



# Margo Finance Limited

**Corporate Office:** 2nd Floor, 15/76,  
Old Rajinder Nagar, New Delhi-110060  
Tel. : 011-41539444, 25767330  
E-mail : mfidelhi.1991@gmail.com  
Website : www.margofinance.com  
CIN : L65910MH1991PLC080534

June 29, 2020

## **BSE Limited**

Department of Corporate Services  
Floor 25, Phiroze Jeejeebhoy Towers  
Dalal Street,  
Mumbai – 400 001.

**Ref.: Scrip Code: 500206**

**Subject: Outcome of Board Meeting held on 29<sup>th</sup> June, 2020 and Audited Standalone Financial Results of the Company for the quarter and year ended 31<sup>st</sup> March, 2020**

Dear Sir/Madam,

We wish to inform you that at the Board Meeting held today i.e. on 29<sup>th</sup> June, 2020, the Board of Directors of Margo Finance Limited (the 'Company') *inter alia* have approved the Audited Standalone Financial Results of the Company for the quarter and year ended 31<sup>st</sup> March, 2020.

Pursuant to Regulation 30 and 33 of SEBI (Listing Obligations and Disclosure Requirements), Regulations, 2015 ('Listing Regulations'), we are enclosing herewith the following:

1. Audited Standalone Financial Results of the Company for the quarter and year ended 31<sup>st</sup> March, 2020 along with Statement of Assets and Liabilities as on 31<sup>st</sup> March, 2020;
2. Independent Auditor's Report on Audited Standalone Financial Results of the Company for the quarter and year ended 31<sup>st</sup> March, 2020 issued by M/s. Pawan Shubham & Co., Statutory Auditors of the Company; and
3. Declaration of unmodified opinion pursuant to Regulation 33(3)(d) of Listing Regulations by Mr. Shri Dass Maheshwari, Whole Time Director-Finance & Chief Financial Officer of the Company.

The meeting of the Board of Directors commenced at 11.45 A.M. and concluded at 3.55 p.m.

However, in terms of SEBI circular no. SEBI/HO/CFD/CMD1/CIR/P/2020/79 dated 12th May, 2020, there shall be no publication of said Financial Results in the newspapers.

Kindly take note of the same.

Yours faithfully,

For **Margo Finance Limited**

**Kailash**  
**Company Secretary & Compliance Officer**  
**Membership No.: ACS 51199**  
Encl.: A/a



**MARGO FINANCE LIMITED**  
**AUDITED FINANCIAL RESULT FOR THE QUARTER AND YEAR ENDED 31 MARCH 2020**  
**CIN :L65910MH1991PLC080534**

Corporate Office: 2nd Floor, 15/76, Old Rajinder Nagar, New Delhi 110060  
 Regd. Office : Office No. 3, Plot No. 206, Village Alte, Kumbhoj Road, Taluka: Hatkanangale, Dist. Kolhapur 416109, Maharashtra

(Amount in Rupees Lakhs except EPS)

