



## **Independent Auditor's Report**

To the Members of  
**M R FINLEASE LIMITED**

### **Report on the Financial Statement**

We have audited the accompanying financial statements of **M R FINLEASE LIMITED** ("the company"), which comprise the Balance Sheet as at 31 March 2019, the Statement of Profit and Loss and Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

### **Management's Responsibility for the Financial Statement**

The Company's Board of Directors is responsible for the matters in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation 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 the maintenance of adequate accounting records in accordance with the provision of the Act for safeguarding of the assets of the Company and for preventing and detecting the 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 internal financial control, 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 responsibility is to express an opinion on these financial statements based on our audit.

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 there under.

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 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 true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by Company's Directors, as well as evaluating the overall presentation of the financial statements.

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.

## **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:

- a) in the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2019;
- b) in the case of the Statement of Profit and Loss Account, of the **Profit** for the year ended on that date;
- c) in the case of Cash Flow Statement, of the cash flows for the year ended on that date.

## **Report on the other Legal and regulatory Requirements**

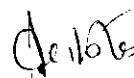
1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act 2013, We give in the Annexure statement on the matters specified in paragraph 3 & 4 of the order.
2. As required by section 143(3) of the Act, we report that:
  - a) we have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
  - b) in our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books.
  - c) the Balance Sheet, the Statement of Profit and Loss, and Cash Flow Statement 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 Rule 7 of the Companies (Accounts) Rules, 2014.
  - e) on the basis of written representations received from the directors as on 31 March, 2019, taken on record by the Board of Directors, none of the directors is disqualified as on 31 March, 2019, from being appointed as a director in terms of Section 164(2) of the Act.

- f) With respect to the other matters included in the Auditor's Report and to our best of our information and according to the explanations given to us:
- i. The Company does not have any pending litigations which would impact its financial position.
  - ii. The Company did not have any long-term contracts including derivatives contracts for which there were any material foreseeable losses.
  - iii. No amount is required to be transferred to the Investor Education and Protection Fund by the Company as on 31 March, 2019.

**For Gupta Ashok Kumar & Associates**

Chartered Accountants

FRN : 0006307N



**Ashok Kumar Gupta**

(Prop.)

Membership No. : 084934

**Place : Chandigarh**

**Date : 04/09/2019**

**The Annexure referred to in paragraph 1 of the Our Report of even date to the members of MR FINLEASE LIMITED on the accounts of the company for the year ended 31<sup>st</sup> March, 2019.**

On the basis of such checks as we considered appropriate and according to the information and explanation given to us during the course of our audit, we report that:

**(i) Fixed Assets**

(a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets on the basis of information available.

(b) As explained to us, fixed assets have been physically verified by the management at reasonable intervals; no material discrepancies were noticed on such verification.

(c) During the year Company has purchased assets under the head as mentioned in the depreciation chart and accordingly depreciation has been provided as per new method .The new method of depreciation relating to useful life basis is being followed. In our opinion and according to the information and explanations given to us, no substantial part of fixed asset has been disposed off during the year and therefore does not affect the going concern assumption.

**(ii) Inventory-NO STOCKS AS NBFC**

(a) As explained to us, the Stock-in-Trade is kept in manual form, as covered under Central Excise Act and are regularly verified at the time of filing of stock statements by the management at reasonable intervals.

(b) In our opinion and according to the information and explanations given to us, the procedure for verification of stocks followed by the management is reasonable and adequate in relation to the size of the Company and the nature of its business.

(c) In our opinion and on the basis of our examination of the records, the Company is generally maintaining proper records of its stocks. No discrepancies have been noticed on verification of stocks statement as compared to book records.

**(iii) Loan given by Company only under financing activities**

(a) According to the information and explanations given to us and on the basis of our examination of the books of account, the Company has not granted any loans, secured or unsecured, to companies, firms or other parties covered in the register maintained under Section 189 of the Companies Act, 2013. Consequently, the provisions of clauses iii(a) and iii(b) of the order are not applicable to the Company.

**(iv) Loan to directors nil**

In our opinion and according to the information and explanations given to us, No loans were guaranteed to directors or investment guarantees or securities provided by the company .Thus there is no need for compilation of section 185 and 186.

**(v) Deposits**

In our opinion, and according to the information and explanation given to us, the company has accepted deposits; hence, clause (v) is not applicable to the company.

Accordingly, directives issued by the Reserve Bank of India and the provisions of section 73 to 76 or any other relevant provisions of the Companies Act and the rules framed there under are applicable being NBFC.

**(vi) Cost records**

The Company is not required to maintain cost records pursuant to the Rules made by the Central Government for maintenance of cost records under sub-section (1) of section 148 of the Act.

**(vii) Statutory Dues**

(a) According to the records of the Company, undisputed statutory dues including Provident Fund, Employees' State Insurance, Income-tax, Sales-tax, Wealth Tax, Service Tax, Duty of Custom, Duty of Excise, Value added tax, cess to the extent applicable and any other statutory dues have generally been regularly deposited with the appropriate authorities. According to the information and explanations given to us there were no outstanding statutory dues as on 31st of March, 2019 for a period of more than six months from the date they became payable.

(b) According to the information and explanations given to us, there is no amounts payable in respect of income tax, sales tax, wealth tax, service tax, duty of customs, duty of excise or value added tax or cess which have not been deposited on account of any disputes.

**(viii) Repayment of loans**

According to the records of the Company The Company had not defaulted in repayment of any loans and borrowings from banks, Financial Institutions, Govt. and had cleared all unsecured loans except secured one

**(ix) Utilisation of IPO and further Public Offer**

Not applicable being no IPO OR PUBLIC OFFER

**(x) Reporting of Fraud**

According to the information and explanations given to us, no fraud on the company By its officers and employees has been noticed or reported during the year .

