



# SHARMA SHARMA & CO.

CHARTERED ACCOUNTANTS

Off.: 211, Priyanka Tower, Near Fun Cinemas, Moti Nagar, New Delhi-110015

Tel. No.: +91-11-25437609, +91-9958999661

## Independent Auditor's Report

To the Members of M/s AKG Exim Limited

### Report on the Standalone Financial Statements

We have audited the accompanying financial statements of M/s AKG Exim Limited ('the Company'), which comprise the balance sheet as at 31<sup>st</sup> March, 2020, the statement of profit and loss and the cash flow statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

### Management's Responsibility for the Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") and Regulation 33 of the Listing Obligation and Disclosure Requirements (LODR) Regulations, 2015 as amended from time to time, with respect to the preparation and presentation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

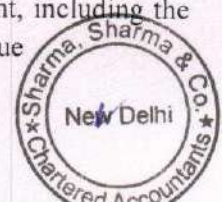
### Auditor's Responsibility

Our 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 thereunder.

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

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due





to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the standalone financial statements.

### **Opinion**

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

### **Report on 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 Act, we give in the "Annexure-A", a statement on the matters specified in the paragraph 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 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 it appears from our examination of those books;
  - (c) 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;
  - (d) 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;
  - (e) On the basis of the written representations received from the directors as on 31<sup>st</sup> March, 2020 taken on record by the Board of Directors, none of the directors is disqualified as on 31<sup>st</sup> March, 2020 from being appointed as a director in terms of Section 164 (2) of the Act;
  - (f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in "Annexure B"; and





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

- i. the Company has disclosed the impact of pending litigations on its financial position in its financial statements; (Appendix-1)
- ii. the company is not required to made provision, under any law or accounting standards, for material foreseeable losses, as the company has not incurred any losses in long term contracts including derivative contracts;
- iii. There has been no such amount which is required to be transferrèd, to the Investor Education and Protection Fund by the Company.

For SHARMA SHARMA & CO.

Chartered Accountants

FRN: 009462N

CA Suvir Sharma

Partner

Membership No. 088272

UDIN: 20088272AAAABJ8119

Date: 16-06-2020

Place: Delhi



## Annexure - A to the Auditors' Report

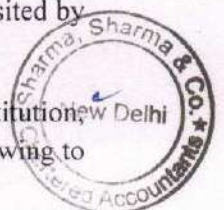
The Annexure referred to in Independent Auditors' Report to the members of the Company on the financial statements for the year ended 31<sup>st</sup> March, 2020, we report that:

- (i) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
- (b) The Company has a regular programme of physical verification of its fixed assets by which fixed assets are verified in a phased manner over a period of two years. In accordance with this programme, certain fixed assets were verified during the year and no material discrepancies were noticed on such verification. In our opinion, this periodicity of physical verification is reasonable having regard to the size of the Company and the nature of its assets.
- (c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the title deed of immovable property is held in the name of the Company.
- (ii) (a) The management has conducted physical verification of inventory at reasonable intervals during the year and no material discrepancies were noticed.
- (iii) As per the information furnished, the Company has not granted any loan, secured or unsecured, to companies, firms, Limited Liability Partnerships or other parties covered in the register maintained u/s 189 of the Companies Act, 2013. Accordingly, clauses III of paragraph 3 of the order are not applicable to the Company for the current year.
- (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 Act, with respect to the loans and investments made.
- (v) The Company has not accepted any deposits from the public during the year.
- (vi) The Central Government has not prescribed the maintenance of cost records under section 148(1) of the Act, for any of the services rendered by the Company.
- (vii) (a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, amounts deducted/accrued in the books of account in respect of undisputed statutory dues including provident fund, income-tax, sales tax, value added tax, duty of customs, service tax, cess and other material statutory dues have been regularly deposited during the year by the Company with the appropriate authorities. As explained to us, the Company did not have any dues on account of employees' state insurance and duty of excise.

According to the information and explanations given to us, no undisputed amounts payable in respect of provident fund, income tax, sales tax, value added tax, duty of customs, service tax, cess and other material statutory dues were in arrears as at 31<sup>st</sup> March 2020 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 are no material dues of income tax, sales tax, duty of excise, service tax and value added tax have not been deposited by the Company on account of disputes.

- (viii) The Company has disclosed the acceptance of loans or borrowings from financial institutions, banks, during the year. The Company has not defaulted in repayment of Loans and Borrowing to





a financial institution, Banks or debenture holders during the year.

- (ix) The Company has not raised any amount by way of Initial Public Offer as per Companies Act, 2013, Listing Obligation and Disclosure Requirements (LODR) Regulations, 2015 and Listing Agreement of SME Stock Exchange during the year.
- (x) According to the information and explanations given to us, no material fraud by the Company or on the Company by its officers or employees has been noticed or reported during the course of our audit.
- (xi) According to the information, 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, 2013.
- (xii) In our opinion and according to the information and explanations given to us, the Company is not a Nidhi company. Accordingly, paragraph 3(xii) of the Order is not applicable.
- (xiii) According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with sections 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.
- (xiv) According to the information and explanations give to us and based on our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year.
- (xv) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into non-cash transactions with directors or persons connected with him. Accordingly, paragraph 3(xv) of the Order is not applicable.
- (xvi) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act 1934.

**For SHARMA SHARMA & CO.**  
**Chartered Accountants**

FRN: 00946217



CA **Sunil Sharma**  
Partner  
Membership No. 088272

**Date: 16-06-2020**

**Place: Delhi**



## **Annexure - B to the Auditors' Report**

### **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 M/s AKG Exim Limited ("the Company") as of 31<sup>st</sup> March, 2020 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

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

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

#### **Auditors' Responsibility**

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

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

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





## Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that:

- (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;
- (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with 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 the company is in the process of establishing internal financial controls over financial reporting as at 31<sup>st</sup> March, 2020, based on the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For SHARMA SHARMA & CO.