| Particulars  | 3 months ended<br>(31/03/2020) | Preceding 3 months ended<br>(31/12/2019) | Corresponding 3 months ended in the previous year<br>(31/03/2019) | Year ended<br>(31/03/2020) | Year ended<br>(31/03/2019) |
|--|--------------------------------|--|---|----------------------------|----------------------------|
|  | Audited                        | Unaudited                                | Audited   | Audited                    | Audited                    |
| <b>(I) Revenue from operations</b>   |                                |  |   |                            |                            |
| (i) Interest Income  | 4.76                           | 4.86                                     | 4.32  | 19.79                      | 15.54                      |
| (ii) Dividend Income   | 0.22                           | 0.22                                     | 0.27  | 10.45                      | 7.60                       |
| (iii) Fees and Commission Income   | -                              | -  | (0.05)  | -                          | 1.65                       |
| (iv) Others [Net gain/(loss) on sale of investments]   | -                              | -  | 1.21  | -                          | 3.58                       |
| <b>Total Revenue from operations</b>   | <b>4.98</b>                    | <b>5.08</b>                              | <b>5.75</b>   | <b>30.24</b>               | <b>28.37</b>               |
| <b>(II) Other Income</b>   | (0.01)                         | -  | 0.03  | 0.02                       | 0.62                       |
| <b>(III) Total Income (I+II)</b>   | <b>4.97</b>                    | <b>5.08</b>                              | <b>5.78</b>   | <b>30.26</b>               | <b>28.99</b>               |
| <b>(IV) Expenses</b>   |                                |  |   |                            |                            |
| (i) Finance Cost   | -                              | -  | -   | 0.01                       | 0.01                       |
| (ii) Fee & Commission  | -                              | -  | -   | -                          | -                          |
| (iii) Employees Benefit Expenses   | 3.13                           | 3.51                                     | 3.52  | 12.87                      | 14.40                      |
| (iv) Depreciation and Amortisation Expenses  | 0.17                           | 0.18                                     | 0.21  | 0.70                       | 0.89                       |
| (v) Other Expense  | 2.26                           | 9.80                                     | 3.64  | 18.36                      | 16.41                      |
| <b>Total Expenses</b>  | <b>5.56</b>                    | <b>13.49</b>                             | <b>7.37</b>   | <b>31.94</b>               | <b>31.71</b>               |
| <b>(V) Profit/(Loss) before tax &amp; Exceptional Items (III-IV)</b>   | (0.59)                         | (8.41)                                   | (1.59)  | (1.68)                     | (2.72)                     |
| <b>(VI) Exceptional Items</b>  | -                              | -  | -   | -                          | -                          |
| <b>(VII) Tax Expense:</b>  |                                |  |   |                            |                            |
| (1) Current tax  | -                              | -  | -   | -                          | -                          |
| (2) Adjustment for prior years   | -                              | -  | (0.56)  | 0.77                       | (0.56)                     |
| (3) Deferred Tax   | (2.50)                         | -  | 7.57  | (2.50)                     | 7.57                       |
| <b>Total Tax Expenses</b>  | <b>(2.50)</b>                  | -  | <b>7.01</b>   | <b>(1.73)</b>              | <b>7.01</b>                |
| <b>(VIII) Profit/(loss) for the period (V-VII)</b>   | <b>1.91</b>                    | <b>(8.41)</b>                            | <b>(8.60)</b>   | <b>0.05</b>                | <b>(9.73)</b>              |
| <b>(IX) Other comprehensive income</b>   |                                |  |   |                            |                            |
| (A) (i) Items that will not be reclassified to profit or loss  |                                |  |   |                            |                            |
| Re-measurements of defined benefit plans   | 1.38                           | -  | 0.06  | 1.38                       | 0.06                       |
| Changes in fair value of financial assets if designated to OCI   | (1,298.56)                     | 157.43                                   | (448.92)  | (1,379.34)                 | (2,031.10)                 |
| (ii) Income tax relating to items that will not be reclassified to profit or loss  |                                |  |   |                            |                            |
| Tax on Re-measurements of defined benefit plans  | (0.36)                         | -  | (0.02)  | (0.36)                     | (0.02)                     |
| Tax on Changes in fair value of financial assets if designated to OCI  | 337.63                         | (40.93)                                  | 116.72  | 358.63                     | 528.09                     |
| <b>Subtotal (A)</b>  | <b>(959.91)</b>                | <b>116.50</b>                            | <b>(332.16)</b>   | <b>(1,019.69)</b>          | <b>(1,502.97)</b>          |
| (B) (i) Items that will be reclassified to profit or loss  | -                              | -  | -   | -                          | -                          |
| (ii) Income tax relating to items that will be reclassified to profit or loss  | -                              | -  | -   | -                          | -                          |
| <b>Subtotal (B)</b>  | -                              | -  | -   | -                          | -                          |
| <b>Other Comprehensive Income (A+B)</b>  | <b>(959.91)</b>                | <b>116.50</b>                            | <b>(332.16)</b>   | <b>(1,019.69)</b>          | <b>(1,502.97)</b>          |
| <b>(X) Total Comprehensive Income for the period (VIII+IX) (Comprising Profit/ (loss) and other Comprehensive Income for the period)</b> | <b>(958.00)</b>                | <b>108.09</b>                            | <b>(340.76)</b>   | <b>(1,019.64)</b>          | <b>(1,512.70)</b>          |
| <b>(XI) Paid-up equity share capital (Rs. 10/- per share)</b>  | <b>457.00</b>                  | <b>457.00</b>                            | <b>457.00</b>   | <b>457.00</b>              | <b>457.00</b>              |
| <b>(XII) Earning per equity share</b>  |                                |  |   |                            |                            |
| Basic (Rs.)  | 0.04                           | (0.18)                                   | (0.19)  | 0.00                       | (0.21)                     |
| Diluted (Rs.)  | 0.04                           | (0.18)                                   | (0.19)  | 0.00                       | (0.21)                     |