**(xi) Approval of Managerial remuneration**

Managerial remunerations have been paid as per section 197 and below the overall limit of 5 lakhs p.m. as per section 197 read with schedules 5 of the Companies Act.2013.

**(xii) Nidhi Company**

Not applicable being NBFC

**(xiii) Related Party Transactions .**

Whether all transactions with related party is in compliance with section 177 and 188 being in the nature of business dealings only .

**(xiv) Private placement Of preferential Issue**

Not applicable

**(xv) Non cash Transaction**

Whether the company has entered into any non cash transaction with the director or person concerned with his and if so whether the provision of section 192 of Companies Act 2013 has been complied with yes.

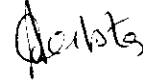
(xvi) **Register under RBI Act 1934**

Is a B category registered NBFC and regular in following the instructions of RBI

For **Gupta Ashok Kumar & Associates**

Chartered Accountants

FRN : 0006307N



**Ashok Kumar Gupta**

(Prop.)

Membership No. : 084934

**Place : Chandigarh**

**Date : 04/09/2019**

## ***Report on Internal Financial Controls Over Financial Reporting***

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

We were engaged to audit the internal financial controls over financial reporting of **M R FINLEASE LIMITED** as of March 31, 2019 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

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

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

#### **Auditors' Responsibility**

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit conducted in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing as specified under section 143(10) of the Companies Act 2013, to the extent applicable to an audit of internal financial controls, 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 and financial reporting was established and maintained and if such controls operated effectively in all material aspects.

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 includes 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 procedure selected depend on the auditor's judgment, including the assessment of material misstatement of the financial statement 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 internal financial control 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 control over financial reporting, including the possibilities of collusion or improper management override of controls, material mis-statements due to error or fraud may occur and not be detected. Also projection 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**

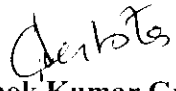
In our opinion the company has, in all material respects. Over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31<sup>st</sup> March 2019, based on the internal control over financial reporting criteria established by the company considering 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.

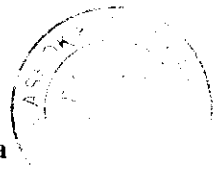
### **Explanatory Paragraph.**

We also have audited, in accordance with the standards on auditing issued by the Institute of Chartered Accountants of India, as specified under section 143(10) of the Act, the financial Statement of **M R FINLEASE LIMITED**. Which comprise of Balance Sheet as at 31<sup>st</sup> March, 2019, and the related statement of profit and Loss and Cash Flow statement for the year then ended, and a summary of Significant Accounting policies and other explanatory information and our report dated 4<sup>TH</sup> September, 2019 expressed an unqualified opinion

Place: Chandigarh  
Date: 04/09/2019

For **Gupta Ashok Kumar & Associates**  
**Chartered Accountants**  
FRN : 0006307N

  
**Ashok Kumar Gupta**  
(Prop.)  
Membership No.  
: 084934





# «M R FINLEASE LIMITED»

CIN:U65910CH1995PLC015850

## ACCOUNTING POLICIES & NOTES ON ACCOUNTS

Note No. : 1

### A. Accounting Policies

1. General :-

Accounting Policies not specifically referred to otherwise be consistent and in consonance with generally accepted accounting principles.

2. Revenue Recognition :-

Expenses and Income considered payable and receivable respectively are accounting for on accrual basis except discounts claims relates and retirement benefits in respect of leave encashment which cannot be determined with certainty during the year.

3. Fixed Assets :-

Fixed assets are stated at their original cost of acquisition including taxes freight and other incidental expenses related to acquisition and installation of the concerned assets less depreciation till date.

4. Depreciation :-

Consequent to enforcement of Companies Act, 2013, the Depreciation on fixed assets has been provided as per Schedule II of the said Act taking into account the useful life of the assets as given in the schedule.

5. Investments :-

Investments are stated at cost.

6. Inventories :-

Inventories are valued as under :-

1. Inventories : NIL
2. Scrap : NIL

7. Miscellaneous Expenditure :-

Miscellaneous Expenditure comprises of Preliminary expenses are amortised over a period of five years.

8. Retirement Benefits :-

The retirement benefits are accounted for as and when liability becomes due for payment.

9. Excise Duty :-

Excise duty NOT APPLICABLE BEING NBFC

10. Taxes on Income :-

Provision for current tax is made on the basis of estimated taxable income for the current accounting year in accordance with the Income Tax Act, 1961. The deferred tax for timing differences between the book and tax profits for the year is accounted for, using the tax rates and laws that have been substantively enacted as of the balance sheet date. Deferred tax assets arising from timing differences are recognised to the extent there is reasonable certainty that these would be realised in future.

### (B) Notes on Accounts

1. The SSI status of the creditors is not known to the company, hence the information is not given.
2. Salaries includes directors remuneration on account of salary Rs.1560000 /- (Previous Year Rs1380000 /-)
3. Sundry Creditors, Sundry Debtors, Loans & Advances and Unsecured Loans have been taken at their book value subject to confirmation and reconciliation.
4. Consumption of consumables and raw material have been arrived by adding purchases to Opening Stock and deducted closing stock there from.
5. Payments to Auditors :-

Auditors Remuneration	«FinYear»	«PYFinYear»
Audit Fees	27000	24000
Tax Audit Fees	NIL	NIL
Company Law Matters	INCLUDED IN AUDIT FEE	INCLUDED IN AUDIT FEE
Service Tax	NIL	NIL
Total	27000	24000

6. Loans and Advances are considered good in respect of which company does not hold any security other than the personal guarantee of persons.
7. No provision for leave encashment has been made, in view of accounting policy No. 8. The impact of the same on Profit & Loss is not determined.
8. Advance to others includes advances to concerns in which directors are interested:

	Current Year	Previous Year
Name of Concern	Closing Balance	Closing Balance
	NIL	

9. **Related Party disclosure**  
**(A) Related Parties and their Relationship**

(I) Key Management Personnel: NIL

1.