Chartered Accountants

FRN: 0094621

CA Suvir Sharma

Partner

Membership No. 088272

Date: 16-06-2020

Place: Delhi



## Annexure – C to the Auditors' Report

**Independent Auditor's Report (Unmodified Opinion) on Audited standalone Half Yearly Financial Results and Year to Date Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015**

### INDEPENDENT AUDITOR'S REPORT

#### TO THE BOARD OF DIRECTORS OF AKG EXIM LIMITED

#### Report on the audit of the Standalone Financial Results

#### Opinion

We have audited the accompanying standalone quarterly financial results of M/s AKG EXIM LIMITED (the company) for the half year ended 31st March, 2020 and the year to date results for the period from 1st April, 2019 to 31st March, 2020, attached herewith, being submitted by the company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations").

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

- i. are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
- ii. give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable accounting standards and other accounting principles generally accepted in India of the net profit/loss and other comprehensive income and other financial information for the half year ended 31st March, 2020 as well as the year to date results for the period from 1st April, 2019 to 31st March, 2020.

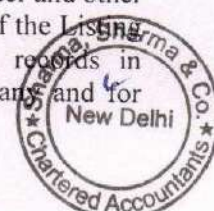
#### Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013 (the Act). Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Standalone Financial Results section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial results under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Our opinion is not modified in respect of this matter.

#### Management's Responsibilities for the Standalone Financial Results

These quarterly financial results as well as the year to date standalone financial results have been prepared on the basis of the interim financial statements. The Company's Board of Directors are responsible for the preparation of these financial results that give a true and fair view of the net profit/loss and other comprehensive income and other financial information in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, 'Interim Financial Reporting' prescribed under Section 133 of the Act read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for





preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and 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 standalone financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

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

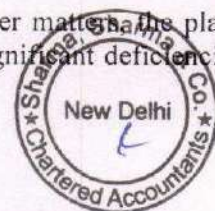
### **Auditor's Responsibilities for the Audit of the Standalone Financial Results**

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

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

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

We communicate with those charged with governance 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.

For SHARMA SHARMA & CO.  
Chartered Accountants  
FRN: 0094621



CA Suvir Sharma  
Partner  
Membership No. 088272

Date: 16.06.2020  
Place: Delhi



**Related Party Disclosures:**

Particulars	Relationship	Name	31.03.2020 (INR in Lacs)	31.03.2019 (INR in Lacs)
<b><u>REVENUE ITEMS</u></b>				
Salaries and Remuneration	DIRECTOR	RAJEEV GOEL	20.50	24.00
	DIRECTOR	MAHIMA GOEL	17.00	24.00
<b><u>NON REVENUE ITEMS</u></b>				
Loan Given	DIRECTOR	RAJEEV GOEL	-	20.70
	DIRECTOR	MAHIMA GOEL	-	
Loan Repaid	-	-	20.70	
Loan Taken	-	-	-	
Equity Contribution	DIRECTOR	RAJEEV GOEL	308.09	308.09
	DIRECTOR	MAHIMA GOEL	152.90	152.90





## Details of Litigation/Claims Pending before Court

S No	Defendant Name	Plaintiff Name	Case Number	Amount	Status
1	Kingston Peptech Pvt Ltd.	AKG Exim Limited	9086/2016 9088/2016 9089/2016 9090/2016 9091/2016	3,568,285.00	Pending, Rohini Courts, Delhi
2	Sidhant Timbers Pvt Ltd.	AKG Exim Limited	8094/2016 8095/2016 8096/2016 12534/2016 13019/2016 10782/2016	2,524,776.00	Pending, Rohini Courts, Delhi
3	Aarush Extrusion Pvt Ltd.	AKG Exim Limited	11126/2016 11533/2016	7,428,328.00	Pending, Rohini Courts, Delhi
4	Om Brothers	AKG Exim Limited	11152/2016	7,278,042.00	Pending, Rohini Courts, Delhi
5	Ashirwad Timbers	AKG Exim Limited	1089/2018 1090/2018	3,439,394.00	Pending, Rohini Courts, Delhi
6	Santogen Natural Resources Ltd.	AKG Exim Limited		1094118.61	Pending, Rohini Courts, Delhi
<b>Total</b>				<b>25,332,943.61</b>	