*Anil Kumar Jain*

**Notes:**

1. The above results have been reviewed by the Audit Committee and approved by the Board of Directors of Margo Finance Limited (the Company') at their respective meetings held on 29<sup>th</sup> June, 2020.
2. The Company has adopted Indian Accounting Standards (Ind-AS') notified under Section 133 of the Companies Act, 2013 (the Act') read with Companies (Indian Accounting Standards) Rules, 2015 from 01 April 2019 and the effective date of such transition is 01 April 2018. Such transition has been carried out from the erstwhile Accounting Standards notified under the Act, read with relevant rules issued thereunder and guidelines issued by the Reserve bank of India (collectively referred to as 'the Previous GAAP'). Accordingly, the impact of transition has been recorded in the opening reserves as at 01 April 2018 and the corresponding figures presented in these results have been restated/ reclassified.
3. The changes in the financial reporting requirements arising from new standards, modification to the existing standards, guidelines issued by the Ministry of Corporate Affairs and the Reserve Bank of India, if any, may result in adjustments to these financial results for the current and previous period.
4. The Board of Directors in their meeting held on 13/05/2019 passed a resolution to not to carry on lending business in future. The existing loans & income therefrom are continued to be classified under 'Finance Activities'.
5. The figures for the last quarter of the current and previous financial year are the balancing figures between audited figures in respect of the full financial year and the published year to date figures up to the end of third quarter of the current and previous financial year which were subject to limited review by statutory auditors. Published year to date figures up to the end of third quarter of the current and previous financial year were recast to conform to the requirements of Schedule III of the Companies Act, 2013.
6. Figures for the previous periods have been regrouped, wherever necessary, to make them comparable with the current period.
7. Reconciliation of net profit after tax reported in accordance with previous GAAP to total comprehensive income in accordance with Ind AS is given below for the quarter/year ended:

|   | ( inlacs)                      |                            |
|---|--------------------------------|----------------------------|
| Reconciliation of Quarterly result as per Indian GAAP and Ind-AS  | 3 months ended<br>(31/03/2019) | Year ended<br>(31/03/2019) |
| <b>Net Profit/(Loss) as per Indian GAAP</b>   | <b>-0.97</b>                   | <b>-2.10</b>               |
| Adjustments on account of Ind-AS:   |                                |                            |
| Impact of fair valuation of equity instruments  | -                              | -                          |
| Deferred Tax  | 7.57                           | 7.57                       |
| Adjustment in employee benefit expenses due to recognition of Actuarial Gain Losses                     | 0.06                           | 0.06                       |
| Deferred Tax impact on above adjustments (net)  | -                              | -                          |
| Total   | 7.63                           | 7.63                       |
| <b>Net Profit/(Loss) as per Ind-AS (before Other Comprehensive Income)</b>                              | <b>-8.60</b>                   | <b>-9.73</b>               |
| Other Comprehensive Income (net of tax)   | 0.04                           | 0.04                       |
| Impact of fair valuation of equity instruments (routed through other comprehensive income) (net of tax) | -332.20                        | -1503.01                   |
| <b>Total Comprehensive Income as per Ind-AS</b>   | <b>-340.76</b>                 | <b>-1,512.70</b>           |

