

BOARD OF DIRECTORS 'REPORT

FOR THE FINANCIAL YEAR 31ST MARCH, 2020

UNDER SECTION 134 (3) OF THE COMPANIES ACT, 2013

To,
The Members;
M/s. CITY TRADE ARCADE PRIVATE LIMITED
CIN: U45209OR1999PTC005880

Your Directors have pleasure in presenting their Annual Report on the business and operations together with the Audited Statements of Accounts for the year ended 31st March, 2020.

1. FINANCIAL HIGHLIGHTS

The Company's financial performance for the year under review along with previous year's figures is given here under;

Amount in INR		
Particulars	2019-2020	2018-19
Turnover / Revenue from Operations	25,51,75,843.61	28,71,04,570.76
Other Income	8,13,190.64	28,96,219.42
Total	25,59,89,034.25	29,00,00,790.18
Total Expenses	24,60,58,688.91	27,84,41,422.93
Profit before Tax	99,30,345.34	11,55,93,67.25
Provision for Tax	25,81,889.79	32,19,387.43
Profit after Tax	73,48,455.55	83,39,979.82

2. DIVIDEND

To strengthen the financial position of the company, your Directors do not recommend payment of any dividend for the financial year 2019-20.

3. TRANSFER OF UNCLAIMED DIVIDEND TO INVESTOR EDUCATION AND PROTECTION FUND

The provisions of Section 125(2) of the Companies Act, 2013 do not apply as there was no dividend declared and paid last year.

4. RESULTS OF BUSINESS OPERATIONS AND THE STATE OF COMPANY'S AFFAIRS

During the year under review, the Company has achieved a turnover of Rs.25,51,75,843.61. The net profit after taxes during the year has been Rs.73,48,455.55.

5. DISCLOSURE ABOUT COST AUDIT

The provision of maintenance of cost audit records and filing the same is not applicable to the Company.

6. MATERIAL CHANGES AND COMMITMENT IF ANY AFFECTING THE FINANCIAL POSITION OF THE COMPANY OCCURRED BETWEEN THE END OF THE FINANCIAL YEAR TO WHICH THIS FINANCIAL STATEMENTS RELATE AND THE DATE OF THE REPORT

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

7. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO

The provisions of Section 134(m) of the Companies Act, 2013 do not apply to our Company. There was no foreign exchange inflow or Outflow during the year under review.

8. STATEMENT CONCERNING DEVELOPMENT AND IMPLEMENTATION OF RISK MANAGEMENT POLICY OF THE COMPANY

The Company does not have any Risk Management Policy as the elements of risk threatening the Company's existence are very minimal.

9. DETAILS OF POLICY DEVELOPED AND IMPLEMENTED BY THE COMPANY ON ITS CORPORATE SOCIAL RESPONSIBILITY INITIATIVES

The Company has not developed and implemented any policy on Corporate Social Responsibility initiatives as the provisions of section 135 of Companies Act, 2013 are not applicable.

10. PARTICULARS OF LOANS GIVEN, INVESTMENTS MADE, GUARANTEES GIVEN AND SECURITIES PROVIDED

There were no loan, guarantees or Investments made by the Company under Section 186 of the Companies Act, 2013 during the year under review and hence the said provision is not applicable.

11. PARTICULARS OF CONTRACTS OR ARRANGEMENTS MADE WITH RELATED PARTIES

The Company has entered into any Contracts or arrangements with related party under the provisions of section 188 of the Companies Act, 2013 during the year under review and hence the said provisions are applicable.

12. EXPLANATION OR COMMENTS ON QUALIFICATIONS, RESERVATIONS OR ADVERSE REMARKS OR DISCLAIMERS MADE BY THE AUDITORS AND THE PRACTICING COMPANY SECRETARY IN THEIR REPORTS

There was no a qualification, reservations or adverse remarks made by the Auditors in their report. The provisions of section 204 of the Companies Act, 2013 relating to submission of Secretarial Audit Report is not applicable to the Company.

13. COMPANY'S POLICY RELATING TO DIRECTORS APPOINTMENT, PAYMENT OF REMUNERATION AND DISCHARGE OF THEIR DUTIES

The provisions of Section 178(1) relating to constitution of Nomination and Remuneration Committee are not applicable to the Company and hence the Company has not devised any policy relating to appointment of Directors, payment of Managerial remuneration, Directors qualifications, positive attributes, independence of Directors and other related matters as provided under Section 178(3) of the Companies Act, 2013.

14. NUMBER OF BOARD MEETINGS

During the year under review, The Board met 5 times and the gap between two consecutive meetings was not more than one hundred and twenty days as provided in section 173 of the Companies Act, 2013.

15. WEB-LINK OF ANNUAL RETURN

The company does not have any website.

16. INTERNAL FINANCIAL CONTROL AND ITS ADEQUACY

The Board has adopted policies and procedures for ensuring the orderly and efficient conduct of its business, including adherence to the 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 disclosures.

17. DISCLOSURE UNDER SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013

During the year under review, there were no cases filed pursuant to the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013.

18. SUBSIDIARIES, JOINT VENTURES AND ASSOCIATE COMPANIES

The Company does not have any Subsidiaries, Joint Ventures and Associate Companies.

19. DEPOSITS

The Company has neither accepted nor renewed any deposits during the year under review.

20. CHANGES IN THE COMPOSITION OF BOARD OF DIRECTORS, IF ANY

During the year under review, No changes occurred in the composition of Board of directors of the Company.

21. DECLARATION OF INDEPENDENT DIRECTORS

The provisions of Section 149 of the Companies Act, 2013 pertaining to the appointment of Independent Directors do not apply to our Company.

22. STATUTORY AUDITORS

Sourjya & Biswajit Chartered Accountants has been appointed for the current Financial Year. The Members, year on year, will be requested, to ratify their appointment as Auditors and to authorize the Board of Directors to fix their remuneration. In this connection, the attention of the Members is invited in the Notice.