AKG EXIM LIMITED  
CIN: L00063DL2005PLC139045  
Standalone Balance Sheet

Particulars	Notes	As at 31 March, 2020	As at 31 March, 2019
<b>I. EQUITY AND LIABILITIES</b>			
<b>Share holder's fund</b>			
Share capital	3	6,62,01,200	6,62,01,200
Reserves and surplus	4	13,07,06,512	11,98,51,735
		<u>19,69,07,712</u>	<u>18,60,52,935</u>
<b>Liabilities</b>			
<b>Non-Current Liabilities</b>			
(a) Long Term Borrowings	5	43,81,219	69,82,264
(b) Deferred Tax Liabilities (Net)	6	29,22,010	22,44,260
(c) Other Long-Term Liabilities		-	-
(d) Long-Term Provisions		-	-
		<u>73,03,229</u>	<u>92,26,524</u>
<b>Current Liabilities</b>			
(a) Short Term Borrowings	7	9,51,78,712	28,64,94,261
(b) Trade Payables	8	93,19,287	10,96,64,670
(c) Other Current Liabilities	9	(1,51,52,420)	(1,62,33,284)
(d) Short Term Provisions	10	16,75,091	16,18,545
		<u>9,10,20,670</u>	<u>38,15,44,192</u>
<b>Total</b>		<u><u>29,52,31,612</u></u>	<u><u>57,68,23,651</u></u>
<b>II. ASSETS</b>			
<b>Non-current assets</b>			
<b>Fixed assets</b>			
- Tangible assets	11	87,07,653	7,91,12,395
Non-current investments	12	-	-
Deferred tax asset		-	-
Long Term Loans and Advances	13	3,71,230	15,81,630
Other Non-Current Assets	14	22,91,646	38,06,851
		<u>1,13,70,529</u>	<u>8,45,00,876</u>
<b>Current assets</b>			
Inventories	15	3,04,63,782	10,89,49,618
Trade receivables	16	17,20,07,466	31,10,99,321
Cash and cash equivalents	17	3,36,82,088	2,79,15,755
Short Term Loans and Advances	18	4,50,58,554	3,60,95,745
Other current assets	19	26,49,192	13,09,942
		<u>28,38,61,082</u>	<u>48,53,70,381</u>
<b>Total</b>		<u><u>29,52,31,611</u></u>	<u><u>56,98,71,257</u></u>

See accompanying notes forming part 1 to 36  
of the financial statements

In terms of our report attached.

For Sharma Sharma & Co.  
Chartered Accountants

F.R.N. 009162N



M.No.: 088272

Place : New Delhi  
Date: 16-06-2020

For and on behalf of Board of Directors  
AKG Exim Limited

**For AKG EXIM LIMITED**

**For AKG EXIM LIMITED**

*Mahesh Goel*  
Managing Director  
(Managing Director)

*Rahul Bajaj*  
Rahul Bajaj  
(Executive Director &  
Chief Financial officer)

**C.F.O.**

DIN: 02205003

DIN: 03408766

*Simpal Singh*

Simpal Singh  
Company Secretary  
Membership No. A50056



**AKG EXIM LIMITED**  
**CIN: L00063DL2005PLC139045**  
**Standalone Statement of Profit and Loss**

Particulars	Notes	For the Year ended 31 March 2020	For the Year ended 31 March 2019
<b>Revenue:</b>			
Revenue from Operations	20	66,47,29,344	1,17,79,21,779
Other Income	21	3,22,78,143	60,67,008
<b>Total revenue</b>		<b>69,70,07,487</b>	<b>1,18,39,88,787</b>
<b>Expenses:</b>			
Cost of Materials Consumed		-	-
Purchases of Stock in Trade	22	51,97,61,317	1,02,98,39,910
Change in Inventories of Stock-in-Trade	23	7,84,85,836	(3,09,44,466)
Employee Benefits Expenses	24	93,32,514	93,69,196
Finance Costs	25	1,31,37,815	1,59,55,509
Depreciation and Amortisation Expenses		57,59,938	49,07,979
Other Expenses	27	5,53,87,421	13,97,95,341
<b>Total expenses</b>		<b>68,18,64,841</b>	<b>1,16,89,23,469</b>
<b>Profit before tax</b>		<b>1,51,42,646</b>	<b>1,50,65,318</b>
Current tax		36,10,119	30,87,411
Deferred tax	27	6,77,750	11,63,747
<b>Profit after tax</b>		<b>1,08,54,777</b>	<b>1,08,14,159</b>
Earnings per equity share (basic and diluted)		1.64	1.63

See accompanying notes forming part of the financial statements 1 to 36

In terms of our report attached.  
For Sharma Sharma & Co.

Chartered Accountants  
F.R.N.: 009462N

Suvir Sharma  
(Partner)

M.No.: 088272



For and on behalf of Board of Directors  
AKG Exim Limited

**For AKG EXIM LIMITED**

*Mahima Goel*  
**Managing Director**  
Mahima Goel  
(Managing Director)

DIN: 02205003

**For AKG EXIM LIMITED**

*Rahul Bajaj*  
**CEO.**  
Rahul Bajaj  
(Executive Director &  
Chief Financial officer)

DIN: 03408766

*Simpal Singh*  
**Simpal Singh**  
Company Secretary  
Membership No. A50056

Place : New Delhi  
Date: 16-06-2020



**AKG EXIM LIMITED**

Notes forming part of the financial statements

**Note 3 Share capital**

Particulars	(All amounts are in Rs.)			
	As at 31 March, 2020		As at 31 March, 2019	
	No. of Shares	Amount	No. of Shares	Amount
(a) Authorised Equity shares of Rs. 10 each with voting rights	1,00,00,000	10,00,00,000	1,00,00,000	10,00,00,000
(b) Issued Equity shares of Rs. 10 each with voting rights	66,20,120	6,62,01,200	66,20,120	6,62,01,200
(c) Subscribed & fully paid up Equity shares of Rs. 10 each with voting rights	66,20,120	6,62,01,200	66,20,120	6,62,01,200
	<u>66,20,120</u>	<u>6,62,01,200</u>	<u>66,20,120</u>	<u>6,62,01,200</u>

Note : (i)

Reconciliation of the number of shares and amount outstanding at the beginning and at the end of the reporting period:

	Opening balance	Fresh issue	Buy back	Closing balance
Equity shares with voting rights				
<b>Year ended 31 March, 2020</b>				
- Number of shares	66,20,120	-	-	66,20,120
- Amount (Rs.)	6,62,01,200	-	-	6,62,01,200
<b>Year ended 31 March, 2019</b>				
- Number of shares	48,40,120	17,80,000	-	66,20,120
- Amount (Rs.)	4,84,01,200	1,78,00,000	-	6,62,01,200

Note : (ii)

Each equity share contains one and equal voting rights.

