misquita Whole Time Director
2	Amount	Rs. 9,09,360
2	Nature of contracts/arrangements/transaction	Managerial Remuneration
3	Duration of the contracts/arrangements/transaction	NA
4	Salient terms of the contracts or arrangements or transaction including the value, if any	NA
5	Date of approval by the Board	NA
6	Amount paid as advances, if any	NA

No.	Particulars	Details
1	Name (s) of the related party & nature of relationship	Silvia Misquita Whole Time Director
2	Amount	Rs. 9,09,360
2	Nature of contracts/arrangements/transaction	Managerial Remuneration
3	Duration of the contracts/arrangements/transaction	NA
4	Salient terms of the contracts or arrangements or transaction including the value, if any	NA
5	Date of approval by the Board	NA
6	Amount paid as advances, if any	NA

No.	Particulars	Details
1	Name (s) of the related party & nature of relationship	Bhawini Surana Company Secretary
2	Amount	Rs. 1,77,360
2	Nature of contracts/arrangements/transaction	Salary
3	Duration of the contracts/arrangements/transaction	NA
4	Salient terms of the contracts or arrangements or transaction including the value, if any	NA
5	Date of approval by the Board	NA
6	Amount paid as advances, if any	NA

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

INDUSTRY OVERVIEW:

India's engineering sector has witnessed a remarkable growth over the last few years driven by increased investment in infrastructure and industrial production. The engineering sector, being closely associated with the manufacturing and infrastructure sectors, is of strategic importance to India's economy.

The engineering sector in India attracts immense interest from foreign players as it enjoys a comparative advantage in terms of manufacturing cost, technology, and innovation. The above, coupled with favorable regulatory policies and growth in the manufacturing sector, has enabled several foreign players to invest in India.

BUSINESS OVERVIEW:

Your Company was incorporated in the year 1998 under the name Misquita Engineering Private Limited under the provisions of Companies Act, 1956 later it converted into a public limited company. Your company is engaged in the manufacturing of the front-loading washers. The registered office and corporate office is situated at 182/1, Ghar Bhat, Vaiginim Vaddo, Nachinola, Bardez Goa-403 508, India.

Misquita Engineering Limited is the major component supplier and job worker to a manufacturer of washing machines in the Indian market for Front Loading washers. Our Company has consistently believed in supplying Zero Defect products and all manufacturing and operating systems in the company are geared up towards the goal and vision of Zero Defect=Zero Effect, Zero effect with respect to zero wastage of resources and utilization of all resources efficiently and effectively. This consistency has enabled our company to consistently supply components with Zero defect every time, on time without defaulting for a single instance in Delivery and Quality.

Misquita Engineering Limited is now planning to expand its production and building capacities for the same. Your Company has been qualified as a Strategic Supplier for supply of Machined parts to "Commscope USA."

Your Company believes that its consistency in five main areas of Quality, Delivery, Cost, Response and Customer satisfaction is its USP and strives to excel in these areas. Our Company looks at proposals to introduce Robot based loading and unloading systems on its machines as well as installing new advanced technology in metal cutting on its shop floor.

OUR COMPETITIVE STRENGTHS:



Experienced Management:

Our Promoter Mr. Thomas C. Avinash Misquita and Ms. Gail L. Misquita brings their entrepreneurial vision and leadership having experience of more than 21 years which has been instrumental in growing and sustaining our business operations. They have been actively involved in the business with continued personal attention. We believe that our management teams have good knowledge of the processes and markets that assist in identifying opportunities.

Our Company is managed by a team of experienced personnel exclusively focused on different aspects of business and also growth oriented and has ability to manage growth in rapidly changing business environment and delivery of high-quality materials at sustainable cost. There is a good communication system between all levels of management i.e from Top Level to Bottom Level. We believe that our management team's experience and their understanding of the business will enable us to continue to take advantage of both current and future market opportunities.

Growing Domestic Economy:

India is moving as developed country from developing country now. The GDP rate of India is also higher as compared to the other countries. It forecast more demand for our products and there will be a huge expansion of disposable incomes and our main products will have huge demand.

Quality Assurance and Standards:

Our Company, an ISO 9001:2015 certified company, believes in the quality in our manufacturing systems and process and products. We are committed to deliver the good quality components in proper manner at all steps of the manufacturing chain from procurement materials to dispatch. The quality checks ensure that no defective products reached to the customers and ensure reduced process rejection. Our dedicated internal quality control team ensures the compliance with good manufacturing systems and practices.

Need of Clients and Locational Advantages:

We have high level of knowledge about the needs of the customers, resulting from continuous two-way communication between our representatives and customers. We carefully cover the needs of each and every customer. We make them aware of all available options and provide them with a competent advice enabling them to take an informed business decision. Our aim is to earn customer's trust and confidence through personal attention, passion for what we do and commitment to long lasting relationship.

Our manufacturing facility is presently situated in 182/1, Vaiginim Vaddo, Nachinalo, Bardez, Goa-403 508. It is well connected by road to all our customers.

Cordial Relationship with our Customers:

We have cordial relationship with our suppliers for supply of materials, which we believe provides us with the competitive advantage of effective and timely sourcing of raw materials. We also believe effective sourcing of materials ensures timely delivery of our products to our customers, thereby enhancing the value provided to our customers.

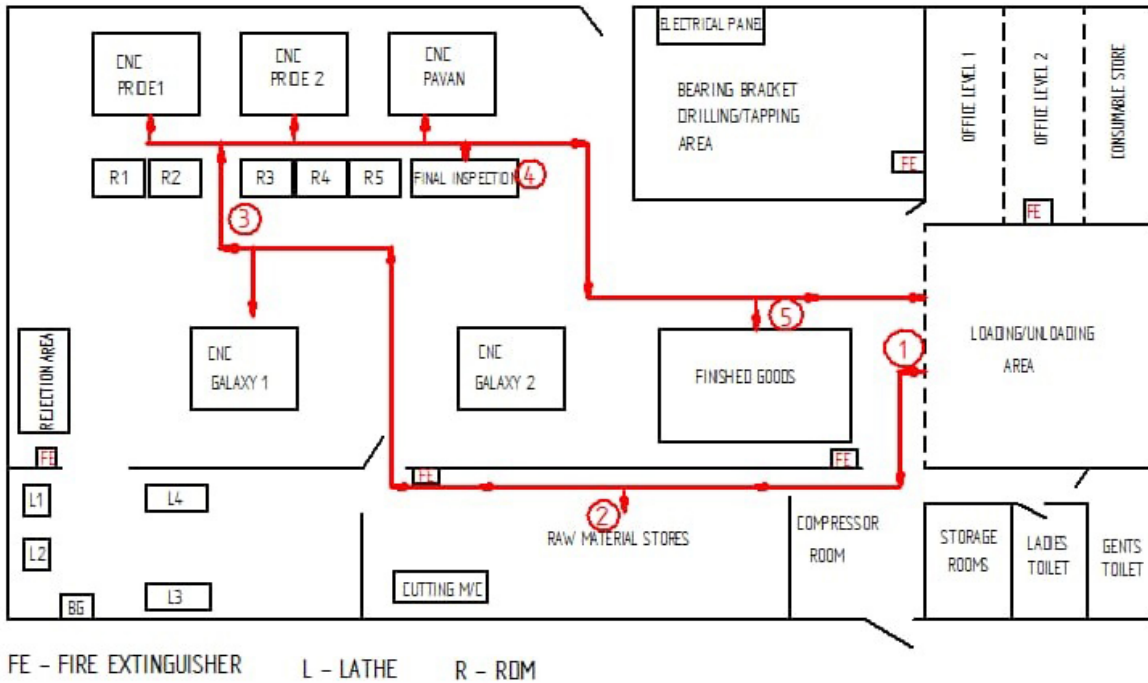
Fully Integrated Manufacturing Facility:

We carry on all our manufacturing activities in-house and there is no substantial dependence on job-work or external manufacturing. Our manufacturing facility is mainly headed by Mr. Desiderio Misquita (2 year of experience in same industry) and is a fully integrated and self-sufficient facility. All infrastructure facilities like water, fuel, power and human resources have posed no hurdles till date. All the equipment required for

manufacturing the products are in place. We have one manufacturing facility located at 182/1, Vauginnim Vaddo, Nachinalo, Bardez, Goa-403 508.