(II) Relative of Key Management Personnel

1. NIL

10. Other income include Rs. \_\_\_\_\_ on account of interest on FDR (P.Y. Rs. \_\_\_\_\_)

11. Major components of Deferred tax

Particulars	As at «YearClos» (Rs )	As at 31.03.«PYYearClos» (Rs.)
<i>A) Deferred Tax Liability</i>	0	0
Depreciation	240212	338670
<i>Total</i>	240212	338670
<i>B) Deferred Tax Assets</i>	179735	176426
<i>Total</i>	179735	176426
Net Deferred Tax liabilities/(assets) (A-B)	179735	176426

**QUANTITATIVE DETAILS OF OPENING STOCK TURNOVER, PRODUCTION/ PURCHASES, CLOSING STOCK**  
**NOT APPLICABLE AS NO SALE PURCHASE**


12. Expenditure in Foreign Currency Nil Nil

13. Earning in Foreign Exchange Nil Nil

Signature to notes 1 to \_\_\_\_\_

In terms of Our Separate Audit Report of Even Date Attached.

*At 1/5/20*



	NO. AS AT 31ST MARCH 2019	AS AT 31ST MARCH 2018
<b>EQUITY AND LIABILITIES</b>		
<b>SHARE HOLDERS FUNDS</b>		
SHARE CAPITAL	1 13173250.00	13173250.00
RESERVES AND SURPLUS	2 9480677.31	8627168.04
MONEY RECEIVED AGAINST SHARES AND WARRENTS		
	22653927.31	21800418.04
<b>SHARE APPLICATION MONEY PENDING ALLOTMENT</b>		
<b>NON CURRENT LIABILITIES</b>		
LONG TERM BORROWINGS	3 15979262.00	13155367.00
DEFERRED TAX LIABILITIES (NET)		
OTHER LONG TERM LIABILITIES		
	15979262.00	13155367.00
<b>CURRENT LIABILITIES</b>		
SHORT TERM BORROWINGS	4 4602509.72	4792445.67
TRADE PAYABLE	5 4316.00	0.00
OTHER CURRENT LIABILITIES	6 253711.00	228541.00
SHORT TERM PROVISIONS	7 375978.00	338351.00
	5236514.72	5359337.67
<b>TOTAL</b>	<b>43869704.03</b>	<b>40315122.71</b>
<b>ASSETS</b>		
<b>NON CURRENT ASSETS</b>		
<b>FIXED ASSETS</b>		
TANGIBLE ASSETS	8 637453.00	823689.57
INTANGIBLE ASSETS	0.00	0.00
CAPITAL WORK IN PROGRESS	0.00	0.00
INTANGIBLE ASSETS IN DEVELOPMENT	0.00	0.00
	637453.00	823689.57
NON CURRENT INVESTMENTS	9 1515000.00	1461000.00
DEFERRED TAX ASSETS(NET)	10 179735.00	176426.00
LONG TERM LOANS AND ADVANCES	11 0.00	0.00
OTHER NON CURRENT ASSETS	12 0.00	0.00
	1694735	1637426
<b>CURRENT ASSETS</b>		
CURRENT INVESTMENTS	13 0.00	0.00
INVENTORIES	14 0.00	0.00
TRADE RECEIVABLES	15 40191743.87	37009594.53
CASH AND CASH EQUIVELENTS	16 1094800.16	823497.61
SHORT TERM LOANS AND ADVANCES	17 0.00	0.00
OTHER CURRENT ASSETS	18 250972.00	20915.00
	41537516.03	37854007.14
<b>TOTAL</b>	<b>43869704.03</b>	<b>40315122.71</b>

NOTE: THE NOTE NOS REFERRED ABOVE FORM AN INTEGRAL PART OF THE ACCOUNTS

**AUDITOR'S REPORT**

SUBJECT TO OUR SEPRATE REPORT OF EVEN DATE

FOR GUPTA ASHOK KUMAR &amp; ASSOCIATES

CHARTERED ACCOUNTANTS

SD/-

PROPRIETER(M.N084934)