Note: (iii)

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

Name of shareholder	As at 31 March, 2020		As at 31 March, 2019	
	No. of Shares	Percentage	No. of Shares	Percentage
RAJEEV GOEL	30,80,920	47%	30,80,920	47%
MAHIMA GOEL	15,29,000	23%	15,29,000	23%
MULTIPLEX CAPITAL LIMITED	6,28,000	9%	6,28,000	9%
	<u>52,37,920</u>	<u>79%</u>	<u>52,37,920</u>	<u>79%</u>





**AKG EXIM LIMITED**  
**CIN: L00063DL2005PLC139045**  
**Standalone Cash Flow Statement**

Particulars	(All Amounts in Rs.)	
	As at 31 March 2020	As at 31 March 2019
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
Net Profit Before Tax		
Adjustment for:	1,51,42,646	1,50,65,320
Add: Depreciation		
Less: Dividend income	57,59,938	49,07,979
Less: Interest income	-	-
Less: Income from sale of Investments	(32,43,490)	(17,79,926)
Less: Foreign Exchange Difference - Expenses	-	-
Less: Profit on Sale of Fixed Assets	(10,37,714)	(2,56,72,712)
Less: Interest Expenses	2,74,09,842	2,00,000
Less: Short-Term Provisions	1,31,37,815	1,59,55,509
Less: Export Incentive: Income	16,75,091	16,18,545
	-	(35,34,966)
<b>Operating profit before working capital changes</b>	<b>5,88,44,129</b>	<b>67,59,748</b>
Adjustments for:		
Decrease (Increase) in Inventories	7,84,85,836	(3,09,44,466)
Decrease (Increase) in Trade and other receivables	13,90,91,854	(5,77,79,034)
Decrease (Increase) in Short term loans and advances	(89,62,809)	4,44,53,489
Decrease (Increase) in Other current assets	(13,39,250)	7,00,177
Increase (Decrease) in Trade payables	(10,03,45,383)	(3,23,34,704)
Increase (Decrease) in Other current liabilities	(10,80,864)	1,17,37,876
Increase (Decrease) in Deferred Tax Liability	6,77,750	11,63,747
Increase (Decrease) in Short Term Borrowings- BC/PCFC/OD	(19,13,15,549)	7,20,77,097
Increase (Decrease) in Short Term Provisions	56,546	2,76,139
<b>Net changes in working capital</b>	<b>(8,47,31,869)</b>	<b>93,50,322</b>
Cash generated from operations	(2,58,87,740)	1,61,10,070
Taxes	36,10,119	30,71,645
<b>Net cash flow from operating activities (A)</b>	<b>(2,94,97,859)</b>	<b>1,30,38,425</b>
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>		
Purchase of Fixed Assets	(21,00,146)	(1,18,10,030)
Sale of Fixed Assets		24,73,516
Interest Income	7,36,81,581	17,79,926
Long Term Loans & Advances	32,43,490	7,15,000
Assets W/o	(12,10,400)	(3,76,878)
Proceeds from sale of non-current investments	-	-
<b>Net cash flow from investing activities (B)</b>	<b>7,36,14,526</b>	<b>(72,18,465)</b>
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
Proceeds from issue of share capital		5,05,04,559
Less: Preliminary and deferred revenue expenses written off	7,76,829	-
Interest Expenses	(1,31,37,815)	(1,59,55,509)
Dividend income		-
Increase / (Repayment) of long term borrowings	(4,26,74,941)	(4,26,74,941)
Increase / (Repayment) of short term borrowings	1,66,85,593	-
<b>Net cash flow from financing activities (C)</b>	<b>(3,83,50,334)</b>	<b>(81,25,890)</b>
Net Increase / (Decrease) in Cash & Cash Equivalents(A+B+C)	57,66,333	(23,05,931)
Cash and cash equivalents at the beginning of the year / Period	2,79,15,755	3,02,21,687
<b>Cash and cash equivalents at the end of the year/ Period</b>	<b>3,36,82,088</b>	<b>2,79,15,755</b>
<b>Cash and cash equivalent comprises of:</b>		
Cash in hand	2,42,089	7,79,088
Balances with banks(in current account)	3,34,39,999	2,71,36,668
	<b>3,36,82,088</b>	<b>2,79,15,755</b>

See accompanying notes forming part of the financial statements

1 to 36

In terms of our report attached.  
For Sharma Sharma & Co.

Chartered Accountants

F.R. No. 009462

New Delhi  
Sudh Sharma  
(Partner)  
M.No. 088372

For and on behalf of Board of Directors

AKG Exim Limited

**For AKG EXIM LIMITED**  
**For AKG EXIM LIMITED**

**Managing Director**  
Mahima Goel  
(Managing Director)

**Managing Director**  
Rahul Bajaj  
(Executive Director &  
Financial officer)

**C.F.O.**  
Simpal Singh  
Chief Company Secretary

Place : New Delhi

DIN: 02205003

DIN: 03408766

Membership No.  
A50056

Date: 16-06-2020



**AKG EXIM LIMITED****Notes forming part of the financial statements****Note 4: Reserve & Surplus**

Particulars	As at 31 March, 2020	As at 31 March, 2019
<b>(a) General Reserve</b>		
At the beginning of the year	75,32,719	75,32,719
Add: Additions during the year		
Closing balance	<u>75,32,719</u>	<u>75,32,719</u>
<b>(b) Securities Premium Account</b>		
At the beginning of the year	7,78,89,000	4,05,09,000
Add: Additions during the year		3,73,80,000.00
Closing balance	<u>7,78,89,000</u>	<u>7,78,89,000</u>
<b>(c) Surplus/ (deficit) in Statement of Profit and Loss</b>		
At the beginning of the year	3,44,30,016	2,42,70,468
Capital Reserve	-	-
Add: Additions during the year	1,08,54,777	1,08,29,926
Add:	-	-
Transfer to/from Reserves	-	(6,70,378)
Closing balance	<u>4,52,84,793</u>	<u>3,44,30,016</u>
<b>Grand Total (a+b+c)</b>	<u>13,07,06,512</u>	<u>11,98,51,735</u>