PROCESS FLOW CHART:

PROCESS FLOW CHART



PRODUCT PORTFOLIO:

	<p>Ultra-Cast Iron Bearing Sleeve used in Front Loading washing machines of four different sizes, said to be the heart of every washing machine, is machined by us within 10 microns bore accuracy, 30 microns concentricity between both bearing bores and surface finish of 1.6uRa.</p>
	<p>Old Model Bearing Sleeves, made of Cast Iron, now being supplied as spares in 2 variants of 40 lts and 34 lts used for Front Loading Washing Machines. Bore Tolerance is total 30 microns.</p>
	<p>Adjuster Bush made of Aluminium Alloy, 2 nos used in each 2 Ft Microwave Antenna.</p>

	<p>Adjuster Boss made of Aluminium alloy used for 2 Ft Microwave Antennas, 1 no used per Antenna.</p>
	<p>Spacer of Aluminium Alloy 1 no used for each 2 Ft Micro wave Antenna.</p>
	<p>Washer assemblies used for Base Station Antennas, each antenna uses between 6 to 8 washer asslys. They are of 4 different models.</p>
	<p>Drive Screws, of different sizes made of stainless steel supplied for remote controlled movement of base station Antennas</p>
	<p>Booms used in Telecom Industry made of Aluminium Alloy of various lengths and diameters based on the frequency required, speciality if Diameter control in 20 microns, Circularity control in 15 microns and Perpendicularity control in 20 microns.</p>
	<p>ODE, DE Terminal Box, Bearing Cover and Adaptor made of Cast Iron, supplied for Flame retardant Motors used in Petrol pumps.</p>

OUR BUSINESS STRATEGIES:

Improving Operational Efficiencies:

Our Company makes continuous efforts to improve efficiencies to achieve cost reductions so that we can be competitive in market. We believe that we can achieve the same by gaining economies of scale in our operations and continuous research and development. Our operating team including senior management adopts good practices in line with industry standards across our trading facilities. We will continue to invest

in increasing our operational efficiency throughout the organization. We are addressing the increase in operational output through continuous process improvement, quality check and technology development. Our employees are regularly motivated to increase efficiency with error free exercise.

Work with Existing Suppliers:

Instead of finding new suppliers, we support our existing suppliers. It helps us to save the time in the procurement phase of the raw material.

Expand Geographical Reach:

Our Company seek to expand and enhance our presence in our existing business segments by identifying markets where we can provide cost-effective and quality materials to prospective consumers. We seek to capitalize on our existing experience, established contracts with suppliers and entering into the new products considering the local working conditions.

Strengthening our Company:

Our Company to invest in developing and enhancing recognition of Our Company, through continuous efforts, communication and promotional initiatives such as participation in industry events, public relations and investor relations efforts. This will help us to maintain and improve our reach. We believe that our branding exercise will enhance the recall value and trust in the minds of our customers and will help in increasing demand of our products.

To build up a professional organization:

We believe in transparency, commitments and co-ordinations in our work, with our suppliers and customers. We have a blend of experiences and sufficient staff for taking care of our day to day operations. We also consult with external agencies on a case to case basis on technical and financial aspects of our business. We wish to make it sounder and stronger in time to come.

Training of our Employees:

Our Company believe that the successful implementation of our business and growth strategies depends on our employee's commitment to our vision. We also believe that to sustain our future growth, we need to continue to train and empower our employees. As we expand our business into other geographical region, our ability to successful train our existing and new employees will play a crucial role.

IMPACT OF COVID-19 ON THE BUSINESS:

In today's globalized world, there is hardly any place that has remained unaffected by the Covid-19 Pandemic. Almost every commercial activity is suffering at the hands of the ruthless Covid-1. Engineering sector which contributes substantially to the GDP of the Company is one of the worst effected sectors due to the Covid-19 Pandemic. The Engineering Activities of the Company as well as office were completely shut down in month of April-May due to Covid-19 Pandemic and the consequent lock down.

The functioning of overall operation of the Company has been affected. The various restrictions put in place by the Governments to control the effects of the virus may trigger shortage of raw material and manpower, disrupted supply chain, further creating handicaps in performing contractual obligations. Implementation of the extension of moratorium on term loans instalments for a period of six months, announced by RBI is welcoming step and would provide some temporary relief in case of overall cash flow during this period.

We in due compliance to lockdown instructions by the Government on outbreak of pandemic COVID-19, had also shut down our operation in the month of April and May 2020, therefore, we were neither able to nor

had access to work during the lockdown period. Also, Company was expected to generate revenue from it but due to Covid-19, Company has not generated the expected revenue but at the same time, Company has made expenses and the same is impacting the turnover and profitability.

ESTIMATION OF THE FUTURE IMPACT OF COVID-19 ON THE OPERATIONS OF THE COMPANY:

With regard to Company's estimation of the future impact of Covid-19 pandemic on its Operation, Company is expecting some adverse impact on the Company's performance due to certain restrictions in labour availability and labour movement, , shortage of raw material and disruption in supply chain but we expect further improvements as the situation is getting back to normalcy in the national and international markets. Company has been working at low Capacity during the lock down period; hence there has been corresponding loss in work and business during that period.

HUMAN RESOURCE:

We believe that our employees are key contributors to the success of our business. We focus on attracting and retaining of best possible talent. We in our company always take care of our employees with a feeling that they are part of a family. This attribute helps employees with a sense of brotherhood for the management which ultimately produces exemplary results for the entire organization. Our manpower is a prudent mix of the experienced and youth which gives us the dual advantage of stability and growth. Our work processes and skilled, semi-skilled and unskilled resources together with our management team have enabled us to implement our growth plans.

Our Company believes that the human resources are a very important part of its strengths and hence ensures that all facilities like EPFO, ESIC, Annual/Performance Bonus, Leave Entitlement, Gratuity and other facilities, uniforms, safety equipments is provided to all staff as applicable. Housing facility is available for outstation employees. Our Company maintains a strict policy of not employing any individual below the age of 18 years.

INTERNAL CONTROL SYSTEMS AND THEIR ADEQUACY:

The Company has robust internal controls systems (including Internal Financial Controls) that facilitates efficiency, reliability and completeness of accounting records and timely preparation of reliable financial and management information. The internal control system ensures compliance with all applicable laws and regulations facilitates optimum utilization of resources and protect the Company's assets and investors' interests. The Company's well-defined organizational structure, documented policy guidelines, defined authority matrix and internal controls ensure efficiency of operations, compliance with internal policies and applicable laws and regulations as well as protection of resources.. The Audit Committee of the Board regularly reviews significant audit findings of the Internal Audit system covering operational, financial and other areas.

RISK MANAGEMENT:

Risk Management is an ongoing process. Effective risk management is therefore critical to any organizational success. Globalization with increasing integration of markets, newer and more complex products and transactions and an increasingly stringent regulatory framework has exposed organizations to and integrated approach to risk management. Timely and effective risk management is of prime importance to our continued success. The sustainability of the business is derived from the following:

- Identification of the diverse risks faced by the Company.
- The evolution of appropriate systems and processes to measure and monitor them.

- Risk Management through appropriate mitigation strategies within the policy framework.
- Reporting these risk mitigation results to the appropriate managerial levels.

CAUTIONARY STATEMENT:

Statements in the Management Discussion & Analysis, describing the Company's objectives, projections and estimates are forward looking statement and progressive within the meaning of applicable laws & regulations. Actual result may vary from those expressed or implied. Important developments that could affect the Company's operations are significant changes in political and economic environment in India, tax laws, exchange rate fluctuation and related factors.

CEO/ MANAGING DIRECTOR & CHIEF FINANCIAL OFFICER CERTIFICATION

To,
The Board of Directors
MISQUITA ENGINEERING LIMITED
182/1, Vaiginim Vaddo, Nachinol, Aldona,
North Goa-, 403508

Subject: Certificate in accordance with Regulation 33(2) (a) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015:

We, undersigned certify that the Audited Financial Results for the year ended 31st March, 2020 prepared in accordance with Clause 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 do not contain any false or misleading statement or figures and do not omit any material fact which may make the statements or figures contained therein misleading and we further certify that;

- We have reviewed financial statements and the cash flow statement for the quarter and year ended March 31, 2020 and that to the best of their knowledge and belief:
 - these statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
 - These statements together present a true and fair view of the listed entity's affairs and are in compliance with existing accounting standards, applicable laws and regulations.
- There are, to the best of our knowledge and belief, no transactions entered into by the listed entity during the year which are fraudulent, illegal or violative of the listed entity's code of conduct.
- We accept responsibility for establishing and maintaining internal controls for financial reporting and that we have evaluated the effectiveness of internal control systems of the listed entity pertaining to financial reporting and we have disclosed to the auditors and the audit committee, deficiencies in the design or operation of such internal controls, if any, of which we are aware and the steps we have taken or propose to take to rectify these deficiencies.
- We have indicated to the auditors and the Audit committee:
 - significant changes in internal control over financial reporting during the year;
 - significant changes in accounting policies during the year and that the same have been disclosed in the notes to the financial statements; and
 - Instances of significant fraud of which they have become aware and the involvement therein, if any, of the management or an employee having a significant role in the listed entity's internal control system over financial reporting.