DATED 04/09/2019

PLACE CHANDIGARH

UDIN N( 19084934AAAAAJ7996

FOR M R FINLEASE LIMITED

SD/-

ASHOK GUPTA

DIRECTOR

DIN NO.00747712

SD/-

ANIL GUPTA

DIRECTOR

DIN NO.00747760

CERTIFIED TO BE TRUE COPY

FOR M R FINLEASE LIMITED

ASHOK GUPTA

DIRECTOR

DIN NO.00747712

## STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH 2019

&lt; IN RUPEES

	NO NO.	AS AT 31ST MARCH 2019	AS AT 31ST MARCH 2018
<b>REVENUE</b>			
INTEREST RECEIVED FROM OPERATIONS	19	9977875.37	9549869.67
LESS SERVICE TAX		0.00	0.00
NET INTEREST RECEIVED		9977875.37	9549869.67
OTHER INCOME	20	0.43	0.00
<b>TOTAL REVENUE</b>		<b>9977875.80</b>	<b>9549869.67</b>
<b>EXPENSES</b>			
EMPLOYEE BENEFIT EXPENSES	21	4349584.00	3819904.00
FINANCE COSTS	22	2305551.00	2116372.46
DEPRECIATION AND AMORTIZATION EXPENSES	8	240212.00	338670.43
OTHER EXPENSES	23	1931347.53	2166033.36
<b>TOTAL EXPENSES</b>		<b>8826694.53</b>	<b>8440980.25</b>
<b>PROFIT BEFORE EXCEPTIONAL, EXTRAORDINARY AND PRIOR PERIOD ITEMS AND TAX</b>		<b>1151181.27</b>	<b>1108889.42</b>
EXCEPTIONAL ITEMS		0.00	0.00
<b>PROFIT BEFORE ,EXTRAORDINARY AND PRIOR PERIOD ITEMS AND TAX</b>		<b>1151181.27</b>	<b>1108889.42</b>
EXTRAORDINARY ITEM PROFIT ON FIXED ASSET		0.00	0.00
PRIOR PERIOD ITEM		0.00	0.00
<b>PROFIT BEFORE TAX</b>		<b>1151181.27</b>	<b>1108889.42</b>
<b>TAX EXPENSES</b>			
CURRENT TAX		300903.00	302552.00
DEFERRED TAX		3309.00	-8493.00
EXCESS /SHORT PROVISIONS RELATING		0.00	0.00
PREVIOUS YEAR TAX		0.00	0.00
<b>PROFIT(LOSS) FOR THE PERIOD FROM CONTINUING OPERATIONS</b>		<b>853587.27</b>	<b>797844.42</b>
PROFIT(LOSS) FROM DISCONTINUING OPERATIONS		0.00	0.00
TAX EXPENSES OF DISCONTINUING OPERATIONS		0.00	0.00
<b>PROFIT(LOSS) FROM DISCONTINUING OPERATIONS(AFTER TAX)</b>		<b>0.00</b>	<b>0.00</b>
<b>PROFIT(LOSS) FOR THE PERIOD</b>		<b>853587.27</b>	<b>797844.42</b>
<b>EARNING PER SHARE</b>			
BASIC		<b>0.88</b>	<b>0.84</b>
DILUTED		<b>0.65</b>	<b>0.61</b>

NOTE: THE NOTE NOS REFERRED ABOVE FORM AN INTEGRAL PART OF THE ACCOUNTS

**AUDITOR'S REPORT**

SUBJECT TO OUR SEPRATE REPORT OF EVEN DATE  
FOR GUPTA ASHOK KUMAR & ASSOCIATES  
CHARTERED ACCOUNTANTS

FOR M R FINLEASE LIMITED

SD/- SD/-  
ASHOK GUPTA ANIL GUPTA  
DIRECTOR DIRECTOR  
DIN NO.00747712 DIN NO.00747760

PROPRIETER(M.N084934)  
DATED 04/09/2019  
PLACE CHANDIGARH

CERTIFIED TO BE TRUE COPY  
FOR M R FINLEASE LIMITED

ASHOK GUPTA  
DIRECTOR  
DIN NO.00747712

**M R FINLEASE LTD**  
**CASH FLOW STATEMENT**

**FIG'S IN THOUSANDS**

**CASH FLOW FROM OPERATING ACTIVITIES**

	31/03/2019	31/03/2018
NET PROFIT BEFORE TAX AND EXTRAORDINARY ITEMS	1151	1109
ADJUSTED FOR		
DEPRECIATION	240	339
PROFIT ON SALE OF ASSETS	0	0
PROFIT ON SALE OF MUTUAL FUNDS	0	0
INTEREST	2306	2116

**OPERATING PROFIT BEFORE WORKING CAPITAL CHARGES**

3697 3564

**ADJUSTMENT FOR**

TRADE & OTHER RECEIVABLES	-3182	-508
INVENTORIES	0	0
TRADE & OTHER PAYABLES(CURRENT ASSETS)	-230	33
LESS TAX PAID ON PREVIOUS YEAR ASSESSMENTS	0	0

**CASH GENERATED FROM OPERATIONS**

285 3089

**DIRECT TAX PAID**

-301 -303

**PROVISION FOR DIVIDEND/DIVIDEND TAX**

0 0

**PROVISION FOR DIRECT TAXES**

0 0

**CASH FLOW BEFORE EXTRAORDINARY ITEMS**

-16 2786

**EXTRAORDINARY ITEMS**

**NET CASH FROM OPERATIONAL ACTIVITIES**

-16 2786

**CASH FLOW FROM INVESTING ACTIVITIES**

-54 -1008

**PURCHASE OF FIXED OR LONG TERM ITEMS**

-53 -155

**SALE REDUCTION OF FIXED ASSETS**

0 0

**PROFIT ON SALE OF FIXED ASSETS**

0 0

**NET CASH USED IN INVESTING ACTIVITIES**

-107 (1,163.00)

**CASH FLOW FROM FINANCING ACTIVITIES**

**INCREASE OR DECREASE IN LONG TERM BORROWINGS**

2824 -3806

**PROCEEDS FROM LONG TERM PROVISIONS/SHORT TERM PROVISIONS**

38 11

**CHANGES IN WORKING CAPITAL LOANS/SHORT TERM BORROWINGS**

-190 1752

**INCREASE /DECREASE IN LONG TERM ADVANCES**

4 0

**INCREASE /DECREASE IN OTHER LIABILITIES**

25 69

**INTEREST PAID**

-2306 -2116

**INCREASE OR DECREASE IN NON CURRENT ASSETS**

0 0

**INCREASE OR DECREASE IN EQUITY CAPITAL**

0 0

**NET INCREASE/DECREASE IN CASH AND CASH EQUIVALENT**

272 (2,467)