23. DISCLOSURE OF COMPOSITION OF AUDIT COMMITTEE AND PROVIDING VIGIL MECHANISM

The provisions of Section 177 of the Companies Act, 2013 read with Rule 6 and 7 of the Companies (Meetings of the Board and its Powers) Rules, 2013 is not applicable to the Company.

24. SHARES

- a) **Equity shares with differential rights:** The Company has not issued any equity share with differential rights during the year under review.
- b) **Buy Back of Securities:** The Company has not bought back any of its securities during the year under review.
- c) **Sweat Equity:** The Company has not issued any Sweat Equity Shares during the year under review.
- d) **Bonus Shares:** No Bonus Shares were issued during the year under review.
- e) **Employees Stock Option Plan:** The Company has not provided any Stock Option Scheme to the employees.

25. SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS OR TRIBUNALS IMPACTING THE GOING CONCERN STATUS AND COMPANY'S OPERATIONS IN FUTURE

No significant or material orders were passed by the any Regulators or Courts or Tribunals which impact the going concern status and Company's operations in future.

26. CHANGE IN NATURE OF BUSINESS ACTIVITIES CARRIED ON BY THE COMPANY

There is no change in nature of business during the period under review.

27. CHANGE IN REGISTERED OFFICE OF THE COMPANY

There is no change in the premises of the registered office during the period under review.

28. STATEMENT IN RESPECT OF ADEQUACY OF INTERNAL FINANCIAL CONTROL WITH REFERENCE TO THE FINANCIAL STATEMENTS

Company continuously invests in strengthening its internal control processes. The Company has put in place an adequate system of internal financial control commensurate with its size and nature of business which helps in ensuring the orderly and efficient conduct of its business. These systems provide a reasonable assurance in respect of providing financial and operational information, complying with applicable statutes, safeguarding of assets of the Company, prevention & detection of frauds, accuracy & completeness of accounting records and ensuring compliance with corporate policies. As a means to further strengthen the control environment, during the year, the processes were benchmarked with industry practices to identify the gaps, if any and remedial measures were taken. Financial policies, standards and delegations of authority have been disseminated to senior management to cascade within their departments. Procedures to ensure conformance with the policies, standards and delegations of authority have been put in place covering all activities. The Company has entrusted its directors to periodically review the performance of internal financial functions.

29. DIRECTORS RESPONSIBILITY STATEMENT

In accordance with the provisions of Section 134(5) of the Companies Act, 2013 the Board hereby submits its responsibility Statement:

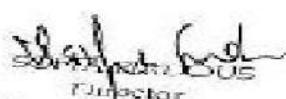
- a) In the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- b) The directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable 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 that period;
- c) The directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- d) The directors had prepared the annual accounts on a going concern basis;
- e) The directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

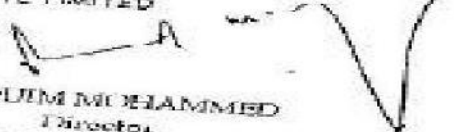
30. ACKNOWLEDGEMENTS

Your Directors place on record their sincere thanks to bankers, business associates, consultants, and various Government Authorities for their continued support extended to your Companies activities during the year under review. Your Directors also acknowledge gratefully the shareholders for their support and confidence reposed on the Company.

For & On behalf of the Board

For CITY TRADE ARCADE PRIVATE LIMITED

FOR CITY TRADE ARCADE PRIVATE LIMITED

Director
DIN No. 03033605


MOQUIM MUHAMMED
Director
DIN No. 01725238

Place: Cuttack
Date: 15.12.2020



INDEPENDENT AUDITOR'S REPORT

To the Members of
CITY TRADE ARCADE PRIVATE LIMITED

Opinion

We have audited the accompanying financial statements of **CITY TRADE ARCADE PRIVATE LIMITED** ("the Company"), which comprise the Balance Sheet as at March 31, 2020, and the Statement of Profit and Loss, Cash Flow Statement for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 2013 ('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 March 31, 2020, its profit (or Loss)* and cash flows for the year ended on that date.

Basis for opinion

We conducted our audit in accordance with the standards on auditing specified under section 143 (10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Company in accordance with the code of ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the 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.

Key Audit Matters

There are no key audit matters to be communicated in our report. Further reporting of key audit matters as per SA 701, are not applicable to the Company as it is an unlisted company.

Emphasis of Matter

Without qualifying our opinion we draw attention to the following matters:-

- As per Note-21(7) in respect of non-availability of confirmations in respect of trade receivable, trade payables and loans & advances. In the absence of such confirmations any provision to be made for the adverse variation in carrying amounts of these balances are not quantified as well as quantum of adjustment if any required to be made remain unascertained.
- As per Note-21(6), the company has presented in the financial statement that the amount due to Micro and Small Enterprises is Nil. As explained to us the company has not received any intimation from "suppliers" regarding status under Micro, Small and Medium Enterprises Development Act, 2006 and hence disclosures, if any, relating to amount unpaid as at the year-end together with the interest paid/payable as required under the said Act have not been furnished. In absence of a proper mechanism to identify such enterprises by the

company we are unable to comment on this.

- The Company has considered the possible effects that may result from the pandemic relating to COVID-19 on the carrying amount of the receivables and investments in company. In developing the assumptions relating to the possible future uncertainties in the economic condition because of this pandemic, the company as at the date of approval these financial statements has used internal & external sources of information including credit reports, related information and economic forecasts. The Company has performed sensitivity analysis on the assumption used and based on current estimates expects the carrying amount of these assets will be recovered other than the cases fully provided in the accounts. The impact of COVID-19 on the company's financial statements may differ from that estimated as at date of approval of these financial statements.
- Management's physical verification of inventories was not physically observed by us at the year-end or subsequent to the year-end due to the restrictions imposed on account of COVID-19.

On account of COVID - 19 related nationwide lockdown, we were unable to carry out inventory verification at the year-end or subsequent to the year-end. Inventories, being material to the financial statements of the company, we have performed following alternate procedures to audit the existence of inventory as per the guidance provided in SA 501 "Audit Evidence - Specific Considerations for Selected Items", which includes:

- a) Evaluated the design and implementation of the controls over physical verification of inventory and tested the operating effectiveness of these controls during the interim periods.
- b) Inspection of supporting documentation relating to purchases, production, sales, results of cyclical count performed by the Management throughout the year.