**Note 5: Long Term Borrowings**

Particulars	As at 31 March, 2020	As at 31 March, 2019
<b>(a) Secured Loans</b>		
<b>ICICI Bank &amp; HDFC Bank</b>		
(i) Loan secured against Hyp. Of Land	-	-
(ii) Term Loan against Hyp. Of Car & Guaranteed by Directors	43,81,219	49,11,824
<b>Total</b>	<u>43,81,219</u>	<u>49,11,824</u>
<b>(b) Unsecured Loans</b>		
(i) Loan from Directors	-	20,70,440
(ii) Loan from Others	-	-
<b>Total</b>	<u>-</u>	<u>20,70,440</u>
<b>Grand Total (a+b)</b>	<u>43,81,219</u>	<u>69,82,264</u>





**Note 6: Deffered Tax Liabilities (Net)**

Particulars	As at 31 March, 2020	As at 31 March, 2019
Deffered Tax Liabilities		
Beginning of the Year	22,44,260	10,80,513
Additions during the Year	6,77,750	11,63,747
<b>Closing Balance</b>	<b>29,22,010</b>	<b>22,44,260</b>

**Note 7: Short Term Borrowings**

Particulars	As at 31 March, 2020	As at 31 March, 2019
Secured Borrowings		
Hypothecation of Stock & Book Debts	3,98,83,651	2,44,39,421
Secured Loans from Banks (LC, Buyers Credit, etc.)	5,52,95,061	26,14,50,089
Hypothecation of Land (ICICI Bank)	-	-
Term Loan secured against Hyp. Of Car & Gauranted by Directors	-	6,04,751
<b>Total(A)</b>	<b>9,51,78,712</b>	<b>28,64,94,261</b>
Unsecured Borrowings		
(a) Term Loan	-	-
Total(B)	-	-
<b>Total(A+B)</b>	<b>9,51,78,712</b>	<b>28,64,94,261</b>

**Note 8: Trade Payable**

Particulars	As at 31 March, 2020	As at 31 March, 2019
(a) Advance from Parties	-	5,26,33,543
(b) Sundry Creditors	93,19,287	5,70,31,127
<b>Total</b>	<b>93,19,287</b>	<b>10,96,64,670</b>

**Note 9: Other Current Liabilities**

Particulars	As at 31 March, 2020	As at 31 March, 2019
Statutory Dues		
(a) GST Payable	(1,89,07,731)	(1,96,70,434)
(b) TDS payable	65,191	2,72,238
(c) Provision for Income Tax	36,10,119	30,87,411
<b>Total(A)</b>	<b>(1,52,32,420)</b>	<b>(1,63,10,784)</b>
(a) Audit Fee Payable	55,000	55,000
(b) Secretarial Audit Fee Payable	25,000	22,500
Total(B)	80,000	77,500
<b>Total(A+B)</b>	<b>(1,51,52,420)</b>	<b>(1,62,33,284)</b>

**Note 10: Short Term Provisions**

Particulars	As at 31 March, 2020	As at 31 March, 2019
(a) Provisions for Employee Benefits	1,47,072	14,43,495
(b) Others	15,28,019	1,75,050
<b>Total</b>	<b>16,75,091</b>	<b>16,18,545</b>





**AKG EXIM LIMITED**

Notes forming part of the financial statements

**Note 12: Non-current investments**

Particulars	As at 31 March, 2020	As at 31 March, 2019
Investment in equity instruments (Unquoted shares)	-	-
<b>Total</b>	<b>-</b>	<b>-</b>

**Note 13: Long Term Loans and Advances**

Particulars	As at 31 March, 2020	As at 31 March, 2019
Security Deposits (unsecured considered good)	3,71,230	15,81,630
<b>Total</b>	<b>3,71,230</b>	<b>15,81,630</b>

**Note 14: Other Non-Current Assets**

Particulars	As at 31 March, 2020	As at 31 March, 2019
Preliminary & Pre-Operative Expenses		
Opening Balance	38,45,304	38,84,145
Less: Written Off during the year	7,76,829	38,841
	30,68,475	38,45,304
Preliminary Expenses to be W/o next year	7,76,829	38,453
<b>Total</b>	<b>22,91,646</b>	<b>38,06,851</b>

**Note 15: Inventories**

Particulars	As at 31 March, 2020	As at 31 March, 2019
Stock in Trade	3,04,63,782	10,89,49,618
<b>Total</b>	<b>3,04,63,782</b>	<b>10,89,49,618</b>

**Note 16: Trade receivables**

Particulars	As at 31 March, 2020	As at 31 March, 2019
(a) Trade receivables outstanding for a period exceeding six months from the date they were due for payment.	-	4,20,06,736
(b) Other Trade receivables		
Unsecured, considered good	17,20,07,466	26,90,92,585
	17,20,07,466	26,90,92,585
Less: Provision for doubtful trade receivables	-	-
	-	-
<b>Total</b>	<b>17,20,07,466</b>	<b>31,10,99,321</b>





**Note 17: Cash and cash equivalents**

Particulars	As at 31 March, 2020	As at 31 March, 2019
(a) Cash-in-hand	2,42,089	7,79,088
(b) Fixed Deposit (LC/Margin Money)	96,18,170	2,71,47,053
(b) Balances with banks - In current accounts	2,38,21,829	(10,385)
<b>Total</b>	<b>3,36,82,088</b>	<b>2,79,15,755</b>