**CASH AND CASH EQUIVALENT (OPENING BALANCE)**

823 3287

**CASH AND CASH EQUIVALENT (CLOSING BALANCE)**

1,095 823

**NOTE: THE NOTE NOS REFERRED ABOVE FORM AN INTEGRAL PART OF THE ACCOUNTS**

**AUDITOR'S REPORT**

SUBJECT TO OUR SEPRATE REPORT OF EVEN DATE

FOR GUPTA ASHOK KUMAR & ASSOCIATES

CHARTERED ACCOUNTANTS

SD/-

PROPRIETER(M.N084934)

DATED 04/09/2019

PLACE CHANDIGARH

FOR M R FINLEASE LIMITED

SD/-

ASHOK GUPTA

DIRECTOR

DIN NO.00747712

SD/-

ANIL GUPTA

DIRECTOR

DIN NO.00747760

CERTIFIED TO BE TRUE COPY

FOR M R FINLEASE LIMITED

ASHOK GUPTA

DIRECTOR

DIN NO.00747712

## NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2019

&lt; IN RUPEES

## NOTE NO. 1 SHARE CAPITAL

PARTICULARS	AS AT 31STMARCH 2019		AS AT 31STMARCH 2018	
<b>AUTHORISED</b>				
2100000(31/03/2019:2100000)EQUITY SHARES EACH OF RS. 10/-PER SHARE ISSUED :		21000000		21000000
1317325(31/03/2019: 1317325)EQUITY SHARES EACH OF RS. 10/-PER SHARE		13173250		13173250
<b>SUBSCRIBED AND PAID UP:</b>				
1317325(31/03/2019: 1317325)EQUITY SHARES EACH OF RS 10/-PER SHARE		13173250		13173250
PAID UP SHARE CAPITAL		13173250		13173250

## RECONCILIATION OF THE SHARES OUTSTANDING AT THE BEGINNING AND AT THE END OF THE REPORTING PERIOD

## EQUITY SHARES

&lt; IN RUPEES

	AS AT 31STMARCH 2019		AS AT 31STMARCH 2018	
	NO OF SHARES	AMOUNT	NO OF SHARES	AMOUNT
AT THE BEGINNING OF THE PERIOD	1317325	13173250	1317325	13173250
ISSUED DURING THE PERIOD	0	0	0	0
REDEEMED OR BOUGHT BACK DURING THE PERIOD	0	0	0	0
OUTSTANDING AT THE END OF THE PERIOD	1317325	13173250	1317325	13173250

## RIGHT,PREFERENCEAND RESTRICTION ATTACHED TO SHARES

## EQUITY SHARES

THE COMPANY HAS ONLY ONE CLASS OF EQUITY HAVING A PAR VALUE OF RS.10 PER SHARE EACH SHAREHOLDER IS ELIGIBLE FOR ONE VOTE PER SHARE HELD

## NOTE NO. 2 RESERVE AND SURPLUS

&lt; IN RUPEES

PARTICULARS	AS AT 31STMARCH 2019		AS AT 31STMARCH 2018	
<b>STATUTORY RESERVE</b>				
AMOUNT TRANSFERRED FROM PROFIT & LOSS 20%		1896135.46		
<b>CLOSING BALANCE</b>		1896135.46		
<b>PROFIT LOSS ACCOUNT</b>				
OPENING BALANCE		8627168.04		7829323.62
ADD PROFIT FOR THE YEAR		853587.27		797844.42
LESS DELETION DURING THE YEAR		-78		0.00
<b>CLOSING BALANCE</b>		9480677.31		8627168.04
LESS 20% TRANSFERRED TO STATUTORY RESERVE		1896135.46		
<b>CLOSING BALANCE</b>		7584541.85		
BALANCE CARRIED TO BALANCE SHEET		9480677.31		8627168.04

## NOTE NO. 3 OTHER LONG TERM LIABILITIES

&lt; IN RUPEES

PARTICULARS	AS AT 31STMARCH 2019		AS AT 31STMARCH 2018	
<b>TERM LOANS FROM BANK &amp; OTHERS</b>				
STATE BANK OF PAITALA CAR LOAN(UNSECURED)		0.00		0.00
LIC OF INDIA(UNSECURED)		0.00		0.00
		0.00		0.00
<b>LOANS AND ADVANCES FROM RELATED PARTIES</b>				
DEPOSITS FROM DIRECTORS		2267273.00		1520340.00
DEPOSITS FROM SHAREHOLDERS & FAMILY MEMBERS(UNSECURED)		13711989.00		11635027.00
		15979262.00		13155367.00
<b>TOTAL</b>		15979262.00		13155367.00

## NOTE NO. 4 SHORT TERM BORROWINGS

&lt; IN RUPEES

PARTICULARS	AS AT 31STMARCH 2019		AS AT 31STMARCH 2018	
<b>FROM BANKS PAYABLE ON DEMAND</b>				
SBI(O/D55105066158)(SECURED)		4602509.72		4792445.67
STATE BANK OF INDIA(O/D)(SECURED)		0.00		0.00
STATE BANK OF PATIALA(O/D)(UNSECURED)		0.00		0.00
		4602509.72		4792445.67
<b>THE ABOVE AMOUNT INCLUDES</b>				
UNSECURED BORROWINGS		0.00		0.00
		0.00		0.00
<b>TOTAL</b>		4602509.72		4792445.67