Information other than the financial statements and auditors' report thereon

The Company's board of directors is responsible for the preparation of the other information. The other information comprises the information included in the Board's Report including Annexure to Board's Report, Business Responsibility Report but does not include the financial statements and our auditor's report thereon.

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

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the standalone financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibility of Management & those charged with Governance of Financial Statements:-

The Company's board of directors are responsible for the matters stated in section 134 (5) of 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. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design,



implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

The board of directors are also responsible for overseeing the Company's financial reporting process.

Auditor's responsibilities for the audit of the financial statements

Our objectives 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. 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 statements.

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.



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

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

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

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), as amended, issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give "Annexure-A" a statement on the matters specified in paragraphs 3 and 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 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) As per the information obtained from the management we report that there are no branches of the company during the year, therefore audit of branches is not applicable.
 - d) The Balance Sheet, the Statement of Profit and Loss and the Cash Flow Statement dealt with by this Report are in agreement with the books of account and returns.
 - e) In our opinion, the aforesaid (Standalone) financial statements comply with the Accounting Standards specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
 - f) There are no such observations or comments made by us which have adverse impact on the functioning of the company.
 - g) On the basis of written representations received from the directors as on March 31, 2020 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2020 from being appointed as a director in terms of Section 164 (2) of the Act.
 - h) There is no qualification, reservation or adverse remark found by us during our audit relating to the maintenance of accounts and other matters connected therewith.



- i) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure-B".
- j) 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) Amendment Rules, 2018, in our opinion and to the 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 derivative contracts for which there were any material foreseeable losses.
- iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

Place: Cuttack
Date: 15-12-2020



For and on behalf of
Sourjya & Biswajit
Chartered Accountants
FRN: 0322779E

A handwritten signature in blue ink, appearing to read "Sourjya Prakash Mohapatra".

CA. Sourjya Prakash Mohapatra
Partner
M. No. 052805
UDIN: - 21052805AAAAHG2161

“Annexure A” to the Independent Auditors’ Report

[Referred to in paragraph 1 under ‘Report on other legal & regulatory requirement’ in our independent auditors report of even date to the members of the company on the standalone financial statements for the year ended March 31st, 2020]

- (i) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets;
- (b) The Fixed Assets have been physically verified by the management in a phased manner, designed to cover all the items over a period of one years, which in our opinion, is reasonable having regard to the size of the company and nature of its business. Pursuant to the program, a portion of the fixed asset has been physically verified by the management during the year and no material discrepancies between the books records and the physical fixed assets have been noticed.
- (c) According to the information and explanations given to us and the records examined by us and based on the examination of the registered sale deed / conveyance deed provided to us including copies of title deed, Originals of which are mortgaged to banks & NBFC, we report that, the title deeds, comprising all the immovable properties of land and buildings which are freehold, are held in the name of the Company as at the balance sheet date. In respect of immovable properties of land and buildings that have been taken on lease and disclosed as fixed asset in the financial statements, the lease agreements are in the name of the Company, where the Company is the lessee in the agreement.
- (ii) As explained to us, the management has conducted the physical verification of inventory at reasonable intervals. There are no discrepancies noticed on physical verification of inventory as compared to books records.
- (iii) The Company has not granted any loans, secured or unsecured to companies, firms, Limited Liability partnerships or other parties covered in the Register maintained under section 189 of the Act. Accordingly, the provisions of paragraph 3 (iii) (a) to (C) of the Order are not applicable to the Company and hence not commented upon.
- (iv) In our opinion and according to the information and explanations given to us, the company has complied with the provisions of section 185 and 186 of the Companies Act, 2013. In respect of loans, investments, guarantees, and security.
- However, no interest has been charged for the loans given to the subsidiary company.
- (v) The Company has not accepted any deposits from the public and hence the directives issued by the Reserve Bank of India and the provisions of Sections 73 to 76 or any other relevant provisions of the Act and the Companies (Acceptance of Deposit) Rules, 2015 with regard to the deposits accepted from the public are not applicable.
- (vi) As informed to us, the maintenance of Cost Records has not been specified by the Central Government under sub-section (1) of Section 148 of the Act, in respect of the activities carried on by the company.
- (vii) (a) According to information and explanations given to us and on the basis of our examination of the books of account, and records, the Company has been generally regular in depositing undisputed statutory dues including Provident Fund, Employees State Insurance, Income-Tax, Sales tax, Service Tax, Duty of Customs, Duty of Excise, Value added Tax, Cess and any other statutory dues with the appropriate authorities. According to the information and explanations given to us, no undisputed amounts payable in respect of the above were in arrears as on March 31, 2020 for a period of more than six months from the date on when they become payable.



- (b) According to the information and explanation given to us, there are no dues of income tax, sales tax, service tax, duty of customs, duty of excise, value added tax outstanding on account of any dispute.
- (viii) Based on our audit procedures and according to the information and explanations given to us, we are of the opinion that the company has no defaults in repayment of dues to Banks and financial institutions. The company has not issued any debentures during the year.
- (ix) Based upon the audit procedures performed and the information and explanations given by the management, the company has not raised moneys by way of initial public offer or further public offer including debt instruments and term Loans.
- (x) Based upon the audit procedures performed and the information and explanations given by the management, we report that no fraud by the Company or on the company by its officers or employees has been noticed or reported during the year.
- (xi) Based upon the audit procedures performed and the information and explanations given by the management, the managerial remuneration has been paid or provided in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Companies Act;
- (xii) In our opinion and according to the information and explanations given to us, the Company is not a Nidhi Company. Therefore, the provisions of paragraph 3 clause (xii) of the Order are not applicable to the Company.
- (xiii) In our opinion, and according to the information and explanations given to us, all transactions with the related parties are in compliance with section 177 and 188 of Companies Act, 2013 and the details have been disclosed in the Financial Statements as required by the applicable accounting standards.
- (xiv) Based upon the audit procedures performed and the information and explanations given by the management, the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review and hence reporting under clause (xiv) of CARO 2016 is not applicable to the company.
- (xv) Based upon the audit procedures performed and the information and explanations given by the management, the company has not entered into any non-cash transactions with directors or persons connected with him and hence provisions of section 192 of the Companies Act, 2013 are not applicable.
- (xvi) The company is not required to be registered under section 45 IA of the Reserve Bank of India Act, 1934.