SD/-

(THOMAS CONSTANCE AVINASH MISQUITA)
MANAGING DIRECTOR
DIN: 00060846

SD/-

CHIEF FINANCIAL OFFICER
MS. GAIL LUCIA MISQUITA

Date: 26.11.2020
Place: Goa

CERTIFICATE OF NON-DISQUALIFICATION OF DIRECTORS

(Pursuant to Part C of Schedule V of the Securities Exchange Board of India (Listing Obligations and Disclosure Requirement) Regulations, 2015 read with regulation 34(3) of the said Listing Regulations).

To
The Members,
Misquita Engineering Limited,
182/1, Vaiginim Vaddo, Nachinol, Aldona,
North Goa- 403508

As required by Clause 10(i) of Part C of Schedule V of the Securities Exchange Board of India (Listing Obligations and Disclosure Requirement) Regulations, 2015 inserted vide SEBI notification dated 9th May 2018, I certify that none of the Directors on the Board of Misquita Engineering Limited, as stated below, has been debarred or disqualified from being appointed or continuing as directors of companies by the Securities and Exchange Board of India/Ministry of Corporate Affairs or any such statutory authority for the year ended 31st March, 2020.

Sr. No.	Name of Director	DIN
1	Thomas Constance Avinash Misquita	00060846
2	Gail Lucia Misquita	00060932
3	Silvia Misquita	00060946
4	Noel Luizinho Quadros	07794406
5	Ravindra Raghu Mesta	07794423
6	Edgar Maximiano Do Rosario Cotta	00124357

For ,JAYMIN MODI & CO.
Practicing Company Secretaries
ACS No:A44248
C P No. 16948

Sd/-
CS Jaymin Modi
Proprietor
UDIN: A044248B001315298

Date: 26.11.2020
Place: Mumbai

FORM NO. MR-3**(ANNEXURE IV TO THE REPORT OF BOARD OF DIRECTORS)****SECRETARIAL AUDIT REPORT****FOR THE PERIOD FROM 4TH OCTOBER, 2019 TO 31ST 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,
MISQUITA ENGINEERING LIMITED
182/1, Vaiginim Vaddo, Nachinol, Aldona,
North Goa- 403508

I have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **Misquita Engineering Limited** (hereinafter called the company). Secretarial Audit was conducted in a manner that provided me areas on able basis for evaluating the corporate conducts/statutory compliances and expressing my opinion thereon based on my verification of the **Misquita Engineering Limited**.

Based on my verification of the **Misquita Engineering Limited** books, papers, minute books, forms and returns filed and other records maintained by the company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, here by report that in my opinion, the company has, during the audit period covering **4th October, 2019 to 31st March, 2020** has complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, except to those mentioned below 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 **Misquita Engineering Limited** for the period covering **4th October, 2019 to 31st March, 2020** according to the provisions of:

- (i) The Companies Act, 2013 (the Act) and the rules made there under;
- (ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made there under;
- (iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed there under;
- (iv) Foreign Exchange Management Act, 1999 and the rules and regulations made there under to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings; - Not Applicable
- (v) The following Regulations and Guidelines prescribed under the Securities and exchange Board of India Act, 1992 ('SEBI Act');
 - i. The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011 -
 - ii. The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 1992 -
 - iii. The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009 - **Not Applicable to the Company during the period under review**
 - iv. The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999 - **Not Applicable to the Company during the period under review**
 - v. The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008 - **Not Applicable to the Company during the period under review**

- vi. The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client -
- vii. The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations 2009 - **Not Applicable to the Company during the period under review**
- viii. The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998 - **Not Applicable to the Company during the period under review**
- ix. The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015

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

- (i) Secretarial Standards issued by The Institute of Company Secretaries of India.
- (ii) The Listing Agreements entered into by the Company with BSE Ltd,;

During the period under review and as per representations and clarifications provided by the management, I confirm that the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, Listing Agreement etc. mentioned hereinabove.

I further report that compliance of applicable financial laws including Direct and Indirect Tax laws by the Company has not been reviewed in the Audit since the same has been subject to review by the Statutory Auditors and other designated professionals.

I further report that the Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. There was no change in the composition of the Board of Directors during the period under review, other than those mentioned in the Director Report. Adequate notice is given to all directors to schedule the Board Meetings and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting. Since Minutes books is not updated, hence we cannot comment whether majority decision is carried through while the dissenting members' views are captured and recorded as part of the minutes.

I further report that:

There are adequate systems and processes in the company commensurate with the size and operations of the company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

For JAYMIN MODI & CO.
Practicing Company Secretaries
ACS No:A44248
C P No. 16948

CS Jaymin Modi
Proprietor
UDIN: A044248B001315485

Date: 26.11.2020
Place: Mumbai

ANNEXURE - A TO SECRETARIAL AUDIT REPORT

To,

The Members,
MISQUITA ENGINEERING LIMITED
182/1, Vaiginim Vaddo, Nachinol, Aldona,
North Goa- 403508

Our Secretarial Audit Report dated **26th November, 2020** is to be read with this letter.

1. Maintenance of secretarial records is the responsibility of the management of the Company. Our responsibility is to make a report based on the secretarial records produced for our audit.
2. We have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. We believe that the processes and practices we followed provide a reasonable basis for our report.
3. We have not verified the correctness and appropriateness of financial records and books of accounts of the Company as it is taken care in the statutory audit.
4. We have obtained the Management's representation about the compliance of laws, rules and regulations and happening of events, wherever required.
5. Compliance with the provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of the management. Our examination was limited to the verification of procedures on test basis.
6. This Secretarial Audit report is neither an assurance as to the future viability of the Company nor of the efficacy or effectiveness with which the management has conducted the affairs of the Company.

For, JAYMIN MODI & CO.
Practicing Company Secretaries
ACS No:A44248
C P No. 16948

CS Jaymin Modi
Proprietor
UDIN: A044248B001315485

Date: 26.11.2020
Place: Mumbai

INDEPENDENT AUDITOR'S REPORT

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF MISQUITA ENGINEERING LIMITED

REPORT ON THE FINANCIAL STATEMENTS

We have audited the accompanying financial statements of Misquita Engineering Limited ('the Company'), which comprise the Balance Sheet as at 31st March 2020, the Statement of Profit and Loss and the statement of Cash Flows for the year then ended and a summary of significant accounting policies and other explanatory information.

OPINION

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Act in the manner so required and 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 31st March 2020, the profit and total income, changes in equity and its cash flows for the year ended on that date.

BASIS FOR OPINION

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

MANAGEMENT'S RESPONSIBILITY FOR THE FINANCIAL STATEMENTS

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation and presentation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness

of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

AUDITOR'S RESPONSIBILITY

Our objective are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion on these financial statements.

We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.

We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the Auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.

REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS

1. As required by sub-section 3 of Section 143 of the Act, we report that:
 - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
 - (b) In our opinion proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
 - (c) The Balance Sheet, the Statement of Profit and Loss and the Statement of Cash Flows dealt with by this Report are in agreement with the books of account;
 - (d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with relevant rule issued thereunder.
 - (e) On the basis of the written representations received from the directors as on 31st March 2020 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March 2020 from being appointed as a director in terms of Section 164 (2) of the Act;
 - (f) With respect to the adequacy of the internal financial controls over financial reporting of the company and the operating effectiveness of such controls, refer to our separate report in "ANNEXURE - A";
 - (g) with respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended:
-

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

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

- i. The Company did not have any pending litigations in its financial statements.
- ii. The Company did not have any long term contract including derivative contract which may lead to any foreseeable losses.
- iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.

2. As required by the Companies (Auditor's Report) Order, 2016 (" the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the "**ANNEXURE - B**" a statement on the matters specified in the Order, to the extent applicable.

For Gupta Agarwal & Associates

Chartered Accountants

Firm's Registration No: 329001E

Jay Shanker Gupta

Partner

Membership No: 059535

Date: July 25, 2020

Place: Kolkata

UDIN: 20059535AAADF5027

ANNEXURE-A

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 Misquita Engineering Limited (“the Company”) as of 31st March 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 (‘ICAI’). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company’s policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

AUDITORS’ RESPONSIBILITY

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 controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor’s judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the company’s internal financial controls 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 accordance with authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

INHERENT LIMITATIONS OF INTERNAL FINANCIAL CONTROLS OVER FINANCIAL REPORTING

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

OPINION

In our opinion, the company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March 2020, 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.