## NOTE NO. 5 TRADE PAYABLES

&lt; IN RUPEES

PARTICULARS	AS AT 31STMARCH 2019	AS AT 31STMARCH 2018
TRADE PAYABLES		
TRADE PAYABLES	4316.00	0.00
ADVANCE FROM CUSTOMERS	0.00	0.00
<b>TOTAL</b>	<b>4316.00</b>	<b>0.00</b>

## NOTE NO. 6 OTHER CURRENT LIABILITIES

&lt; IN RUPEES

PARTICULARS	AS AT 31STMARCH 2019	AS AT 31STMARCH 2018
ANY OTHER CURRENT LIABILITY		
EMPLOYEE SECURITY	253711.00	228541.00
OTHERS (CHEQUES ISSUED BUT NOT PRESENTED)	0.00	0.00
<b>TOTAL</b>	<b>253711.00</b>	<b>228541.00</b>

## NOTE NO. 7 SHORT TERM PROVISIONS

&lt; IN RUPEES

PARTICULARS	AS AT 31STMARCH 2019	AS AT 31STMARCH 2018
CURRENT TAX/GOVT DUES		
INCOME TAX	-19097.00	2552.00
TDS	189450.00	168790.00
	170353.00	171342.00
SALARY /WAGES	178625.00	143009.00
SUSPENSE	0.00	0.00
EXPENSES PAYABLE	27000.00	24000.00
	205625.00	167009.00
<b>TOTAL</b>	<b>375978.00</b>	<b>338351.00</b>

## NOTE NO. 9 NON CURRENT INVESTMENTS

&lt; IN RUPEES

PARTICULARS	AS AT 31STMARCH 2019	AS AT 31STMARCH 2018
MUTUAL FUND	1476000.00	1422000.00
ASIA RESORTS LTD	39000.00	39000.00
<b>TOTAL</b>	<b>1515000.00</b>	<b>1461000</b>

## NOTE NO. 10 DEFERRED TAX ASSET(NET)

&lt; IN RUPEES

PARTICULARS	AS AT 31STMARCH 2019	AS AT 31STMARCH 2018
DEFERRED TAX ASSET(NET)	179735.00	176426.00
<b>TOTAL</b>	<b>179735.00</b>	<b>176426.00</b>

## NOTE NO. 11 LONG TERM LOANS &amp; ADVANCES

&lt; IN RUPEES

PARTICULARS	AS AT 31STMARCH 2019	AS AT 31STMARCH 2018
LONG TERM LOANS & ADVANCES	0.00	0.00
ANY OTHER ASSETS	0.00	0.00
<b>TOTAL</b>	<b>0.00</b>	<b>0.00</b>

## NOTE NO. 12 OTHER NON CURRENT ASSETS

&lt; IN RUPEES

PARTICULARS	AS AT 31STMARCH 2019	AS AT 31STMARCH 2018
SECURITIES	0.00	0.00
ANY OTHER ASSETS	0.00	0.00
<b>TOTAL</b>	<b>0.00</b>	<b>0.00</b>

## NOTE NO. 13 CURRENT INVESTMENTS

&lt; IN RUPEES

PARTICULARS	AS AT 31STMARCH 2019	AS AT 31STMARCH 2018
INVESTMENTS	0.00	0.00
<b>TOTAL</b>	<b>0.00</b>	<b>0.00</b>

## NOTE NO. 14 INVENTORIES

&lt; IN RUPEES

PARTICULARS	AS AT 31STMARCH 2019	AS AT 31STMARCH 2018
INVENTORIES		
FINISHED GOODS	0.00	0.00
<b>TOTAL</b>	<b>0.00</b>	<b>0.00</b>

## NOTE NO. 15 TRADE RECEIVABLES

&lt; IN RUPEES

PARTICULARS	AS AT 31STMARCH 2019	AS AT 31STMARCH 2018

SHORT TERM LOANS RECEIVABLES FROM CUSTOMERS	40191743.87	37009594.53
TOTAL	40191743.87	37009594.53



## NOTE. 16 CASH AND BANK EQUIVALENTS

&lt; IN RUPEES

PARTICULARS	AS AT 31STMARCH 2019	AS AT 31STMARCH 2018
<b>BALANCE WITH BANKS</b>		
STATE BANK OF INDIA A/C 33009707391	157589.36	451840.90
SBI-C/A-32173556836	22054.50	18460.00
AXIS BANK	122656.04	
PAYTM	13568.32	20322.00
<b>TOTAL</b>	<b>315868.22</b>	<b>490622.90</b>
<b>CASH IN HAND</b>		
CASH IN HAND	758992.94	325374.71
ANIL GUPTA IMPREST	12439.00	
OTHER CASH BALANCE	7500.00	7500.00
<b>TOTAL</b>	<b>778931.94</b>	<b>332874.71</b>
<b>TOTAL</b>	<b>1094800.16</b>	<b>823497.61</b>

## NOTE NO. 17 SHORT TERM LOANS &amp; ADVANCES

&lt; IN RUPEES

PARTICULARS	AS AT 31STMARCH 2019	AS AT 31STMARCH 2018
SHORT TERM LOANS & ADVANCES	0.00	0.00
<b>TOTAL</b>	<b>0.00</b>	<b>0.00</b>

## NOTE NO. 18 OTHER CURRENT ASSETS

&lt; IN RUPEES

PARTICULARS	AS AT 31STMARCH 2019	AS AT 31STMARCH 2018
OTHER ASSETS	242922.00	
ANY OTHER ASSETS CHEQUE ISSUED NOT PRESENTED	8050.00	20915.00
<b>TOTAL</b>	<b>250972.00</b>	<b>20915.00</b>