**For Margo Finance Limited***Anil Kumar Jain*

Anil Kumar Jain  
Chairman  
DIN: 00086106

Place: Mumbai  
Dated: 29/06/2020

**Margo Finance Limited**  
**Statement of Asset and Liabilities for the year ended 31 March 2020**

(Amount in Rupees Lakhs)

|            | Particulars  | Audited          | Audited          | Audited         |
|------------|--|------------------|------------------|-----------------|
|            | ASSETS   | As at 31-03-2020 | As at 31-03-2019 | As at 1-04-2018 |
| <b>(1)</b> | <b>Financial Assets</b>  |                  |                  |                 |
| (a)        | Cash and cash equivalents  | 20.23            | 3.07             | 1.05            |
| (b)        | Bank Balance other than (a) above  | 222.55           | 223.84           | 134.67          |
| (c)        | Receivables  |                  |                  |                 |
|            | (I) Trade Receivables  | 4.74             | 10.82            | 6.62            |
|            | (II) Other Receivables   | 0.10             | -                | -               |
| (d)        | Loans  | 1.52             | 5.85             | 19.19           |
| (e)        | Investments  | 1,694.98         | 3,082.37         | 5,200.31        |
|            | <b>Total Financial Assets</b>  | <b>1,944.12</b>  | <b>3,325.95</b>  | <b>5,361.84</b> |
| <b>(2)</b> | <b>Non-financial Assets</b>  |                  |                  |                 |
| (a)        | Income tax assets (Net)  | 2.89             | 1.62             | 1.10            |
| (b)        | Property, Plant and Equipment  | 1.17             | 1.82             | 2.49            |
| (c)        | Intangibles  |                  |                  | 0.03            |
| (d)        | Investment Property  | 16.14            | 16.14            | 16.14           |
| (e)        | Other non-financial assets   | 4.71             | 3.61             | 1.85            |
|            | <b>Total Non-Financial Assets</b>  | <b>24.91</b>     | <b>23.19</b>     | <b>21.61</b>    |
|            | <b>Total Assets (1+2)</b>  | <b>1,969.03</b>  | <b>3,349.14</b>  | <b>5,383.45</b> |
|            | <b>LIABILITIES AND EQUITY</b>  |                  |                  |                 |
|            | <b>LIABILITIES</b>   |                  |                  |                 |
| <b>(1)</b> | <b>Financial Liabilities</b>   |                  |                  |                 |
|            | (i) Payables   | -                | -                | -               |
|            | (I) Trade Payables   |                  |                  |                 |
|            | (a) Total outstanding dues to micro enterprises and small enterprises            |                  |                  |                 |
|            | (b) Total outstanding dues to other than micro enterprises and small enterprises | 2.37             | 1.11             | 1.35            |
|            | (ii) Borrowings other than debt securities                                       | -                | -                | 0.91            |
|            | <b>Total Financial Liabilities</b>   | <b>2.37</b>      | <b>1.11</b>      | <b>2.26</b>     |
| <b>(2)</b> | <b>Non-Financial Liabilities</b>   |                  |                  |                 |
| (a)        | Provisions   | 1.13             | 1.99             | 1.92            |
| (b)        | Deferred tax liabilities (Net)   | 340.22           | 700.99           | 1,221.49        |
| (c)        | Other Non financial liabilities (statutory dues)                                 | 0.09             | 0.19             | 0.22            |
|            | <b>Total Non-Financial Liabilities</b>   | <b>341.44</b>    | <b>703.17</b>    | <b>1,223.63</b> |
| <b>(3)</b> | <b>EQUITY</b>  |                  |                  |                 |
| (a)        | Equity Share capital   | 457.00           | 457.00           | 457.00          |
| (b)        | Other Equity   | 1,168.22         | 2,187.86         | 3,700.56        |
|            | <b>Total Equity</b>  | <b>1,625.22</b>  | <b>2,644.86</b>  | <b>4,157.56</b> |
|            | <b>Total Liabilities and Equity</b>  | <b>1,969.03</b>  | <b>3,349.14</b>  | <b>5,383.45</b> |