Place: Cuttack
Date: 15-12-2020



For and on behalf of
Sourjya & Biswajit
Chartered Accountants
FRN:322779E

CA. Sourjya Prakash Mohapatra
Partner
M. No. 052805
UDIN:- 21052805AAAAHG2161

“Annexure B” to the Independent Auditor’s Report of even date on the Standalone Financial Statements of City Trade Arcade Private Limited

[Referred to in paragraph 2 (i) under ‘Report on other legal and regulatory requirements’ in the independent auditors report of even date, to the members of the company on the standalone financial statements for the year ended 31st March 2020]

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

We have audited the internal financial controls over financial reporting of **City Trade Arcade Private Limited** (“the Company”) as of March 31, 2020 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

Management’s Responsibility for Internal Financial Controls

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

Auditors’ Responsibility

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

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial 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 judgement, 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 authorisations of management and directors of the company; and
- 3) Provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the 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 error or fraud 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 March 31, 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.

Place: Cuttack
Date: 15-12-2020



For and on behalf of
Sourjya & Biswajit
Chartered Accountants
FRN:322779E

A handwritten signature in blue ink, appearing to read "Sourjya Prakash Mohapatra".

CA. Sourjya Prakash Mohapatra
Partner
M. No. 052805
UDIN:- 21052805AAAAHG2161

CITY TRADE ARCADE PRIVATE LIMITED

CIN-U45209OR1999PTC005880

Balance Sheet as at 31st March 2020

Particulars	Note No.	Figures as at the end of current reporting period	Figures as at the end of previous reporting period
1		3	4
I. EQUITY AND LIABILITIES			
1 Shareholders' funds			
(a) <u>Share capital</u>	1	25,00,000	25,00,000
(b) <u>Reserves and surplus</u>	2	1,02,11,562	28,63,106
(c) <u>Advance Against equity</u>		-	-
2 Share application money pending allotment			
3 Non-current liabilities			
(a) <u>Long-term borrowings</u>	3	35,510	37,60,333
(b) <u>Deferred tax liabilities (Net)</u>			
(c) <u>Other Long term liabilities</u>			
(d) <u>Long-term provisions</u>			
4 Current liabilities			
(a) <u>Short-term borrowings</u>	4	48,81,997	-
(b) <u>Trade payables</u>	5	2,17,43,357	2,08,85,613
(c) <u>Other current liabilities</u>	6	10,20,02,802	5,81,75,468
(d) <u>Short-term provisions</u>	7	1,75,17,129	1,13,24,034
TOTAL		15,88,92,356	9,95,08,553
II. ASSETS			
Non-current assets			
1 (a) <u>Fixed assets</u>			
(i) <u>Tangible assets</u>	8	1,31,43,572	56,23,108
(ii) <u>Intangible assets</u>		-	-
(iii) <u>Capital work-in-progress</u>		-	-
(iv) <u>Intangible assets under development</u>			
(b) <u>Non-current investments</u>		55,27,712	51,81,283
(c) <u>Deferred tax assets (net)</u>		18,883	1,94,946
(d) <u>Long-term loans and advances</u>	9	8,71,71,358	6,40,85,330
(e) <u>Other non-current assets</u>		-	-
2 Current assets			
(a) <u>Current investments</u>		-	-
(b) <u>Inventories</u>	10	7,45,922	7,45,922
(c) <u>Trade receivables</u>	11	5,77,919	2,19,488
(d) <u>Cash and cash equivalents</u>	12	1,50,11,396	84,49,588
(e) <u>Short-term loans and advances</u>	13	3,66,95,593	1,50,08,887
(f) <u>Other current assets</u>		-	-
TOTAL		15,88,92,356	9,95,08,553
Significant Accounting Policies	20		
Notes Forming Part Of Accounts	21		

As per our report of even date

Auditors' Report to the Members

for and on behalf of

Sourjya & Biswajit

Chartered Accountants

FRTD:- 0322779E

CA S.P. MOHAPATRA

Partner

M.No. 052805

Place : Cuttack

Date : 15-12-2020



FOR CITY TRADE ARCADE PRIVATE LIMITED

SOFIA FIRDOUS

Director

DIN No. 03033605

MOHAMMED MOQUIM

Director

DIN No. 01725238

CITY TRADE ARCADE PRIVATE LIMITED

CIN-U45209OR1999PTC005880

Profit and loss statement for the year ended 31st March 2020

Particulars	Refer Note No.	Figures for the current reporting period	Figures for the previous reporting period
I. Revenue from operations	14	25,51,75,843.61	28,71,04,570.76
II. Other income	15	8,13,190.64	28,96,219.42
III. Total Revenue (I + II)		25,59,89,034.25	29,00,00,790.18
IV. Expenses:			
Cost of materials consumed		-	-
Purchases of Stock-in-Trade	16	5,94,58,284.13	12,90,03,377.78
Changes in inventories of finished goods work-in-progress and Stock-in-Trade		-	-
Employee benefits expense	17	1,44,81,005.32	1,19,10,841.47
Finance costs	18	1,72,681.17	58,664.01
Depreciation and amortization expense	8	14,41,361.90	11,11,843.15
Other expenses	19	17,05,05,356.39	13,63,56,696.52
Total expenses		24,60,58,688.91	27,84,41,422.93
Profit before exceptional and extraordinary items and tax (III-IV)		99,30,345.34	1,15,59,367.25
VI. Exceptional items		-	-
VII. Profit before extraordinary items and tax (V - VI)		99,30,345.34	1,15,59,367.25
VIII. Extraordinary Items		-	-
IX. Profit before tax (VII- VIII)		99,30,345.34	1,15,59,367.25
X Tax expense:			
(1) Current tax		24,05,827.08	32,70,363.00
(2) Deferred tax Assets		1,76,062.71	-50,975.57
Profit (Loss) for the period from continuing operations (IX-X)		73,48,455.55	83,39,979.82
XII Profit/(loss) from discontinuing operations			
XIII Tax expense of discontinuing operations			
Profit/(loss) from Discontinuing operations (after tax) (XII-XIII)			
XV Profit (Loss) for the period (XI + XIV)		73,48,455.55	83,39,979.82
XVI Earnings per equity share:			