**Note 18: Short Term Loans and advances**

Particulars	As at 31 March, 2020	As at 31 March, 2019
<b>Short Term Loans &amp; Advances</b>		
Advances Recoverable In Cash or Kind	-	22,60,576
Advance To Parties	4,11,56,600	1,89,18,343
Receivable From Revenue Authorities	1,14,386	1,15,46,498
Current Years Taxes Recoverable	37,87,568	33,70,328
<b>Total</b>	<b>4,50,58,554</b>	<b>3,60,95,745</b>

**Note 19: Other current assets**

Particulars	As at 31 March, 2020	As at 31 March, 2019
(a) Prepaid expense	1,04,567	1,09,309
(b) Security deposit with BSE	-	-
(c) Preliminary Expenses W/o Next Year	7,76,829	38,453
(d) Interest Accrue but not due on FDR's	17,67,796	11,62,180
<b>Total</b>	<b>26,49,192</b>	<b>13,09,942</b>





**AKG EXIM LIMITED**

Notes forming part of the financial statements

**Note 20: Revenue from Operation**

Particulars	For the year ended 31 March, 2020	For the year ended 31 March, 2019
Sale of traded goods (Refer Note below (i))	66,47,29,344	1,17,79,21,779
<b>Total</b>	<b>66,47,29,344</b>	<b>1,17,79,21,779</b>

**Note (i)**

Particulars	For the year ended 31 March, 2020	For the year ended 31 March, 2019
(a) Traded goods	63,61,60,763	1,17,19,63,241
(b) Comission	86,52,106	59,58,538
(C) Consultancy Services	1,99,16,475	
<b>Total</b>	<b>66,47,29,344</b>	<b>1,17,79,21,779</b>

**Note 21: Other income**

Particulars	For the year ended 31 March, 2020	For the year ended 31 March, 2019
(a) Interest received	32,43,490	17,79,926
(b) Other Non-Operating Income	16,24,811	42,87,082
(c) Profit on Sale of Fixed Assets	2,74,09,842	
<b>Total</b>	<b>3,22,78,143</b>	<b>60,67,008</b>

**Note 22: Purchases of stock-in-trade**

Particulars	For the year ended 31 March, 2020	For the year ended 31 March, 2019
(a) Purchase of Traded Goods	51,97,61,317	1,02,98,39,910
<b>Total</b>	<b>51,97,61,317</b>	<b>1,02,98,39,910</b>





**AKG EXIM LIMITED**

Notes forming part of the financial statements

**Note 23: Change in inventories**

Particulars	For the year ended 31 March, 2020	For the year ended 31 March, 2019
(a) <u>Inventories at the end of the year</u>		
Stock-In-Trade	3,04,63,782	10,89,49,618
Total(a)	3,04,63,782	10,89,49,618
<u>Inventories at the begning of the year</u>		
Stock-In-Trade	10,89,49,618	7,80,05,152
Total(b)	10,89,49,618	7,80,05,152
Net decrease	7,84,85,836	(3,09,44,466)

**Note 24: Employee benefits expense**

Particulars	For the year ended 31 March, 2020	For the year ended 31 March, 2019
(a) Salary	80,86,559	80,20,870
(b) Staff welfare expenses	1,80,004	1,59,202
(c) Contribution to Provident Fund	3,57,392	3,62,787
(d) Contribution to ESI	35,303	85,912
(e) Medical/Accidental Insurance	1,45,187	-
(f) Bonus	3,69,689	4,84,961
(g) Paid Leaves	1,58,379	2,55,464
Total	93,32,514	93,69,196

**Note 25: Finance Costs**

Particulars	For the year ended 31 March, 2020	For the year ended 31 March, 2019
(a) Interest to Bank	1,25,54,932	1,28,20,147
(b) Interest Others	5,82,883	31,35,362
(c) Currency Transactions and Translations	-	-
Total	1,31,37,815	1,59,55,509





**AKG EXIM LIMITED**

**Notes forming part of the financial statements**

**Note 27: Other expenses**

Particulars	For the year ended 31 March, 2020	For the year ended 31 March, 2019
1 Annual charges(NSE/BSE/NSDL)		
2 Audit fees (Refer Note (i) below)		
3 Bank charges	80,000	80,000
4 Conveyance expenses	26,90,310	21,63,699
5 Business Promotion	1,65,442	2,00,530
6 Advertisement	8,78,924	3,98,360
7 Electricity expenses	35,760	90,115
8 Freight charges	8,43,831	7,75,580
9 Insurance expenses	1,06,09,865	5,01,40,692
10 Freight and Cartage Outward	2,24,861	7,67,457
11 Legal and professional charges	10,04,502	46,26,646
12 Comission on Sale	6,82,049	9,38,112
13 Maintainance Charges	12,78,968	6,53,351
14 News Papers & Periodicals Expenses	12,46,245	12,70,329
15 Miscelleneous expenses	2,500	4,430
16 Postage and courier charges	3,32,795	7,15,209
17 Festival Celebration Expenses	55,483	1,23,385
18 Printing and stationary	-	2,849
19 Discount Allowed / Claims Paid/ Received	69,228	1,53,974
20 Rent	9,64,361	(35,13,213)
21 Short & Excess Amount W/o	4,94,000	9,96,000
22 Telephone expenses	2,334	1,685
23 Membership / Subscription Fees	5,26,261	4,22,455
24 Travelling expenses	35,000	69,943
25 Vehicle repair and maintenance	16,59,977	13,23,391
26 Rates & Taxes	5,08,814	5,70,250
27 Expenses related to Rice business	8,66,773	2,71,159
28 Donation	4,26,885	35,03,981
29 Listing Expenses (SME)	1,00,416	61,000
30 Shipping and Clearing Expenses	15,000	7,91,296
31 Packing Expenses	1,90,65,157	3,33,98,761
32 Discount Received	-	30,098
33 Custom Duty on Import	(5,46,858)	(18,31,586)
34 Preliminary Expenses W/o	50,02,482	97,87,851
35 Gain/Loss on Foreign Currency Transactions and Translations	7,76,829	38,841
	10,37,714	2,56,72,712
36 Directors Sitting Fee	2,00,000	2,96,000
37 Directors Remuneration	37,50,000	48,00,000
38 Computer & Software Expenses	1,52,689	-
39 Website Expenses	1,48,826	-
<b>Total</b>	<b>5,53,87,421</b>	<b>13,97,95,341</b>