For Gupta Agarwal & Associates

Chartered Accountants

Firm's Registration No: 329001E

Jay Shanker Gupta

Partner

Membership No: 059535

Date: July 25, 2020

Place: Kolkata

UDIN: 20059535AAADF5027

ANNEXURE-B

AUDITORS REPORT AS PER THE COMPANIES (AUDITOR'S REPORT) ORDER 2016 ON THE FINANCIAL STATEMENTS:

1.	PROPERTY, PLANT & EQUIPMENT [Clause 3(i)]
	<ul style="list-style-type: none"> i. The Company maintains proper records showing full particulars including details of quantity and situation of the fixed assets. ii. The management has conducted physical verification of the fixed assets at reasonable intervals. iii. No material discrepancies were noticed on physical verification, and hence it has not been accounted for in the books of accounts.
2.	INVENTORY [Clause 3(ii)]
	<ul style="list-style-type: none"> i. The management has conducted physical verification of inventory at reasonable intervals and in our opinion, the coverage and procedure of such verification by the management is appropriate and no material discrepancies were noticed on physical verification.
3.	LOAN GIVEN BY COMPANY [Clause 3(iii)]
	The Company has not granted any loans, secured or unsecured to Companies, Firms or other parties listed in the register maintained pursuant to provision of section 189 of the Companies Act, 2013.
4.	LOAN TO DIRECTORS AND INVESTMENT BY COMPANY [Clause 3(iv)]
	In respect of loans, investments, guarantees and security the provisions of section 185 and 186 of the Companies Act, 2013 have been complied with.
5.	DEPOSITS [Clause 3(v)]
	According to the information and explanation given to us the Company has not accepted deposits from the public during the financial year under audit.
6.	COST RECORDS [Clause 3(vi)]
	In our opinion and according to information and explanation given to us, the Company maintains cost records under sub section (1) of section 148 of Companies Act, 2013 for its products as prescribed by Central Government.
7.	STATUTORY DUES [Clause 3(vii)]
	Following matters shall be reported for statutory dues and disputed for tax and duties.

	a)	The Company is regular in depositing undisputed statutory dues including provident fund, employees' state insurance, income-tax, goods and service tax, customs duty, cess and any other statutory dues have been regularly paid to the appropriate authorities, except an amount of Rs. 2,02,277/- which is TDS defaults.
	b)	According to the information and explanations given to us there are no dues of provident fund, employees' state insurance, income tax , goods and service tax, customs duty, cess and any other statutory dues which have not been deposited on account of any dispute.
8.	REPAYMENT DUES [Clause 3(viii)]	
	Based on our audit procedures and as per the information & explanations given by the management, we are of the opinion the Company has not defaulted in repayment of loans or borrowing to a financial institution, bank, Government or dues to debenture holders.	
9.	UTILISATION OF INTIAL AND FURTHER PUBLIC OFFER [Clause 3(ix)]	
	In our opinion and according to information and explanations given to us, the Company has raised Rs. 119.88 lacs by way of initial public offer during the financial year 2019-20 and the company has utilized the amount for debt repayment, increase in working capital and meeting the issue expenses.	
10.	FRAUD [Clause 3(x)]	
	No fraud has been noticed or reported on or by the Company during the year.	
11.	APPROVAL OF MANAGERIAL REMUNERATION [Clause 3(xi)]	
	The managerial remuneration has been paid or provided during the year in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Companies Act.	
12.	NIDHI COMPANY [Clause 3(xii)]	
	In our opinion, and according to information and explanations given to us, clause (xii) of para 3 to Companies (Auditor's Report) Order, 2016 w.r.t. Nidhi Company is not applicable to Company.	
13.	RELATED PARTY TRANSACTION [Clause 3(xiii)]	
	In our opinion all transactions with the related parties are in compliance with sections 177 and 188 of Companies Act, 2013 where applicable and the details have been disclosed in the Financial Statements etc., as required by the applicable accounting standards.	
14.	PRIVATE PLACEMENT AND PREFERENTIAL ISSUES [Clause 3(xiv)]	

	The Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year.
15.	NON-CASH TRANSACTION [Clause 3(xv)]
	The Company has not entered into any non-cash transactions with directors.
16.	REGISTER WITH RBI ACT, 1934 [Clause 3(xvi)]
	The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

For Gupta Agarwal & Associates

Chartered Accountants

Firm's Registration No: 329001E

Jay Shanker Gupta

Partner

Membership No: 059535

Date: July 25, 2020

Place: Kolkata

UDIN: 20059535AAADF5027

BALANCE SHEET AS ON 31st MARCH, 2020

MISQUITA ENGINEERING LIMITED Balance Sheet as on 31st March,2020

Particulars		Note No.	As at	As at
			31st March, 2020	31st March, 2019
I. EQUITY AND LIABILITIES				
1. Shareholders' Fund				
(a)	Share Capital	2	2,69,40,000	2,25,00,000
(b)	Reserves & Surplus	3	2,52,67,186	1,61,15,029
2. Non Current Liabilities				
(a)	Long Term Borrowings	4	93,44,760	1,77,98,597
3. Current Liabilities				
(a)	Short Term Borrowings	5	45,90,085	1,05,11,938
(b)	Trade Payables	6	49,09,522	97,80,451
(c)	Other Current Liabilities	7	33,98,518	32,74,109
(d)	Short Term Provisions	8	3,23,952	50,000
TOTAL			7,47,74,022	8,00,30,124
II. ASSETS				
1. Non Current Assets				
(a)	Fixed Assets			
	(i) Tangible Assets	9	59,46,059	77,76,903
	(ii) Capital Work-in-Progress	9	92,72,941	58,38,668
(b)	Non Current Investments			
	Deferred Tax Assets (Net)	10	5,55,537	4,37,503
2 Current Assets				
(a)	Current Investments	11	3,48,06,593	1,99,75,062
(b)	Inventories	12	1,64,24,672	99,89,820
(c)	Trade Receivables	13	57,78,670	1,06,44,647
(d)	Cash and Cash Equivalents	14	1,63,636	2,61,550
(e)	Short Term Loans and Advances	15	16,42,911	2,51,02,391
(f)	Other Current Assets	16	1,83,003	3,580
TOTAL			7,47,74,022	8,00,30,124

For Gupta Agarwal & Associates
Chartered Accountants
FRN: 329001E

For and on behalf of the Board

Jay Shanker Gupta
Partner
Mem No: 059535

Thomas Constance Avinash Misquita
Managing Director
DIN: 00060846

Silvia Misquita
Whole time Director
DIN: 00060946

Place:Kolkata
Date:25.07.2020

Gail Lucia Misquita
Chief Financial Officer

Bhawini Surana
Company Secretary

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31.03.2020

MISQUITA ENIGNEERING LIMITED (Statement of Profit and Loss for the Year ended 31.03.2020)

Particulars		Note No.	As at	
			31st March, 2019	31st March, 2019
I.	Revenue from Operations	17	6,51,12,436	7,20,28,943
II.	Other Income	18	38,16,106	40,40,650
III.	Total Revenue		6,89,28,542	7,60,69,594
	Expenses :			
	Cost of Material Consumed	19	4,63,39,384	6,39,94,917
	Change in Inventories of Finished Goods	20	6,26,874	(71,65,978)
	Employee Benefits Expenses	21	75,86,326	59,03,771
	Finance Cost	22	19,73,684	31,70,753
	Depreciation & Amortisation Expenses	23	18,30,844	24,86,208
	Other Expenses	24	40,42,718	28,89,701
IV.	Total Expenses		6,23,99,830	7,12,79,371
V.	Profit before exceptional and extraordinary items and tax (III - IV)		65,28,712	47,90,222
VI.	Exceptional items		-	-
VII.	Profit before extraordinary items and tax (V - VI)		65,28,712	47,90,222
VIII.	Extraordinary items		-	-
IX.	Profit before tax (VII - VIII)		65,28,712	47,90,222
X.	Tax Expense			
	(1) Current Tax		16,41,780	9,89,250
	(2) Earlier Years Tax		2,12,139	-
	(3) Deferred tax		(1,18,034)	(2,24,833)
	(4) MAT Credit Entitlement		-	1,17,439
XI.	Profit / (Loss) for the Period (IX - X)		47,92,827	39,08,366
XII.	Earing per equity share	25		
	(1) Basic		1.94	1.74
	(2) Diluted		1.94	1.74

For Gupta Agarwal & Associates
Chartered Accountants
FRN: 329001E

For and on behalf of the Board

Jay Shanker Gupta
Partner
Mem No: 059535

Thomas Constance Avinash Misquita
Managing Director
DIN: 00060846

Silvia Misquita
Whole time Director
DIN: 00060946

Place:Kolkata
Date:25.07.2020

Gail Lucia Misquita
Chief Financial Officer

Bhawini Surana
Company Secretary

CASH FLOW STATEMENT FOR THE YEAR ENDED ON 31st MARCH, 2020.

MISQUITA ENGINEERING LIMITED (Cash Flow Statement For The Year Ended On 31ST March, 2020.)