As per our report of even date
Auditors' Report to the Members

for and on behalf of
Sourjya & Biswajit
Chartered Accountants
FRN :- 0322779E

CA S.P. MOHAPATRA
Partner
M.No. 052805



FOR CITY TRADE ARCADE PRIVATE LIMITED


SOFIA FIRDOUS
Director
DIN No. 03033605


MOHAMMED MOQUIM
Director
DIN No. 01725238

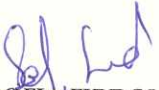
Place :Cuttack
Date: 15-12-2020

CITY TRADE ARCADE PRIVATE LIMITED
CIN-U45209OR1999PTC005880
Cash Flow Statement for the Year ended 31st March 2020

Particulars	As at 31st March 2020
A. Cash flow from operating activities	
Net Profit / (Loss) before tax	99,30,345
<u>Adjustments for:</u>	
Depreciation and amortisation	14,41,362
Finance costs	1,72,681
Interest income	-8,13,032
Operating profit / (loss) before working capital changes	1,07,31,356
<u>Changes in working capital:</u>	
Inventories	-
Trade receivables	-3,58,431
Short-term loans and advances	-2,16,86,706
Trade payables	8,57,744.00
Other current liabilities	4,38,27,334
Short Term Borrowings	48,81,997
Short term Provision	70,57,631
Cash generated from operations	4,53,10,927
Net income tax (paid) / refunds	-32,70,363
Net cash flow from / (used in) operating activities (A)	4,20,40,564
B. Cash flow from investing activities	
Capital expenditure on fixed assets, including capital advances	-89,61,826
Interest received	6,42,632
Rent Received	1,70,400
Long term loans & advances	-2,30,86,028
Non Current Investments	-3,46,429
Net cash flow from / (used in) investing activities (B)	-3,15,81,251
C. Cash flow from financing activities	
Proceeds from long-term borrowings	-37,24,823
Finance cost	-1,72,681
Net cash flow from / (used in) financing activities (C)	-38,97,505
Net increase / (decrease) in Cash and cash equivalents (A+B+C)	65,61,808
Cash and cash equivalents at the beginning of the year	84,49,588
Cash and cash equivalents at the end of the year	1,50,11,396
Reconciliation of Cash and cash equivalents with the Balance Sheet:	
<i>Cash and cash equivalents at the end of the year comprise</i>	
Cash on hand	8,49,627
Balances with banks	1,41,61,769
Total	1,50,11,396



FOR CITY TRADE ARCADE PRIVATE LIMITED


SOPIA FIRDOUS
Director
DIN No. 03033605


MOHAMMED MOQUIM
Director
DIN No. 01725238

Note 1a

Share Capital	As at 31 March 2020		As at 31 March 2019	
	Number	Amount (Rs.)	Number	Amount (Rs.)
Authorised				
Equity Shares of `Rs.10/- each	2,50,000	25,00,000	2,50,000	25,00,000
Issued				
Equity Shares of `Rs.10/- each	2,50,000	25,00,000	2,50,000	25,00,000
Subscribed & Paid up				
Equity Shares of `Rs.10/- each	2,50,000	25,00,000	2,50,000	25,00,000
Total	2,50,000	25,00,000	2,50,000	25,00,000

Note 1b

Particulars	Equity Shares		Preference Shares	
	Number	Amount (Rs.)	Number	Amount (Rs.)
Shares outstanding at the beginning of the year	2,50,000.00	25,00,000.00	-	25,00,000.00
Shares Issued during the year	-	-		
Shares bought back during the year				
Shares outstanding at the end of the year	2,50,000.00	25,00,000.00	-	25,00,000.00

Note 1c

Name of Shareholder	As at 31 March 2020		As at 31 March 2019	
	No. of Shares held	% of Holding	No. of Shares held	% of Holding
MD Moquim	1,25,000	50	1,25,000	50
Firdousia Bano	1,12,550	45	1,12,550	45
Sofia Firdous	12,450	5	12,450	5
TOTAL	2,50,000	100	2,50,000	100



For City Trade Arcade Pvt. Ltd.
Managing Director

Note 2

<u>Reserves & Surplus</u>	As at 31 March 2020	As at 31 March 2019
	Amount(Rs.)	Amount(Rs.)
a. Surplus		
Opening balance	28,63,106	-54,76,874
Less: Income tax demand adjustment		
(+) Net Profit/(Net Loss) For the current year	73,48,456	83,39,980
(+) Share Premium Account		
Closing Balance	1,02,11,562	28,63,106
Total	1,02,11,562	28,63,106

Note 3

<u>Long Term Borrowings</u>	As at 31 March 2020	As at 31 March 2019
	Amount(Rs.)	Amount(Rs.)
(A) Loan from Others	35,510	37,60,333
Total	35,510	37,60,333

Note 4

<u>Short Term Borrowings</u>	As at 31 March 2020	As at 31 March 2019
	Amount(Rs.)	Amount(Rs.)
<u>Secured</u>		
(a) Loans repayable on demand		
Vehicle Loan From UBI, Patia branch	48,81,997.00	-
Total	48,81,997	-

Note 5

Trade Payable	As at 31 March 2020	As at 31 March 2019
	Amount(Rs.)	Amount(Rs.)
Sundry Creditor CTAPL	2,09,63,783	1,99,90,745
Sundry Creditor Blue Lagoon Hotel	7,79,573	8,94,868
Total	2,17,43,357	20885613