**Note (i) : Auditors Remuneration:**

Particulars	For the year ended 31 March, 2020	For the year ended 31 March, 2019
Audit fees	55000	55000
Secretarial Audit fee	25,000	25,000
<b>TOTAL</b>	<b>80,000</b>	<b>80,000</b>





**AKG EXIM LIMITED**  
Notes forming part of the financial statements

**Additional Disclosures forming part of financial statement**

**Note 27: Disclosures required under Section 22 of the Micro, Small and Medium Enterprises Development Act, 2006**

Particulars	As at 31 March, 2020	As at 31 March, 2019
(i) Principal amount remaining unpaid to any supplier as at the end of the accounting year	-	-
(ii) Interest due thereon remaining unpaid to any supplier as at the end of the accounting year	-	-
(iii) The amount of interest paid along with the amounts of the payment made to the supplier beyond the appointed day	-	-
(iv) The amount of interest due and payable for the year	-	-
(v) The amount of interest accrued and remaining unpaid at the end of the accounting year	-	-
(vi) The amount of further interest due and payable even in the succeeding year, until such date when the interest dues above are actually paid	-	-

Note: Dues to Micro and Small Enterprises have been determined to the extent such parties have been identified on the basis of information collected by the Management. This has been relied upon by the auditors.

**Note 28: Earning /expenditure in foreign exchange:**

Particulars	As at 31 March, 2020	As at 31 March, 2019
Income in foreign currency	-	-
Expenditure in foreign currency	10,37,713.6	2,56,72,711.9
Total (Net)	<u>10,37,713.6</u>	<u>2,56,72,711.9</u>

**Note 29: Defined benefit plans**

In accordance with the requirements of AS-15 "Employee Benefits" issued by The Institute of Chartered Accountant, the company paid short term benefits which fall due wholly within 12 months after the end of the period in which the employee renders the related service. Long term benefits are recorded when they are paid.

**Note 30: Segment reporting**

In accordance with the requirements of AS-17 "Segment Reporting" issued by The Institute of Chartered Accountant of India, The Company has no other reportable business or geographical segment.

**Note 31: Related party**

**(a) Details of related party  
Description of relationship**

Related parties
(i) Key Management Personnel (KMP)
Mr. Rajeev Goel
Mrs. Mahima Goel
Mr. Rahul Bajaj
Ms. Sumpal Singh

(ii) Entities in which KMP / Relatives of KMP can exercise





(b) Transactions with related parties made during the year:

Particulars	KMP	Relatives of KMP	Entities in which KMP / relatives of KMP can exercise significant influence	(All amounts are in Rs.)	
				Total	Total
<u>Share Sale</u>	-	-	-	-	-
<u>Share Purchase</u>	-	-	-	-	-
<u>Brokerage Paid</u>	-	-	-	-	-
<u>Loss on commodity business</u>	-	-	-	-	-
<u>Rent Received</u>	-	-	-	-	-
<u>Rent Paid</u>	-	-	-	-	-
<u>Investment During The Year in Unquoted shares</u>	-	-	-	-	-

Note: Figures in bracket pertain to previous year  
Sale of Investment During The Year in Unquoted shares

**Note 32: Earning per share**

Particulars	For the year ended at 31		For the year ended at 31 March,	
	March, 2020		2019	
Profit/(Loss) for the year (Rs.)	1,08,54,777		1,08,14,159	
Weighted average number of equity shares	66,20,120		66,20,120	
Par value per Share (Rs.)	10		10	
Earnings per share (Basic and dilutive) (Rs.)	1.64		1.63	

**Note 33: Calculation of Deferred tax**

Particulars	For the year ended at 31		For the year ended at 31 March,	
	March, 2020		2019	
Net block as per Companies Act, 2013	57,59,937		49,07,979	
WDV as per Income Tax Act	79,32,213		86,74,150	
Difference	(21,72,276)		(37,66,171)	
<b>Deferred Tax Liability @ 30.9% (A)</b>	<b>(6,77,750)</b>		<b>(11,63,747)</b>	
Expenses carried forward	-		-	
Brought forward of losses	-		-	
<b>Deferred Tax Aseet @ 30.9% (B)</b>	<b>-</b>		<b>-</b>	
Expenses allowed as per Companies Act, 2013	-		-	
Expenses allowed as per Income Tax Act	-		-	
Difference	-		-	
<b>Deferred Tax (Asset) @ 30.9% (C)</b>	<b>-</b>		<b>-</b>	
<b>Net Deferred asset(A+B+C)</b>	<b>6,77,750</b>		<b>11,63,747</b>	





Note 34: Quantitative details in respect of trading of : As per Stock Summary

**Note 35: Leases**

Leases where the lessor retains substantially all the risks and rewards of ownership are classified as operating leases. Lease rentals in respect of assets taken under operating leases are charged to statement of profit and loss over the lease term. During the year company has paid as a lessor Rs. 4,94,000/(Rs 9,96,000).