## DETAILS OF ANY OTHER ASSETS

&lt; IN RUPEES

PARTICULARS	AS AT 31STMARCH 2019	AS AT 31STMARCH 2018
INCOME TAX REFUND DUE FOR PREVIOUS YEARS		0.00
ADVANCE INCOME TAX	320000.00	300000.00
LESS INCOME TAX AS PER RECEIPT & PAYMENT A/C	-300903.00	-302552.00
REFUND OF INCOME TAX FOR CURRENT YEAR	19097.00	-2552.00
<b>TOTAL</b>	<b>19097.00</b>	<b>-2552.00</b>

## NOTE NO. 24 DEFERRED TAX LIABILITY / PAYMENT CHART

&lt; IN RUPEES

PARTICULARS	AS AT 31STMARCH 2019
DEFERRED TAX LIABILITY / PAYMENT CHART	
WRITTEN DOWN VALUE OF FIXED ASSETS AS PER COMPANIES ACT	637453
WRITTEN DOWN VALUE OF FIXED ASSETS AS PER INCOME TAX ACT	1328741
DIFFERENCE IN ABOVE SHOWS HIGHER VALUE OF DEP. AS PER BALANCE SHEET AND LOWER VALUE OF DEP. ALLOWED AS PER INCOME TAX & EXCESS TAX PAID @26%	691288
DEFERRED TAX ASSET	179735
DEFERRED TAX AS PER LAST YEAR	176426
NOW AMT DEBITED P & L	3309
<b>TOTAL</b>	<b>0.00</b>

## NOTE NO. 19 REVENUE FROM OPERATIONS

PARTICULARS	< IN RUPEES	
	AS AT 31STMARCH 2019	AS AT 31STMARCH 2018
INTEREST RECEIVED FROM LOANS/ADVANCES	9977875.37	9549869.67
GROSS REVENUE FROM OPERATIONS	9977875.37	9549869.67

## NOTE NO. 20 OTHER INCOME

PARTICULARS	< IN RUPEES	
	AS AT 31STMARCH 2019	AS AT 31STMARCH 2018
INTEREST ON INCOME TAX REFUND	0.00	0.00
OTHER INCOME -	0.43	0.00
TOTAL	0.43	0.00

## NOTE NO. 21 EMPLOYEE BENEFIT EXPENSES

PARTICULARS	< IN RUPEES	
	AS AT 31STMARCH 2019	AS AT 31STMARCH 2018
SALARY & WAGES		
SALARY TO DIRECTORS	1560000.00	1380000.00
SALARY TO MARKETING STAFF	0.00	452916.00
SALARY TO STAFF	2720430.00	1889055.00
STAFF WELFARE FUND	69154.00	97933.00
EMPLOYEE STATE INSURANCE	0.00	0.00
PROVIDENT FUND	0.00	0.00
TOTAL	4349584.00	3819904.00

## NOTE NO. 22 FINANCE COST

PARTICULARS	< IN RUPEES	
	AS AT 31STMARCH 2019	AS AT 31STMARCH 2018
INTEREST		
INTEREST TO BANKS ON TERM LOANS		
SBOP CAR LOAN	0.00	0.00
LIC OF INDIA	0.00	0.00
INTEREST ON SHORT TERM BORROWINGS		
BANKS ON CASH CREDIT	515581.00	480152.82
INTEREST TO OTHERS	1789970.00	1636219.64
TOTAL	2305551.00	2116372.46

## NOTE NO. 23 OTHER EXPENSES

PARTICULARS	< IN RUPEES	
	AS AT 31STMARCH 2019	AS AT 31STMARCH 2018
AUDIT FEE	27000.00	24000.00
ADVERTISEMENT	43633.00	64249.18
BANK CHARGES	65154.59	34924.21
DIRECTORS AND CUSTOMERS MEETING EXPS	24062.18	126126.00
MEMBERS AND DEPOSITORS MEETINGS EXPENSES	11601.00	64647.00
ELECTRICITY CHARGES	98888.20	112467.60
FEE & TAXES	56555.00	12469.00
INSURANCE CHARGES CAR	22568.00	26203.00
LOAN RECOVERY EXPENSES	217000.00	188000.00
MISCELLANEOUS EXPENSES	41954.40	57354.05
NEWS PAPER SUBSCRIPTION	6123.00	6105.00
POST & TELEGRAPH	55081.78	124617.16
PRINTING & STATIONERY	45100.00	74359.00
PROFESSIONAL FEE	56716.00	66556.18
RENT PAID	752400.00	620400.00
REPAIR & MAINTENANCE	106248.00	113339.00
TEA FOR CUSTOMERS	27845.00	28670.00
TEA TO STAFF	18788.00	18692.00
TELEPHONE CHARGES	39259.00	78809.00
PETROL AND DIESEL CHARGES	183167.44	247064.18
TRAVELLING EXPENSES	32202.94	76981.80
TOTAL	1931347.53	2166033.36