	PARTICULARS		FIGURES AS AT THE END OF 31ST MARCH, 2020	FIGURES AS AT THE END OF 31ST MARCH, 2019
A	<u>Cash Flow from Operating Activities :</u>			
	Net Profit/(Loss) before tax		65,28,712	47,90,222
	Adjustments for:			
	Finance Cost		19,73,684	31,70,753
	Depreciation		18,30,844	24,86,208
	Interest Income		(3,58,191)	(3,20,989)
	Rental Income		(1,90,793)	-
	Adjustment of Prior Period items		-	(7,55,833)
	Operating Profit before working capital changes		97,84,256	93,70,361
	Adjustments for:			
	(Increase) / Decrease in Current Investments		(1,48,31,532)	1,96,87,377
	(Increase) / Decrease in Inventories		(64,34,852)	(42,02,773)
	(Increase) / Decrease in Trade Receivable		48,65,977	(47,20,773)
	(Increase) / Decrease in Short Term Loans & Advances		2,32,42,600	(1,19,38,291)
	(Increase) / Decrease in Other Current Assets		(1,79,423)	(3,580)
	Increase / (Decrease) in Short Term Borrowings		(59,21,854)	10,90,285
	Increase / (Decrease) in Trade Payables		(48,70,929)	(33,14,832)
	Increase / (Decrease) in Other Current Liabilities		1,24,408	9,44,275
	Increase / (Decrease) in Provisions		2,73,952	50,000
	Net adjustments		(37,31,653)	(24,08,313)
	Operating Profit after working capital changes		60,52,603	69,62,048
	Less: Income Tax Paid		16,37,037	12,04,741
	Net Cash from/ (used in) Operating Activities	(A)	44,15,566	57,57,307
B	<u>Cash Flow from Investing Activities :</u>			
	(Purchase) / Sale of Fixed Assets & W-I-P		(34,34,273)	(58,38,121)
	Interest Income		3,58,191	3,20,989
	Rental Income		1,90,793	-

	Net Cash from/ (used in) Investing Activities	(B)	(28,85,289)	(55,17,132)
C	<u>Cash Flow from Financing Activities :</u>			
	Increase / (Decrease) in Long Term Borrowings		(84,53,837)	31,37,794
	Proceeds from Issue of shares		87,99,330	(1,00,000)
	Finance Cost paid		(19,73,684)	(31,70,753)
	Net Cash from/ (used in) Financing Activities	(C)	(16,28,191)	(1,32,958)
	Net Increase/ (Decrease) in Cash & Cash Equivalents	(A+B+C)	(97,914)	1,07,217
	Cash & Cash Equivalents as at the beginning of the year		2,61,550	1,54,333
	Cash & Cash Equivalents as at the end of the year		1,63,636	2,61,550

For Gupta Agarwal & Associates
Chartered Accountants
FRN: 329001E

For and on behalf of the Board

Jay Shanker Gupta
Partner
Mem No: 059535

Thomas Constance Avinash Misquita
Managing Director
DIN: 00060846

Silvia Misquita
Whole time Director
DIN: 00060946

Place:Kolkata
Date:25.07.2020

Gail Lucia Misquita
Chief Financial Officer

Bhawini Surana
Company Secretary

NOTES FORMING PART OF FINANCIAL STATEMENTS

1. SIGNIFICANT ACCOUNTING POLICIES

(A) Corporate Information:

The Company was originally incorporated on March 24, 1998 vide Certificate of Incorporation bearing Registration Number 24-02537 issued by the Registrar of Companies, Goa, Daman & Diu. The company changed its name to MISQUITA ENGINEERING LIMITED with approval of Central Government and ROC dated October 18, 2017. During the F.Y. 2019-20 The Company made public issue and it's listed on BSE SME segment. The Company is engaged in supplying major component and job workers to manufacturing industries of front loading washing machines. Since inception the Company has shown increasing trend in the revenues by endeavouring to reach consumers at large by providing quality products.

(B) Basis of Preparation:

The financial statements of the Company have been prepared in accordance with generally accepted accounting principles in India (Indian GAAP). The Company has prepared these financial statements to comply in all material respects with the accounting standards notified under section 133 of the Companies Act 2013, read together with paragraph 7 of the Companies (Accounts) Rules, 2014. The financial statements have been prepared on an accrual basis and under the historical cost convention. The accounting policies have been consistently applied except where specifically stated in financial statement and notes to accounts of the non-conformity with the relevant Accounting Standard.

(C) Significant Accounting Policies:

(a) Use of Estimates:

The preparation of financial statements in conformity with Indian GAAP requires management to make judgments, estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities at the end of the reporting period and the reported amounts of revenue and expenses during the reported period. Although these estimates are based on management's best knowledge of current events and actions, uncertainty about these assumptions and estimates could result in the outcomes requiring a material adjustment to the Carrying amounts of Assets or Liabilities in future periods.

(b) Property, Plant and equipment:

Property, Plant and Equipment are stated at cost of acquisition or construction less accumulated depreciation and impairment loss, if any. The cost of an asset comprises of its purchase price and any directly attributable cost of bringing the assets to working condition for its intended use. Expenditure on additions, improvements and renewals is capitalized and expenditure for maintenance and repairs is charged to profit and loss account.

Depreciation is provided on Written Down value basis based on life assigned to each asset in accordance with Schedule II of the Act or as per life estimated by the Management.

(c) Revenue Recognition:

Revenue is recognized when it is earned and no significant uncertainty exists as to its realization or collection. Revenue from sale of goods or services are recognized on delivery of the products or services, when all significant contractual obligations have been satisfied, the property in the goods is transferred for price, significant risk and rewards of ownership are transferred to the customers and no effective ownership is retained.

In the financial statement, revenue from operation does not include Indirect taxes like sales tax and/or Goods & service tax.

(d) Investments:

Investments, which are readily realizable and intended to be held for not more than one year from the date on which such investments are made, are classified as current investments. All other investments are classified as long-term investments.

On initial recognition, all investments are measured at cost. The cost comprises price and directly attributable acquisition charges such as brokerage, fees and duties.

Current investments are carried in the financial statements at lower of cost and fair value determined on an individual investment basis. Long term investments are carried at cost. However, provision for diminution in value is made to recognize a decline other than temporary in the value of Investments.

On disposal of investment, the difference between its carrying amount and net disposal proceeds are charged or credited to the statement of profit and loss.

(e) Inventories:

Inventory of Finished goods are valued at lower of cost and net realizable value. Cost is determined on FIFO basis.

Net realizable value is the estimated selling price in the ordinary course of business, less estimated costs of completion and estimated costs necessary to make the sale.

The company is in non-compliance of Accounting Standard – 2 – Valuation of Inventories, to the extent of provision of valuation of Inventory of Raw material and W-I-P at cost instead of valuation at lower of cost and net realizable value as the raw material is client specific i.e. ordered as per client requirement and is used as purchased, as such the data related to net realizable value of Raw material and W-I-P are not available to the company.. The effect of the non-compliance is not quantifiable hence It is not possible for us to quantify the financial effects for the same.

(f) Employee Benefits:

Retirement benefit in the form of provident fund is a defined contribution scheme. The contribution to the provident fund is charged to the statement of profit and loss for the year when an employee renders the related services.

(g) Taxation:

Tax expenses comprises of current and deferred tax. Current income tax is measured at the amount expected to be paid to the Tax Authorities in accordance with the Income Tax Act'1961 enacted or substantively enacted at the reporting date.

Deferred Tax Assets or Deferred Tax Liability is recognized on timing difference being the difference between taxable incomes and accounting income. Deferred Tax Assets or Deferred Tax Liability is measured using the tax rates and tax laws that have been enacted or substantively enacted at the Balance Sheet date. Deferred Tax Assets arising from timing differences are recognized to the extent there is a reasonable certainty that the assets can be realized in future.

(h) Borrowing Cost:

Borrowing Cost includes interest and amortization of ancillary costs incurred in connection with the arrangement of borrowings. Borrowing costs directly attributable to the acquisition, construction or production of an asset that necessarily takes a substantial period of time to get ready for its intended use or sale are capitalized as part of the cost of the respective asset. All other borrowing costs are expensed in the period they occur.

(i) Segment Reporting:

The Company is engaged in supplying major component and job workers to manufacturing industries of front-loading washing machines. Considering the nature of Business and Financial Reporting of the Company, the Company is operating in only one Segment. Hence segment reporting is not applicable.

(j) Provisions and Contingent Liabilities:

A provision is recognized when the company has a present obligation as a result of past event; it is probable that an outflow of resources will be required to settle the obligation, in respect of which a reliable estimate can be made. Provisions are not discounted to its present value and are determined based on best estimate required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates.

Contingent Liabilities are not recognized but are disclosed in the notes. Contingent Assets are neither recognized nor disclosed in the financial statements.