*Anil Kumar Jain*

## Margo Finance Limited

Disclosure of statement of cash flow as per Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 for the year ended 31 March 2020

(Amount in Rupees Lakhs)

|                | Particulars   | Year ended<br>31/03/2020 | Year ended<br>31/03/2019 |
|----------------|---|--------------------------|--------------------------|
| <b>A.</b>      | <b>CASH FLOW FROM OPERATING ACTIVITIES</b>                      |                          |                          |
|                | Net profit before taxes   | (1.68)                   | (2.73)                   |
|                | Adjustments for :   |                          |                          |
|                | Depreciation, amortization and impairment                       | 0.70                     | 0.89                     |
|                | Excess provision on doubtful debt written back                  | -                        | (0.53)                   |
|                | (Excess) / Contingent provisions on Standard Assets             | -                        | (0.03)                   |
|                | Loss on write off of property, plant and equipment              | -                        | 0.02                     |
|                | Interest Paid   | 0.01                     | 0.01                     |
|                |   | <b>0.71</b>              | <b>0.36</b>              |
|                | <b>Operating gain before working capital changes</b>            | <b>(0.97)</b>            | <b>(2.37)</b>            |
|                | Adjustments for :   |                          |                          |
|                | (Increase)/Decrease in trade receivables                        | 5.98                     | 3.31                     |
|                | Decrease/ (increase) in Other Bank Balance                      | 1.29                     | (98.20)                  |
|                | (Increase)/Decrease in loans                                    | 4.33                     | 11.08                    |
|                | (Increase)/Decrease in other non financial assets               | (1.10)                   | -                        |
|                | (Increase)/Decrease in investments                              | 8.05                     | 86.84                    |
|                | (Increase)/Decrease in trade payable                            | 1.26                     | (0.24)                   |
|                | Increase/(Decrease) in other financial liabilities              | (0.10)                   | (0.05)                   |
|                | Increase/(Decrease) in provisions                               | 0.51                     | 0.11                     |
|                |   | <b>20.22</b>             | <b>2.85</b>              |
|                | <b>Cash generated from operating activities before taxes</b>    | <b>19.25</b>             | <b>0.48</b>              |
|                | Direct taxes paid (net of refunds)                              | (2.05)                   | 0.56                     |
|                | <b>Net cash generated from/ (used in) operating activities</b>  | <b>17.20</b>             | <b>1.04</b>              |
| <b>B.</b>      | <b>CASH FLOW FROM INVESTING ACTIVITIES</b>                      |                          |                          |
|                | Purchase of property, plant and equipment                       | (0.04)                   | (0.21)                   |
|                | <b>Net cash generated from / (used in) investing activities</b> | <b>(0.04)</b>            | <b>(0.21)</b>            |
| <b>C.</b>      | <b>CASH FLOW FROM FINANCING ACTIVITIES</b>                      |                          |                          |
|                | Increase/(Decrease) in borrowings (net)                         | -                        | (0.91)                   |
|                | Interest Paid   | (0.01)                   | (0.01)                   |
|                | <b>Net cash generated from/ (used in) financing activities</b>  | <b>(0.01)</b>            | <b>(0.92)</b>            |
|                | <b>INCREASE/ (DECREASE) IN CASH AND CASH EQUIVALENTS</b>        | <b>17.15</b>             | <b>(0.09)</b>            |
|                | <b>Cash and cash equivalents at the beginning of the year</b>   | <b>3.07</b>              | <b>3.16</b>              |
|                | <b>Cash and cash equivalents at the end of the year</b>         | <b>20.22</b>             | <b>3.07</b>              |
| <b>Notes :</b> |   |                          |                          |
|                | Cash and cash equivalents include :                             |                          |                          |
|                | Cash, cheques in hand and remittances in transit                | 0.19                     | 1.22                     |
|                | With banks in :   |                          |                          |
|                | Current accounts  | 10.59                    | 1.85                     |
|                | Overdraft A/c   | -                        | -                        |
|                | Deposit with banks  | 9.44                     | -                        |
|                | <b>Cash and cash equivalents at the end of the year</b>         | <b>20.22</b>             | <b>3.07</b>              |