Note 6

<u>Other Current Liabilities</u>	As at 31 March 2020	As at 31 March 2019
	Amount (Rs.)	Amount (Rs.)
Other Liabilities & Provision		
Advances For Flat	10,19,42,802.00	5,30,16,606.00
Advance Against Plot Booking	-	50,98,891.48
Duties & Taxes	-	-29.94
Security Deposit Reliance Jio	60,000.00	60,000.00
Total	10,20,02,802.00	5,81,75,467.54

Note 7

<u>Short Term Provisions</u>	As at 31 March 2020	As at 31 March 2019
	Amount(Rs.)	Amount(Rs.)
(a) Others (Specify nature)		
Audit Fees Payable	1,10,000.00	1,10,000.00
Provision For Income Tax	24,05,827.08	32,70,363.00
TDS Payable	1,90,224.00	4,65,864.00
Salary Payable	10,75,576.95	8,55,638.12
Professional Tax Payable	23,900.00	2,825.00
EPF Payable	47,596.00	14,463.00
ESIC Payable	9,990.00	41,087.00
Security on contractor bill @ 5%	1,30,06,832.88	65,63,793.65
Retainion Money for Final Finish	6,47,182.02	-
Total	1,75,17,128.93	1,13,24,033.77

Note 9

<u>Long Term Loans and Advances</u>	As at 31 March 2020	As at 31 March 2019
	Amount (Rs.)	Amount (Rs.)
Loan & Advances		
Director	-	49,05,483.70
Related Parties	8,30,02,786.04	5,27,68,136.10
Others	-	22,43,138.26
Security Deposit	66,398	66,398
CDA Security Deposit	41,02,174	41,02,174
Total	8,71,71,358	6,40,85,330



Note 8 FIXED ASSETS AS PER COMPANIES ACT, 2013

Fixed Assets	Gross Block		Accumulated Depreciation			Net Block	
	Balance as at 1 April 2019	Addition During The Year	Balance as at 31 March 2020	Balance as at 1 April 2019	Depreciation charge for the year	Balance as at 31 April 2019	Balance as at 31 March 2020
Tangible Assets							
Land	3,65,562.00	-	3,65,562.00	-	-	3,65,562	3,65,562
Building	46,27,543.00	-	46,27,543.00	27,94,563.24	1,74,133	18,32,980	16,58,847
Plant And Machinery	14,78,378.81	6,00,405.23	20,78,784.04	7,26,406.29	1,63,700	8,90,106	11,88,678
Computers	3,01,134.68	2,33,718.31	5,34,852.99	1,87,039.22	1,23,376	3,10,416	1,14,095
Electrical Installation	16,84,029.14	6,63,056.59	23,47,085.73	13,10,652.29	1,86,172	14,96,825	2,24,437
Generator 20KVA	1,43,000.00	4,15,254.24	5,58,254.24	72,259.04	76,796	1,49,055	3,73,377
Sanitary fittings	3,82,290.00	-	3,82,290.00	2,27,904.79	39,970	2,67,875	70,741
Motor Vehicle	4,52,504.00	58,30,691.00	62,83,195.00	1,32,993.12	82,721	2,15,714	1,54,385
Furniture & Fixtures	12,07,885.67	5,95,891.62	18,03,777.29	5,18,293.64	2,55,060	7,73,353	3,19,511
Air Conditioner	5,48,512.48	6,17,420.35	11,65,932.83	1,36,879.45	1,81,348	3,18,227	6,89,592
Kitchen Equipment	7,08,687.00	5,389.00	7,14,076.00	3,02,947.95	1,05,611	4,08,559	4,11,633
Software	3,62,385.00	-	3,62,385.00	2,28,864.42	52,474	2,81,338	4,05,739
							1,33,521
Total	1,22,61,911.78	89,61,826.34	2,12,23,738.12	66,38,803.45	14,41,362	80,80,166	56,23,108
							1,31,43,572



Signature of the Candidate

Note 14

Revenue From Operations	As at 31 March 2020	As at 31 March 2019
	Amount (Rs.)	Amount (Rs.)
Revenue from operations	23,50,41,208.31	27,06,45,860.74
Revenue From Plot Booking	50,98,891.00	-
Revenue from Hotel	1,50,35,744.30	1,64,58,710.02
Total	25,51,75,844	28,71,04,571

Note 15

Other Income	As at 31 March 2020	As at 31 March 2019
	Amount (Rs.)	Amount (Rs.)
a) Rent Received	1,70,400.00	2,37,155.00
b) Round off	158.64	19.69
c) Interest on FD	6,42,632.00	5,33,310.00
d) Sundry Balance	-	-20,675.70
e) Discount received	-	12,01,968.25
g) Reimbursement of Labour Cess	-	8,36,020.68
h) Reimbursement of Registration Charges	-	7,000.00
i) Cancellation Charges	-	1,01,421.50
Total	8,13,190.64	28,96,219

Note 16

Purchases of Stock-in-Trade	As at 31 March 2020	As at 31 March 2019
	Amount (Rs.)	Amount (Rs.)
Construction	5,29,29,402.65	12,27,94,844.39
Hotel	65,28,881.48	62,08,533.39
Total	5,94,58,284	12,90,03,378

Note 17

Employee Benefits Expense	As at 31 March 2020	As at 31 March 2019
	Amount (Rs.)	Amount (Rs.)
Salary & Wages	1,18,91,380.26	99,19,003.47
Director's Remuneration	20,83,872.00	16,17,320.00
Staff Welfare	5,05,753.06	3,74,518.00
Total	1,44,81,005	1,19,10,841



Note 18

Finance Cost	As at 31 March 2020	As at 31 March 2019
	Amount (Rs.)	Amount (Rs.)
Bank Charges	45,616	58,664
Bank Guarantee Charges	1,27,065	-
Total	1,72,681	58,664