(k) Earnings per share:

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

NOTES TO ACCOUNTS

MISQUITA ENGINEERING LIMITED (NOTES TO ACCOUNTS)

2. SHARE CAPITAL		
PARTICULARS	As at March 31, 2020	As at March 31, 2019
(a) Authorised		
30,00,000/- Equity shares of Rs. 10 each	3,00,00,000	3,00,00,000
(b) Issued, Subscribed and Fully Paid up Capital		
22,50,000/- Equity shares of Rs. 10 each	-	2,25,00,000
26,94,000/- Equity shares of Rs. 10 each	2,69,40,000	
Total	2,69,40,000	2,25,00,000
a. Reconciliation of Shares outstanding at the beginning and at the end of the Period		
PARTICULARS	As at March 31, 2020	As at March 31, 2019
Outstanding at the beginning of the period	22,50,000	22,50,000
Issued during the year through IPO	4,44,000	-
Bonus Issued during the year	-	-
Outstanding at the end of the Period	26,94,000	22,50,000

Note:

i. During the F.Y. 2019-20 The company has made public issue of upto 716000 Equity shares of Face value of Rs. 10 each at a price of Rs. 27 per share including a share premium of Rs. 17 per share aggregating to Rs. 193.32 lacs. The issue comprising of a Fresh issue of 444000 Equity shares and Offer for sale of upto 272000 Equity shares by the promoter selling shareholder.

The company allotted 444000 Equity shares on IPO on 30th September, 2019.

b. Terms/rights attached to equity shares:-

i. The company has only one class of Equity Shares having par value of Rs. 10.00 per share. Each holder of Equity shares was entitled to one vote per share.

ii In the event of Liquidation of the company, the holders of equity shares shall be entitled to receive the remaining assets of the Company. The amount distributed will be in proportion to the number of equity shares held by the shareholders.

c. Details of Shareholders holding more than 5% shares in the company (In terms of No. of Shares Holding):				
Particulars	As at March 31, 2020		As at March 31, 2019	
	No of Shares	% Holding	No of Shares	% Holding
Thomas Constance Avinash Misquita	12,77,900	47.44	15,49,700	68.88
Gail Lucia Misquita	3,00,000	11.14	3,00,000	13.33
Total	15,77,900	58.57	18,49,700	82.21

3. RESERVES AND SURPLUS		
Particulars	As at March 31, 2020	As at March 31, 2019
A) Surplus in Profit and Loss account		
Opening Balance	1,18,40,029	81,68,547
Add: Profit/(Loss) for the year	47,92,827	39,08,366
Add: Adjustment in relation to prior period items of Deferred Tax Assets	-	2,12,670
(Refer Note 1. Below)		
Less: Adjustment in relation to prior period items of Dividend Income	-	7,58,128
(Refer Note 2. Below)		
Add: Adjustment in relation to prior period items of MAT Credit	-	1,17,439
(Refer Note 3. Below)		
Add: Adjustment in relation to prior period items of Earlier years Taxes	-	1,88,840
(Refer Note 4. Below)		
Add: Adjustment in relation to Fixed Assets	-	2,295
(Refer Note 5. Below)		
Total (A)	1,66,32,856	1,18,40,029
B) Securities premium account		
Opening Balance	42,75,000	43,75,000
Add: Premium Received through IPO	75,48,000	-
Less: IPO Expenses	31,88,670	1,00,000
Total (B)	86,34,330	42,75,000
Total (A+B)	2,52,67,186	1,61,15,029

Notes:

- Deferred Tax Assets for previous years i.e. FY 2016-17 & FY 2017-18 were not accounted for in Financial Statements, the same has been adjusted from Surplus in Profit & Loss Account as prior period items.
- Long Term Capital Gain of FY 2018-19 includes figure of Rs. 7,58,128.44/- which was wrongly taken as dividend on Mutual Fund in FY 2017-18 and the same has been adjusted from Surplus in Profit & Loss Account as prior period items.
- In FY 2017-18 tax was required to be paid as per Minimum Alternate Tax (MAT) and hence MAT Credit was available of Rs. 1,17,439/- and the same has been adjusted from Surplus in Profit & Loss Account as prior period items.
- Excess taxes has been paid in FY 2016-17 & FY 2017-18 and hence the same has been adjusted from Surplus in Profit & Loss Account as prior period items (i.e. earlier years taxes).
- Fixed Assets has been adjusted to arrive at correct value as per Companies Act, 2013 and the same has been adjusted from Surplus in Profit & Loss Account as prior period items.

4. LONG TERM BORROWINGS		
Particulars	As at March 31, 2020	As at March 31, 2019
Secured:		
Term Loans From Banks	98,64,890	1,91,70,042
Less : Amount of current maturities as disclosed under the head "Other current liabilities"	(5,20,130)	(13,71,446)
Unsecured:		
Loan From Directors	-	-
Total	93,44,760	1,77,98,597

Notes:

1. Loan A/c no. 621132017, is a secured loan under Fixed First Non Housing Loan Scheme, Sanctioned amount is Rs. 50,00,000/-, repayable in 180 monthly installments of Rs. 54,841/- each. This loan shall be secured by an extension of mortgage on the property financed by HDFC vide loan account no 621127761, 621132880 and 621137950.
2. Loan A/c no. 621132880, is a secured loan under Fixed First Non Housing Loan Scheme, Sanctioned amount is Rs. 45,67,000/-, repayable in 180 monthly installments of Rs. 53,352/- each. This loan shall be secured by an extension of mortgage on the property financed by HDFC vide loan account no 621127761, 621132017 and 621137950.
3. Loan for Ignis car Loan, is a secured vehicle loan for purchase of 4 wheeler - New Nexa Ignis 1.2 , Sanctioned amount is Rs. 7,26,000/-, repayable in 60 monthly installments of Rs. 14,983/- each. This loan is secured by hypothecation of 4 wheeler - New Nexa Ignis 1.2 financed by Citizen Co-operative Bank.

5. SHORT TERM BORROWINGS		
Particulars	As at March 31, 2020	As at March 31, 2019
Secured:		
Working Capital Loan from Bank	45,87,479	1,04,58,717
Unsecured:		
Loans Repayable on Demand		
From Credit Card	2,606	14,404
From Directors (Thomas Constance Avinash Misquita)	-	38,818
Total	45,90,085	1,05,11,938

Notes:

1. Cash Credit Working Capital Loan availed from HDFC Bank, sanctioned amount Rs. 1,00,00,000/- with rate of interest 9.6% p.a and secured with hypothecation of Plant & Machinery, Stock and Debtors Collateral & Personal Guarantee of Thomas Constance Avinash Misquita, Gail Lucia Misquita, Silvia Misquita & CGTMSE Guarantee.
2. Overdraft facility availed from HDFC Bank, sanctioned amount Rs. 7,20,000/- with rate of interest 9.26% p.a and secured with lien on Fixed Deposit payable on demand.

6. TRADE PAYABLES		
Particulars	As at March 31, 2020	As at March 31, 2019
Total Outstanding:		
From Micro, Small and Medium Enterprises	-	22,326
From Other Than Micro, Small and Medium Enterprises	49,09,522	97,58,124
Total	49,09,522	97,80,451

Notes:

1. Trade Payables as on March 31, 2020 has been taken as certified by the management of the company, balances are subjected to party confirmations
2. Segregation of trade payables as due to MSME and Other than MSME are certified by management.

7. OTHER CURRENT LIABILITIES		
Particulars	As at March 31, 2020	As at March 31, 2019
Other Payables		
Statutory Dues	2,70,591	4,66,444
GST Payables	11,04,897	7,29,034
Current Maturities of Long Term Debt	5,20,130	13,71,446
Expenses Payable	12,91,068	7,07,185
Payable to share broker	2,11,832	-
Total	33,98,518	32,74,109

Notes:

1. In the F.Y. 2018-19, The company has taken GST Input (IN GST Payables) on Advance for Office and on construction material of Rs. 4.79 lacs & 4.15 lacs respectively which are ineligible ITC, the same has been restated

8. SHORT TERM PROVISIONS		
Particulars	As at March 31, 2020	As at March 31, 2019
Short- Term Provisions		
Provision for Audit Fees	50,000	50,000
Provision for Gratuity	2,73,952	-
Total	3,23,952	50,000

9. FIXED ASSETS		
Particulars	As at March 31, 2020	As at March 31, 2019
Tangible Assets	59,46,059	77,76,903
Capital Work-in- Progress	92,72,941	58,38,668
Total	1,52,19,000	1,36,15,571

NOTES:

Block of Assets	Gross Block				Depreciation				Net Block		
	As on	Addition	Adjusted with	Deletion	As on	Opening	During the Year	Adjustment	Closing	As on	As on
	01.04.2019	During the year	Retained Earnings	During the year	31.03.2020	01.04.2019		During the year	31.03.2020	31.03.2020	31.03.2019
TANGIBLE ASSETS											
Building	16,24,751.00	-	-	-	16,24,751.00	11,83,428.00	41,623.00	-	12,25,051.00	3,99,700.00	4,41,323.00
Furniture	72,188.00	-	-	-	72,188.00	70,036.00	1,462.00	-	71,498.00	690.00	2,152.00
Motor Car	62,34,774.00	-	-	-	62,34,774.00	31,93,419.00	9,49,815.00	-	41,43,234.00	20,91,540.00	30,41,355.00
Motor Bike	76,394.00	-	-	-	76,394.00	65,927.00	3,000.00	-	68,927.00	7,467.00	10,467.00
Office Equip	2,63,189.00	-	-	-	2,63,189.00	2,28,504.00	20,130.00	-	2,48,634.00	14,555.00	34,685.00
Computer	1,94,679.00	-	-	-	1,94,679.00	1,80,663.00	12,902.00	-	1,93,565.00	1,114.00	14,016.00
Ele. Installation	2,66,381.00	-	-	-	2,66,381.00	1,86,438.00	21,356.00	-	2,07,794.00	58,587.00	79,943.00
P & M	1,00,79,124.00	-	-	-	1,00,79,124.00	59,26,162.00	7,80,556.00	-	67,06,718.00	33,72,406.00	41,52,962.00
Total Tangible Assets	1,88,11,480.00	-	-	-	1,88,11,480.00	1,10,34,577.00	18,30,844.00	-	1,28,65,421.00	59,46,059.00	77,76,903.00
Grand Total	1,88,11,480.00	-	-	-	1,88,11,480.00	1,10,34,577.00	18,30,844.00	-	1,28,65,421.00	59,46,059.00	77,76,903.00

10. DEFERRED TAX ASSETS/LIABILITIES

Particulars	As at March 31, 2020	As at March 31, 2019
Opening Balance of (DTA) / DTL	4,37,503	-
Add: Prior Period Deferred Tax Adjustment	-	2,12,670
Add: Provision for the Year	1,18,034	2,24,833
Closing Balance of (DTA) / DTL	5,55,537	4,37,503

11. CURRENT INVESTMENTS

PARTICULARS	As at March 31, 2020	As at March 31, 2019
Fixed Deposits with Bank	38,74,538	36,11,495
Investment in Property	1,27,94,540	-
Investment in Quoted Shares & Mutual Funds	1,81,37,515	1,63,63,567

Total	3,48,06,593	1,99,75,062
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12. INVENTORIES		
PARTICULARS	As at March 31, 2020	As at March 31, 2019
Finished Goods (Valued at lower of Cost or NRV unless otherwise stated)	82,05,873	88,32,746.38
Raw Material (Valued at Cost unless otherwise stated)	4,96,063	6,19,674.17
Work In Process (Valued at Cost unless otherwise stated)	77,22,736	5,37,399.70
Total	1,64,24,672	99,89,820.25

Notes:

- Value of Inventories as on March 31, 2020 and 2020 have been taken as certified by the management of the company. The company valued its Raw material and W-I-P at cost as certified by the management of the company

13. TRADE RECEIVABLES		
PARTICULARS	As at March 31, 2020	As at March 31, 2019
Unsecured, Considered good outstanding for a period less than six months		
From Directors /Promoters / Promoter Group / Associates / Relatives of Directors / Group Companies.	-	-
Others	57,78,670	1,06,44,647
Unsecured, Considered good outstanding for a period more than six months		
From Directors /Promoters / Promoter Group / Associates / Relatives of Directors / Group Companies.	-	-
Others	-	-
Total	57,78,670	1,06,44,647

Notes:

- Trade Receivables as on March 31, 2020 has been taken as certified by the management of the company. Balances of Trade Receivables are subjected to balance confirmations.
- As per the view of the management of the company there is no doubtful debt and hence provision for doubtful debts have not been made.

14. CASH & CASH EQUIVALENTS		
PARTICULARS	As at March 31, 2020	As at March 31, 2019
Cash in Hand (As Certified by Management)	1,45,656	1,85,511
Balances with Banks		
-In Current Accounts	17,981	76,039
Total	1,63,636	2,61,550

15. SHORT TERM LOANS AND ADVANCES		
PARTICULARS	As at March 31, 2020	As at March 31, 2019
Loans & Advances		
Sales Tax Security Deposits	2,500	2,500
Advance of Office Premises	3,72,293	1,26,15,865
Advanced to Sundry Creditors	1,49,555	84,387
Advance for shares and securities	16,676	1,12,74,192
Security Deposit with BSE	1,93,320	-
Balances with Government Authorities		
Unsecured considered good		
Goods and Service Tax	-	-
Advance Tax (Net of Provision for Income Tax)	8,48,494	9,64,564
Tax Deducted at Source & Tax Collected at Source (Net of Provision for Income Tax)	60,073	1,60,884
Total	16,42,911	2,51,02,391

16. OTHER CURRENT ASSETS		
PARTICULARS	As at March 31, 2020	As at March 31, 2019
Interest Accrued but not Due	11,289	3,580
Accrued Rent	1,71,714	
Total	1,83,003	3,580

17. REVENUE FROM OPERATIONS		
PARTICULARS	For the year ending on 31.03.2020	For the year ending on 31.03.2019
Turnover from Sale of Product (Net of Taxes)		
Manufactured Products	6,51,12,436	7,16,30,396
Turnover from Sale of Services		
Job Work	-	3,98,547
Total	6,51,12,436	7,20,28,943

Notes:

1. Sales are accounted excluding sales tax / VAT/GST and other taxes and duties.

18. OTHER INCOME		
PARTICULARS	For the year ending on 31.03.2020	For the year ending on 31.03.2019
Related and Recurring Income:		
Discount Received	2,22,504	55,955
Interest Income:-		
Interest on Bank Deposits	3,58,191	3,20,989
Other Non-Operating Income:		
Dividend Income	7,72,051	1,25,544
Long term Capital Gain	(58,911)	32,17,325
Short term Capital Gain	1,21,696	2,54,659
Interest on Income Tax Refund	48,900	-
Reversal of Interest on TDS	1,21,390	-
Reimbursement of IPO Expenses	20,14,681	-
Rental Income	1,90,793	-
Speculation Gain	24,812	66,178
Total	38,16,106	40,40,650

19. COST OF MATERIAL CONSUMED		
PARTICULARS	For the year ending on 31.03.2020	For the year ending on 31.03.2019
Opening Stock Of Raw Materials	6,19,674	32,56,590
Opening Stock Of Work In Progress	5,37,400	8,63,688
Purchases	5,05,30,449	5,68,31,448
Add :- Direct Expenses		
Consumables	12,93,161	19,45,628
Custom Duty	35,001	58,709
Job Work Charges	11,96,838	15,81,082
Electricity Charges	3,01,320	5,38,668
Freight Inward	44,340	76,176
Less: -		
Closing Stock of Raw Materials	4,96,063	6,19,674
Closing Stock of Work in Progress	77,22,736	5,37,400
Total	4,63,39,384	6,39,94,917

20. CHANGES IN INVENTORIES OF FINISHED GOODS

PARTICULARS	For the year ending on 31.03.2020	For the year ending on 31.03.2019
Opening Stock of Finished Goods	88,32,746	16,66,769
Closing Stock of Finished Goods	82,05,873	88,32,746
Changes in Inventories of Finished Goods	6,26,874	(71,65,977.86)

21. EMPLOYEE BENEFIT EXPENSES

PARTICULARS	For the year ending on 31.03.2020	For the year ending on 31.03.2019
Directors Remuneration	36,28,080	33,90,348
Directors Sitting Fees	60,000	-
Salaries , Wages & Bonus	32,21,205	20,90,806
Staff Welfare Expenses	1,00,879	42,712
Provision for gratuity	2,73,952	-
Contribution to Fund	3,02,210	3,79,905
Total	75,86,326	59,03,771

22. FINANCE COSTS

PARTICULARS	For the year ending on 31.03.2020	For the year ending on 31.03.2019
Interest on Bank Loans	16,40,763	27,65,289
Bank Charges	31,253	2,42,446
CGTMSE Fees	3,01,668	1,63,018
Total	19,73,684	31,70,753

23. DEPRECIATION AND AMORTISATION EXPENSES

PARTICULARS	For the year ending on 31.03.2020	For the year ending on 31.03.2019
Depreciation	18,30,844	24,86,208
Total	18,30,844	24,86,208

24. OTHER EXPENSES

PARTICULARS	For the year ending on 31.03.2020	For the year ending on 31.03.2019
Audit Fees	50,000	50,000