*Amil Kumar Jain*

**MARGO FINANCE LIMITED**  
**SEGMENT WISE REVENUE, RESULTS, ASSET AND LIABILITIES**  
**FOR THE QUARTER AND YEAR ENDED 31 MARCH 2020**  
**CIN :L65910MH1991PLC080534**

Corporate Office: 2nd Floor, 15/76, Old Rajinder Nagar, New Delhi 110060

Regd. Office : Office No. 3, Plot No. 206, Village Alte, Kumbhoj Road, Taluka: Hatkanangale, Dist. Kolhapur 416109, Maharashtra

(Amount in Rupees Lakhs)

| Particulars   | Quarter ended           |                           |                         | Year ended              |                         |
|---|-------------------------|---------------------------|-------------------------|-------------------------|-------------------------|
|   | 31/03/2020<br>(Audited) | 31/12/2019<br>(Unaudited) | 31/03/2019<br>(Audited) | 31/03/2020<br>(Audited) | 31/03/2019<br>(Audited) |
| <b>Segment Revenue</b>  |                         |                           |                         |                         |                         |
| (a) Finance   | -                       | 0.01                      | 0.96                    | 0.29                    | 12.16                   |
| (b) Investment  | 4.98                    | 5.07                      | 4.79                    | 29.95                   | 16.21                   |
| <b>Income from Operations</b>                                 | <b>4.98</b>             | <b>5.08</b>               | <b>5.75</b>             | <b>30.24</b>            | <b>28.37</b>            |
| <b>Segment results</b>  |                         |                           |                         |                         |                         |
| Profit before tax and interest from each segment              |                         |                           |                         |                         |                         |
| (a) Finance   | -                       | 0.01                      | 0.96                    | 0.29                    | 12.16                   |
| (b) Investment  | 2.35                    | 5.07                      | 4.79                    | 27.32                   | 16.21                   |
| <b>Total</b>  | <b>2.35</b>             | <b>5.08</b>               | <b>5.75</b>             | <b>27.61</b>            | <b>28.37</b>            |
| Less:   |                         |                           |                         |                         |                         |
| 1) Other unallocable expenditure (net off unallocable income) | 2.94                    | 13.49                     | 7.34                    | 29.29                   | 31.09                   |
| <b>Profit before tax</b>                                      | <b>(0.59)</b>           | <b>(8.41)</b>             | <b>(1.59)</b>           | <b>(1.68)</b>           | <b>(2.72)</b>           |
| <b>Segment Assets</b>   |                         |                           |                         |                         |                         |
| (a) Finance   |                         |                           |                         | 1.52                    | 73.51                   |
| (b) Investment  |                         |                           |                         | 1,947.86                | 3,265.49                |
| (c) Unallocated   |                         |                           |                         | 19.65                   | 10.16                   |
| <b>Total Segment Assets</b>                                   |                         |                           |                         | <b>1,969.03</b>         | <b>3,349.16</b>         |
| <b>Segment Liabilities</b>                                    |                         |                           |                         |                         |                         |
| (a) Finance   |                         |                           |                         | -                       | -                       |
| (b) Investment  |                         |                           |                         | 340.22                  | 700.99                  |
| (c) Unallocated   |                         |                           |                         | 3.59                    | 3.31                    |
| <b>Total Segment Liabilities</b>                              |                         |                           |                         | <b>343.81</b>           | <b>704.30</b>           |

for Margo Finance Limited



*Anil Kumar Jain*

Anil Kumar Jain  
Chairman  
DIN: 00086106

Place: Mumbai  
Date : 29/06/2020



## INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of Margo Finance Limited  
Report on the Audit of Financial Results

### Opinion

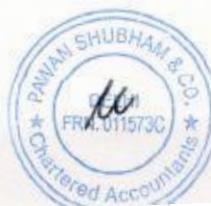
We have audited the annual financial results of Margo Finance Limited (hereinafter referred to as the 'Company') for the year ended March 31, 2020 and the statement of assets and liabilities and the statement of cash flows as at and for the year ended on that date, attached herewith, being submitted by the Company pursuant to the requirement of Regulations 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ('Listing Regulations').