Note 19

Other Expenses	As at 31 March 2020	As at 31 March 2019
	Amount (Rs.)	Amount (Rs.)
<u>DIRECT EXPENSES</u>		
Purchase of Window & Door Finish	5,73,092.00	-
Purchase Of Grocery Item	-	9,962.00
Kitchen Stewarding	7,01,513.00	9,13,009.58
Operation Supplies	4,23,085.59	6,85,470.21
Purchase of Safty Equipment	41,942.00	15,700.00
Purchase of Safty Equipment	-	36,871.00
Purchase of Linen	-	10,366.00
Soil Testing Expenses	70,000.00	-
Sanitary Expenses	79,590.00	-
Computer & software	-	5,495.00
Food Consuambles	7,927.00	5,36,509.16
Hiring Expenses	5,42,565.00	10,010.00
House keeping Expenses	1,13,883.35	57,593.03
Hotel building Renovation expenses	8,34,778.00	2,65,500.00
Power and Fuel	3,15,656.00	14,32,406.00
Insurance Vehicle	-	13,439.00
Purchase of Glass	80,508.14	-
Labour expenses	1,93,17,703.15	1,96,35,408.00
Electrical Expenses	5,14,746.15	10,00,487.39
Freight charges	-	7,21,995.00
For Directors	32,17,444.24	3,78,925.01
For Others	5,89,907.00	5,73,188.00
Security Charges	7,31,717.58	-
Printing & Stationery Expenses	5,64,205.34	4,85,650.71
Stores & Spares	65,617.00	40,842.00
Transportation	7,53,606.00	33,496.80
Transportation (hotel)	-	300.00
Loading & unloading	19,550.00	29,634.00
Elevator	58,12,711.87	55,20,000.00
Construction Expenses	11,83,62,331.07	9,18,21,584.10
Survey Work	24,720.00	98,400.00
Total	15,37,58,799.48	12,43,32,241.99



Signature

For City Trade Arcade Pvt. Ltd.
Managing Director



ADMINISTRATIVE EXPENSES

	As at 31 March 2020	As at 31 March 2019
	Amount (Rs.)	Amount (Rs.)
Admin & general	21,33,071.20	1,87,179.00
Advertisement & Publicity	23,18,077.00	25,91,857.21
Architech design	-	7,50,000.00
Annual maintenance	1,75,347.00	1,16,155.00
Audit Fees	2,00,000.00	1,10,000.00
Commission & Brokrage	18,87,835.10	46,63,501.40
Consultancy Fees	6,98,000.00	1,94,432.00
Corporate social responsibility	27,642.00	-
Discount Allowed	3,009.02	8,651.30
Stationary expenses	-	3,201.53
Donation & Charity	3,54,000.00	-
Electricity Charges & Expenses	12,10,852.00	1,27,558.00
Water Cess(Mahanadi South Divission)	9,759.00	-
ESIC Expenses	83,506.00	55,096.00
Fees and Subscription	18,100.00	3,300.00
Fire fighting expenses	5,78,600.25	-
General Expenses	28,020.00	36,308.00
Insurance Charges	1,79,812.92	-
Income Tax	-	59,247.00
Intrest on Income Tax	1,04,026.00	-
Interest & Penalty On GST	3,750.00	5,250.00
Interest (TDS)	11,043.00	1,07,519.00
Internet charges	1,24,212.39	34,998.00
Intrest on Vehicle Loan	31,997.00	-
KATAKA BAISAKHI BANIJYA MELA	-	1,00,000.00
Late filing fees(TDS)	-	15,800.00
Laundry Expenses	-	1,920.00
Legal fees	-	10,100.00
Marketing Expenses	-	3,36,965.00
Marketing expenses (Green woods)	-	5,434.59
Membership fees	86,398.00	33,630.00
Misc Expenses	12,241.15	11,755.00
Mobile,Telephone & Cable Expenses	13,903.93	12,085.00
Newspaper Expenses	11,578.00	4,880.00
Postage & Telegram	56,812.00	41,731.00
Recruitment expenses	35,974.00	35,974.00
Staff Training	11,410.00	-
Books and Periodicals	1,170.00	-
Gardening Expenses	50,680.00	-
Professional Charges	3,02,639.83	93,000.00
Rates & taxes	27,87,761.00	1,35,193.47
Repair and Maintenance	21,56,108.32	7,93,948.53
ROC Filing Fees	51,500.00	-
Sales Promotion Expenses	6,39,390.80	-
Penalty PF Charges	-	1,089.00
Service Tax Expenses	-	10,22,375.00
PF Admin Charges	20,824.00	16,884.00
PF Employer Contribution	2,47,869.00	2,24,261.00
Washing and Cleaning charges	38,050.00	66,676.50
GST Late Fees	41,587.00	6,500.00
Total	1,67,46,556.91	1,20,24,455.53
Preliminary Expenses written off	-	-
TOTAL OTHER EXPENSES	17,05,05,356.39	13,63,56,696.52



[Handwritten signature]

For City Trade Association
Managing Director

SIGNIFICANT ACCOUNTING POLICIES:-

1) Basis of preparation:-

The financial statements of the Company have been prepared in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP) to comply with the Accounting Standards. The financial statements have been prepared on accrual basis under the historical cost convention. The accounting policies adopted in the preparation of the financial statements are consistent with those followed in the previous year.

2) Uses of estimates

The preparation of the financial statements in conformity with Indian GAAP requires the management to make estimates and assumptions considered in the reported amounts of assets and liabilities (including contingent liabilities) and the reported income and expenses during the year. The management believes that the estimates used in preparation of the financial statements are prudent and reasonable. Future results could differ due to these estimates and the differences between the actual results and the estimates are recognized in the periods in which the results are materialized.

3) Property plant & equipment: -

Tangible fixed assets: -

Fixed assets are carried at cost less accumulated depreciation and impairment losses, if any. The cost of fixed assets includes interest on borrowings attributable to acquisition of qualifying fixed assets up to the date the asset is ready for its intended use and other incidental expenses incurred up to that date. Machinery spares which can be used only in connection with an item of fixed asset and whose use is expected to be irregular are capitalized and depreciated over the useful life of the principal item of the relevant assets. Subsequent expenditure relating to fixed assets is capitalized only if such expenditure results in an increase in the future benefits from such asset beyond its previously assessed standard of performance.

The Company has not revalued its fixed assets during the year.