## NOTE NO. 24 LOAN &amp; ADVANCES FROM RELATED PARTIES

&lt; IN RUPEES

PARTICULARS	AS AT 31STMARCH 2019
<b>DEPOSITS FROM DIRECTORS</b>	
ANIL GUPTA	467131.00
ASHOK GUPTA	1755945.00
POONAM GUPTA	44197.00
TOTAL RS	<u>2267273.00</u>
<b>DEPOSITS FROM RELATIVES</b>	
Alisha Gupta A/C	2677141.00
Anchal Gupta	82331.00
Anchal/Jeevan Lata / Famida	142151.00
Anchal/Jeevan Lata / Madhu Gupta	90123.00
Anchal/Jeevan Lata / Poshita	50791.00
Anchal/Jeevan Lata / Rohit Gupta	465825.00
Anchal/Jeevan Lata / Sushil Gupta	686675.00
Anchal/Jeevan Lata Gupta	359910.00
Anil Gupta ( Huf A/C )	568176.00
Aryan Gupta	517103.00
Ashok Kumar Gupta {huf A/C}	1489595.00
Lalit Gupta	295523.00
Lalit Kumar Gupta {huf A/C}	575676.00
Manju Gupta	1311989.00
Mayank / Madhu Goel	484002.00
Mohit Gupta	37943.00
Monika Gupta	764188.00
Naresh Goel	971643.00
Neha Gupta	172291.00
Pallavi Gupta	970519.00
Poonam / Ram Onkar	155250.00
Rajat Gupta	359147.00
Vaibhav / Madhu Goel	483997.00
	<u>13711989.00</u>
<b>TOTAL</b>	<b>15979262.00</b>

**Depreciation Chart for the F. Y. 2018-19 as per Schedule II of the Companies Act, 2013**

31/03/2019

Date of Purchase / Put to use	Particular	Original Cost (Rs)	Dep. charged upto 31.03.2018	WDV as on 01.04.2018	Life as per Co. Act, 2013 in Years	Life as per Co. Act, 2013 in Days	Life Used till 31.03.2018 in days	Life Used till 31.03.2018 in years	Remaining Life	Salvage value	Rate of Depreciation	Dep for the Year 2018-19	WDV as on 31.03.2019
	<b>VEHICLES CARS</b>												
02/03/2016	MARUTI CIAZ CAR	1,062,689	573,664	489,025	8	2920	1,125	3.08	4.92	53134	31.23	152,723	336,302
31/05/2009	TWO WHEELERS SCOOTER	39,804	36,975	2,829	10	3650	3,592	9.84	0.17	1990	25.89	732	2,097
08/04/2012	SCOOTER COMPUTERS	45,722	38,089	7,633	10	3650	2,549	6.98	3.03	2286	25.89	1,976	5,657
	<b>ELECTRICALS, ETC</b>												
10/01/2012	INVERTER	20,800	17,294	3,506	10	3650	2,638	7.23	2.77	1040	25.89	908	2,598
20/01/2014	MOBILE	47,350	33,726	13,624	10	3650	1,897	5.20	4.80	2368	25.89	3,527	10,097
12/08/2017	MOBILE	71,889	11,470	60,419	10	3650	597	1.64	8.36	3594	25.89	15,642	44,777
12/08/2017	MOBILE	57,900	9,238	48,662	10	3650	597	1.64	8.36	2895	25.89	12,599	36,063
23/09/2017	MOBILE	9,899	1,281	8,618	10	3650	555	1.52	8.48	495	25.89	2,231	6,387
22/02/2018	WATER FILTER	15,000	375	14,625	10	3650	403	1.10	8.90	750	25.89	3,786	10,839
26/03/2015	AIRCONDITIONER	265,794	158,093	107,701	10	3650	1,467	4.02	5.98	13290	25.89	27,884	79,817
09/04/2016	ELECTRIC FAN	1,550	660	890	10	3650	1,087	2.98	7.02	78	25.89	230	660
11/04/2016	WATER COOLER	7,800	3,310	4,490	10	3650	1,085	2.97	7.03	390	25.89	1,162	3,328
25/06/2016	WATER FILTER	8,990	3,124	5,866	10	3650	1,010	2.77	7.23	450	25.89	1,519	4,347
13/11/2018	MOBILE	35,000	-	35,000	10	3650	139	0.38	9.62	1750	25.89	3,451	31,549
15/12/2018	LED TUBE SET	18,975	-	18,975	10	3650	107	0.29	9.71	949	25.89	1,440	17,535
	<b>ASSETS WITH SALVAGE VALUE AND 0 DEPRECIATION</b>												
26/06/2010	CAR MANJA	647,719	611,326	36,393	8	2920	-	-	-	32386	0.00	4,007	32,386
19/09/2015	COMPUTER ETC	39,800	36,559	3,241	3	1095	-	-	-	1990	0.00	1,251	1,990
01/04/2016	COMPUTER ETC	60,000	51,857	8,143	3	1095	-	-	-	3000	0.00	5,143	3,000
02/08/2007	MOTOR CYCLE	55,740	52,953	2,787	10	3650	-	-	-	2787	0.00	-	2,787
04/10/2013	COMPUTER ETC	14,400	13,680	720	3	1095	-	-	-	720	0.00	-	720
16/11/2013	COMPUTER ETC	15,100	14,345	755	3	1095	-	-	-	755	0.00	-	755
29/10/2014	COMPUTER ETC	12,600	11,970	630	3	1095	-	-	-	630	0.00	-	630
23/04/2007	AIR CONDITIONER	23,000	21,850	1,150	10	3650	-	-	-	1150	0.00	-	1,150
13/06/2007	AIRCONDITIONER	14,290	13,575	715	10	3650	-	-	-	715	0.00	-	715
28/01/2007	FURNITURE & FIXTURE	25,356	24,088	1,268	10	3650	-	-	-	1268	0.00	-	1,268
		2,617,167	1,739,502	877,665								240,212	637,453

**DETAIL OF FIXED ASSETS HEAD WISE**

CARS	336,303
TWO WHEELERS	7,753
COMPUTERS	247,996
ELECTRICALS	45,401
ASSETS WITH SALVAGE VALUE ONLY	
	<u>637453</u>

637453