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial results:

- i. are presented in accordance with the requirements of Regulations 33 of the Listing Regulations in this regard; and
- ii give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable accounting standards prescribed under Section 133 of the Companies Act, 2013 (the "Act") and other accounting principles generally accepted in India, of net profit and other comprehensive income and other financial information of the Company for the year ended March 31, 2020 and the statement of assets and liabilities and the statement of cash flows as at and for the year ended on that date.

### Basis for Opinion

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



### **Management's responsibilities for the financial results**

These financial results have been prepared on the basis of the annual financial statements. The Company's Board of Directors are responsible for the preparation and presentation of these financial results that give a true and fair view of the net profit and other comprehensive income and other financial information of the Company and the statement of assets and liabilities and the statement of cash flows in accordance with the recognition and measurement principles laid down in the Indian Accounting Standards prescribed under Section 133 of the Act read with relevant rules issued there under and other accounting principles generally accepted in India and in compliance with Regulations 33 of the Listing Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

The Board of Directors of the Company are responsible for overseeing the financial reporting process of the Company.

### **Auditor's responsibilities for the audit of the financial results**

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



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

- Identify and assess the risks of material misstatement of the financial results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 14(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls with reference to financial statements in place and operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
- Conclude on the appropriateness of the Board of Directors use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of the Company to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial results, including the disclosures, and whether the financial results represent the underlying transactions and events in a manner that achieves fair presentation.

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



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

### **Other matters**

The financial results include the results for the quarter ended March 31, 2020, being the balancing figures between the audited figures in respect of the full financial year and the published unaudited year to date figures up to the third quarter of the current financial year, which were subject to limited review by us. Our report on the statement is not modified in respect of this matter.

The annual financial results dealt with by this report have been prepared for the express purpose of filing with stock exchanges. These results are based on and should be read with the audited financial statements of the Company for the year ended March 31, 2020 on which we issued an unmodified audit opinion vide our report dated June 29, 2020.

For **Pawan Shubham & Co.**

**Chartered Accountants**

Firm Registration No. 011573C



**Krishna Kumar**

**(Partner)**

**M.No -523411**

**UDIN: 20523411AAAAFC2838**



Place : Delhi

Dated : 29/06/2020



# Margo Finance Limited

**Corporate Office:** 2nd Floor, 15/76,  
Old Rajinder Nagar, New Delhi-110060  
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E-mail : mfdelhi.1991@gmail.com  
Website : www.margofinance.com  
CIN : L65910MH1991PLC080534

June 29, 2020

BSE Limited  
Department of Corporate Services  
Floor 25, PhirozeJeejeebhoy Towers  
Dalal Street,  
Mumbai – 400 001

Scrip Code No. : 500206

**SUB: Declaration on Auditors' Report with Unmodified Opinion under Regulation 33(3)(d) of SEBI (Listing Obligations and Disclosure Requirements), Regulations 2015.**

Dear Sir,

In accordance with the provisions of Regulation 33 (3) (d) of SEBI (Listing Obligations and Disclosure Requirements), Regulations, 2015, I, Mr. Shri Dass Maheshwari, Whole Time Director-Finance & Chief Financial Officer of Margo Finance Limited (CIN: L65910MH1991PLC080534) having its Registered Office at Office No. 3, Plot No. 266, Village Alte, Kumbhoj Road, Taluka Hatkanangale, District Kolhapur-416109, Maharashtra, hereby declare that, the Statutory Auditors of the Company, M/s. Pawan Shubham & Co., Chartered Accountants (ICAI Registration No. 011573C), have issued an Audit Report with unmodified opinion on the Audited Standalone Financial Results of the Company for the quarter and year ended March 31, 2020.

Kindly take this declaration on your record.

Thanking you

Yours faithfully,

**For Margo Finance Limited**

**ShriDass Maheshwari**  
Whole Time Director-Finance & CFO