Fixed assets retired from active use and held for sale are stated at the lower of their net book value and net realizable value and are disclosed separately in the financial statement.

There are no intangible fixed assets during the financial year.



4) Depreciation: -

Depreciation has been provided on WDV of the assets as per the management's estimate of the useful life of the assets and the rates prescribed in Schedule to the Companies Act.

5) Revenue recognition: -

Sale of Goods: -

Sales are recognized, net of returns and trade discounts, on transfer of significant risks and rewards of ownership to the buyer, which generally coincides with the delivery of goods to customers. Sales include excise duty but exclude sales tax and value added tax.

Other Income: -

Interest income is accounted on accrual basis. Dividend income is accounted for when the right to receive is established.

6) Valuation of inventory:-

Inventories are valued at the lower of cost and the net realizable value after providing for obsolescence and other losses, where considered necessary. Cost includes all charges in bringing the goods to the point of sale. Work-in-progress and finished goods include appropriate proportion of overheads and, where applicable, excise duty.

7) Valuation of Investment:-

There are no quoted / unquoted investment.

8) Transaction of foreign currency: -

There is no foreign currency transaction during the financial year.

9) Government grants: -

No Government grants received during the year by the company.

10) Taxation: -

Current tax is the amount of tax payable on the taxable income for the year as determined in accordance with the provisions of the Income Tax Act, 1961.

Deferred tax is recognized on timing differences, being the differences between the taxable income and the accounting income that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax is measured using the tax rates and the tax laws enacted or substantially enacted as at the reporting date.



11) Impairment of assets: -

No Impairment test made on the assets of the organization during the financial year.

12) Segment reporting: -

The company operates in a single segment.

13) Earnings per share: -

Earnings per share of the company is calculated as per the AS-20.

14) Provisions: -

A provision is recognized when the Company has a present obligation as a result of past events and 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 their present value and are determined based on the 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.

15) Input Credit: -

Input credit is accounted for in the books in the period in which the underlying service received is accounted and when there is no uncertainty in availing / utilizing the credits.

16) Prior period items: -

Prior period items are recognized as per As-5, prior period items are routed through profit and loss account amounting to NIL.



NOTE NO.-21

NOTES FORMING PART OF ACCOUNTS:-

- 1) City Trade Arcade Private Limited incorporated on 20th August,1999 in India.
- 2) Contingent liability provided as at 31st March 2020 is NIL.
- 3) (a) The transactions between the related parties during the year as detailed below:-

Name of the Party	Relation	Nature of Transaction	Debit Amount (Rs)	Credit Amount (Rs)	Amount Outstanding as on 31.03.2020
Metro Guards Private Limited	Sister Concern	Loans& Advances	8,63,248.00	8,63,248.00	2,00,000.00
FirdousiaBano	Director	Loans& Advances	6,45,000.00	20,17,000.00	NIL
Metro Builders Orissa Private Limited	Sister Concern	Loans& Advances	1,29,62,500.00	75,000.00	3,47,92,720.00
Metro Garden Estate Private Limited	Sister Concern	Loans& Advances	1,80,39,437.66	21,98,478.72	4,16,32,816.04
Metro Tours & Travels	Sister Concern	Loans & Advances	13,90,000.00	2,00,000.00	11,90,000.00
Mohammed Moquim	Director	Loans & Advances	4,71,794.00	53,77,277.70	Nil
Sofia Firdous	Director	Loans & Advances	5,91,607.00	7,19,472.00	20,344.00
Sofia Firdous	Director	Remuneration to Director	12,85,872.00	13,35,872.00	57,627.00
FirdousiaBano	Director	Remuneration to Director	2,70,000.00	3,20,000.00	50,000.00



Mohammed Moquim	Director	Remuneration to Director	4,13,000.00		Nil
Nayeema Tazee m	Director	Salary	2,75,000.00	2,00,000.00	Nil

(b) Previous year figures is re-arranged or re-grouped wherever necessary.

- 4) Figures within the bracket in the financial statement indicates outflow of funds.
- 5) **Estimation of Uncertainties relating to the global health pandemic from COVID-19 :-**
The company has considered the possible effects that may result from the pandemic relating to COVID-19 on the carrying amounts of receivables and investment in company. In developing the assumptions relating to the possible future uncertainties in the economic conditions because of this pandemic, the company as at the date of approval of these financial statements has used internal and external sources of information including credit reports, related information and economic forecasts. The Company has performed sensitivity analysis on the assumptions used and based on current estimates expects the carrying amount of these assets will be recovered other than the cases fully provided in the Accounts. The impact of COVID-19 on the company's financial statements may differ from that estimated as at date of approval of these financial statements.
- 6) **Compliances with MSMED Act, 2006 :-**
The Company has not received any intimation from "suppliers" regarding status under the Micro, Small and Medium Enterprises Development Act, 2006 and hence disclosures, if any relating to amount unpaid as at the year-end together with the interest paid/payable as required under the said act have not been furnished.
- 7) **Balance confirmation from parties :-**
The balance of trade payable, receivables & other loans and advances are subject to confirmation from respective parties. Wherever balance confirmation was not received, computerized book balances are taken into account.
- 8) **Calculation of EPS.**

Particulars	For the year 31 st March 2020(Rs.)	For the year 31 st March 2019 (Rs.)
Profit for distribution	73,48,455.55	83,39,979.82
Number of equity shares outstanding	2,50,000	2,50,000
Earnings per share (EPS)	29.39	33.36



9) Payments to auditors is as follows:-

Particulars	For the year 31 st March 2020(Rs.)	For the year 31 st March 2019(Rs.)
Statutory audit fees	2,00,000.00	1,10,000.00
Total	2,00,000.00	1,10,000.00

For **Sourjya & Biswajit**
Chartered Accountants
FR No 322779E



CA. Sourjya Prakash Mohapatra
Partner
Membership No. 052805



For and on the behalf of the Board
CITY TRADE ARCADE PRIVATE LIMITED

Sofia Firdous
Director
Din: - 03033605

Moquim Mohammed
Director
Din: - 01725238

Place: Cuttack
Date: 15-12-2020