Advertisement and Business Promotion Expenses	2,98,114	3,03,281
Books & Periodicals Expenses	-	3,588
Conveyance Expenses	76,196	2,07,334
Demat Charges	26,834	23,191
Depository Expenses	21,937	-
Entertainment Expense	33,733	52,680
Freight Outward	2,95,050	5,12,600
Housekeeping Charges	-	11,534
Interest & Penalty on Income Tax & TDS	-	3,47,635
Insurance Charges	1,49,274	1,10,880
Legal & Professional Charges	3,30,300	2,28,029
Market Research Services	-	1,20,000
Material Testing Charges	-	9,907
Offer for Sale Expenses	20,14,681	-
Postage and Telephone Expenses	45,446	56,759
Printing & Stationery	1,09,018	2,33,672
Rates & Taxes	-	-
Repairs & Maintenance	3,94,877	4,88,597
Rejection of Stock Item	-	7,371
ROC Fees	1,05,900	18,200
RTA Fees	18,000	-
Software Expenses	-	10,900
Scrap	-	2,842
Trade Discount	-	15,513
Transportation Charges	2,597	9,379
Travelling Expenses	16,504	15,102
Water Charges	14,512	10,633
Other Expenses	39,746	40,073
Total	40,42,718	28,89,701

25. EARNING PER SHARE (EPS)

PARTICULARS	For the year ending on 31.03.2020	For the year ending on 31.03.2019
Details of Calculation of Basic and Diluted Earning Per Share:-		
Profit after tax as per Statement of Profit and Loss	47,92,827	39,08,366

Weighted average number of Equity Shares (Number)	24,72,608	22,50,000
Add: Dilutive Potential Equity Shares	-	-
Number of Equity Shares for Dilutive EPS	24,72,608	22,50,000
Nominal Value of Shares	10	10
Basic Earnings Per Share	1.94	1.74
Diluted Earnings Per Share	1.94	1.74

Note:

1. The calculation of Earnings Per Share (EPS) has been made in accordance with Accounting Standard - 20.

26. RELATED PARTIES TRANSACTIONS		
PARTICULARS	For the year ending on 31.03.2020	For the year ending on 31.03.2019
REVENUE ITEMS		
Remuneration to Directors	36,28,080	36,15,912
Remuneration to Company Secretary	1,77,360	28,000
Reimbursement of expenses related to offer for sale	20,14,681	-
NON REVENUE ITEMS		
Loan Taken	-	2,07,086
Loan Repaid	-	4,92,600
Total	58,20,121	43,43,598

Year Wise RPT transactions bifurcated amongst name of related parties		
PARTICULARS	For the year ending on 31.03.2020	For the year ending on 31.03.2019
Thomas Constance Avinash Misquita		
Remuneration	18,09,360	18,05,304
Loan Taken	-	2,07,086
Loan Repaid	-	4,92,600
Reimbursement of expenses related to offer for sale	20,14,681	-
Gail Lucia Misquita		
Remuneration	9,09,360	9,05,304
Silvia Misquita		
Remuneration	9,09,360	9,05,304
Desiderio Misquita		

Remuneration	-	-
Bonus	-	-
Bhawini Surana (Company Secretary)		
Remuneration	1,77,360	28,000

ATTENDANCE SLIP

22nd ANNUAL GENERAL MEETING ON 18th DECEMBER, 2020

Name and Address of Shareholder	Folio No.
No. of Shares	Client ID

I hereby record my presence at the 22nd Annual General Meeting of the Company at Dina Hall, Hotel Miramar, Caranzalem, Ilhas, Goa - 403002, on Friday, 18th December, 2020 at 5:00 PM IST.

Signature of the Shareholder or Proxy

Email Address:

Note: Please fill up this attendance slip and hand it over at the entrance of the meeting hall. Members are requested to bring their copies of the Annual Report at the meeting.

FORM NO. MGT-11 (PROXY FORM)

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

Name of the Member(s):	
Registered address:	
E-mail Id:	
Folio No. /Client Id & DP. Id:	

I/We.....being a member / members holding..... shares of MISQUITA ENGINEERING LIMITED hereby appoint:

1	Name:	Address:
	Email ID:	Signature:
2	Name:	Address:
	Email ID:	Signature:
3	Name:	Address:
	Email ID:	Signature:

as my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the Annual General Meeting of the company, to be held on Friday, 18th December, 2020 at 5:00 PM IST at Dina Hall, Hotel Miramar, Caranzalem, Ilhas , Goa - 403002 **and** at any adjournment thereof in respect of such resolutions as are indicated below:

ResoNo.	Resolution	No. of Equity Share(s) held	I/We assent to the resolution (For)*	I/We dissent to the resolution (Against)*
Ordinary Businesses				
1.	To Receive, Consider and Adopt the Profit and Loss Account of the Company for the year ended 31 st March, 2020 and Balance Sheet as at that date, Cash Flow statement for the year ended 31 st March, 2020 and Report of the Directors and Auditors thereon.			
2.	To appoint a Director in place of Mr. Thomas Constance Avinash Misquita who retires by rotation at the ensuing Annual General Meeting and being eligible, offers himself for re-appointment.			
3.	To appoint a Director in place of Ms. Gail Lucia Misquitawho retires by rotation at the ensuing Annual General Meeting and being eligible, offers herself for re-appointment.			
4.	To Consider and approve the Re-appointment of M/s Gupta Agarwal & Associates, Chartered Accountant, as Statutory Auditors of the Company and fix their remuneration.			
Special Businesses				
5.	To Consider And Approve Increase In Managerial Remuneration Ceiling Limit In Excess Of Limits Prescribed Under Section 197 Of The Companies Act, 2013.			
6	To Make Investments, Give Loans, Guarantee And Security In Excess Of The Limits Prescribed Under Section 186 Of The Companies Act, 2013.			
7	Regularisation Of Additional Director, Mr. Desiderio Misquita By Appointing Him As Whole Time Director Of The Company			

Signed this 18th day of December, 2020

Signature(s) of the Shareholder(s).....

Signature of Proxy Holder.....

Notes: This form of proxy in order to be effective should be duly completed and deposited at the Registered Office of the Company, not less than 48 hours before the commencement of the Meeting.

FORM NO. MGT -12 (BALLOT PAPER/POLLING PAPER)

Name(s) of Member(s) : (In BLOCK/CAPITAL LETTERS)	
Registered Address :	
DP ID / Client ID* or Registered Folio No :	
No. of equity shares held :	

***Applicable in case of Share held in electronic form**

I/We hereby exercise my/our vote in respect of the following resolution(s) as set out in the Notice of 22nd Annual General Meeting of Company scheduled to be held on Friday, 18th December, 2020 at 5:00 PM IST. at Dina Hall, Hotel Miramar, Caranzalem, Ilhas , Goa - 403002, which is proposed to be placed for consideration of members at the aforesaid Annual General Meeting of the Company, by conveying my/our assent and/or dissent to the said Resolution(s) in the relevant box as stated here in below:

ResoNo.	Resolution	No. of Equity Share(s) held	I/We assent to the resolution (For)*	I/We dissent to the resolution (Against)*
Ordinary Businesses				
1.	To Receive, Consider and Adopt the Profit and Loss Account of the Company for the year ended 31 st March, 2020 and Balance Sheet as at that date, Cash Flow statement for the year ended 31 st March, 2020 and Report of the Directors and Auditors thereon.			
2.	To appoint a Director in place of Mr. Thomas Constance Avinash Misquita who retires by rotation at the ensuing Annual General Meeting and being eligible, offers himself for re-appointment.			
3.	To appoint a Director in place of Ms. Gail Lucia Misquitawho retires by rotation at the ensuing Annual General Meeting and being eligible, offers herself for re-appointment.			
4.	To Consider and approve the Re-appointment of M/s Gupta Agarwal & Associates, Chartered Accountant, as Statutory Auditors of the Company and fix their remuneration.			
Special Businesses				
5.	To Consider And Approve Increase In Managerial Remuneration Ceiling Limit In Excess Of Limits Prescribed Under Section 197 Of The Companies Act, 2013.			
6	To Make Investments, Give Loans, Guarantee And Security In Excess Of The Limits Prescribed Under Section 186 Of The Companies Act, 2013.			
7	Regularisation Of Additional Director, Mr. Desiderio Misquita By Appointing Him As Whole Time Director Of The Company			

*Please put a tick mark (✓) in appropriate column against the resolution(s) indicated above. In case of member/proxy wishes his/her vote to be used differently, he/she should indicate the number of shares under the columns 'For' and/or 'Against'.

Place: Goa

Date: 18.12.2020

Signature of Member

ROUTE MAP TO THE VENUE OF THE 22nd ANNUAL GENERAL MEETING ON FRIDAY, 18th DECEMBER, 2020