**Note 36**


In the opinion of the management the balances shown under sundry debtors, loans and advances and other current assets have approximately same realizable value as shown in the accounts.

**Note 37: Grouping and classification**

Figures of the previous year have been rearranged and regrouped wherever necessary to them comparable with the current year's classification.

**For AKG EXIM LIMITED**

For and on behalf of Board of Directors  
AKG Exim Limited



**Managing Director**  
(Managing Director)  
DIN: 02205003

**For AKG EXIM LIMITED**



**C.F.O.**  
(Executive Director & Chief Financial officer)  
DIN: 03408766

Date: 16-06-2020

Place: Delhi



**AKG EXIM LIMITED****Notes forming part of the financial statements**

Notes	Particulars
1	<b>Corporate Overview</b>  AKG Exim Limited is a listed public company domiciled in India and incorporated under the provisions of the Companies Act, 1956 /Companies Act, 2013. The Company is engaged in the business of Trading of Rice, Iron, Metal and Scrap of Iron and Metal Products.
2	<b>Significant Accounting Policies</b>
2.1	<b>Basis of Preparation of Financial Statements</b> 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 specified under Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014 and the relevant provisions of the Companies Act, 2013 ("the 2013 Act") / Companies Act, 1956 ("the 1956 Act"), as applicable. The financial statements have been prepared on an accrual basis under the historical cost convention. The accounting policies adopted in the preparation of financial statements are consistent with those of previous year.
2.2	<b>Use of estimates</b> 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 recognised in the periods in which the results are known / materialise.
2.3	<b>Inventories</b> Inventories are valued at the lower of cost (e.g. on FIFO / weighted average basis) and the net realisable value after providing for obsolescence and other losses, where considered necessary. Cost includes all charges in bringing the goods to the point of sale, including STT, Cess and other levies.
2.4	<b>Cash and cash equivalents (for purposes of Cash Flow Statement)</b> Cash comprises cash on hand and demand deposits with banks. Cash equivalents are short-term balances (with an original maturity of three months or less from the date of acquisition), highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value.
2.5	<b>Cash Flow Statement</b> Cash flows are reported using the indirect method, whereby profit before tax is adjusted for the effects of transactions of a non-cash nature, any deferrals or accruals of past or future operating cash receipts or payments and item of income or expenses associated with investing or financing cash flows. The cash flows from operating, investing and financing activities of the Company are segregated.





**AKG EXIM LIMITED****Notes forming part of the financial statements**

Notes	Particulars
2.6	<p><b>Deprication on Tangible Fixed Assets</b></p> <p>Depreciable amount for assets is the cost of an asset, or other amount substituted for cost, less its estimated residual value. Depreciation on tangible fixed assets has been provided on the written down value method as per the useful life prescribed in Schedule II to the Companies Act, 2013.</p> <p>The estimated useful life of the intangible assets and the amortisation period are reviewed at the end of each financial year and the amortisation period is revised to reflect the changed pattern, if any.</p>
2.7	<p><b>Revenue Recognition</b></p> <p>Revenue is recognized to the extent that it is probability that the economic benefits will flow to the company and the revenue can be reliably measured. The Following specific criteria must also be met before revenue is recognized.</p>
a	<p><b>Sale / Purchase of Shares</b></p> <p>Shares Purchases / Sales in Capital Market Segment has been taken on absolute basis. Derivative Segments Transactions has been taken on difference bill basis.</p>
b	<p><b>Other Income</b></p> <p>Interest income is accounted on accrual basis. Dividend income is accounted for when the right to receive it is established.</p>
c	<p><b>Interest</b></p> <p>Interest income is recognized on a time proportion basis taking into account the amount outstanding and the applicable interest rate. Interest Income is included under the head "Other Income" in the statement of Profit and Loss.</p>
d	<p><b>Dividend</b></p> <p>Dividend Income is recognized when the company's right to receive dividend is established by the reporting date.</p>
2.8	<p><b>Accounting for forward contracts</b></p> <p>'Premium / discount on forward exchange contracts, which are not intended for trading or speculation purposes, are amortised over the period of the contracts if such contracts relate to monetary items as at the balance sheet date. Any profit or loss arising on cancellation or renewal of such a forward exchange contract is recognised as income or as expense in the period in which such cancellation or renewal is made.</p>
2.9	<p><b>Investments</b></p> <p>Long-term investments (excluding investment properties), are carried individually at cost less provision for diminution, other than temporary, in the value of such investments. Current investments are carried individually, at the lower of cost and fair value. Cost of investments include acquisition charges such as brokerage, fees and duties.</p>





**AKG EXIM LIMITED****Notes forming part of the financial statements**

Notes	Particulars
2.10	<b>Employee benefits</b> Employee benefits include provident fund, superannuation fund, employee state insurance scheme, gratuity fund, compensated absences, long service awards and post-employment medical benefits. Retirement benefits are accounted for as and when paid.
2.11	<b>Segment reporting</b> The Company is in the business of sale/purchase or Trading in Goods and the entire revenue from operations is from the above Trading in india. Hence Company has no other reportable business or geographical segment.
2.12	<b>Leases</b> Lease arrangements where the risks and rewards incidental to ownership of an asset substantially vest with the lessor are recognised as operating leases. Lease rentals under operating leases are recognised in the Statement of Profit and Loss on a straight-line basis over the lease term.
2.13	<b>Earning Per Shares</b> Basic earnings per share is computed by dividing the profit / (loss) after tax (including the post tax effect of extraordinary items, if any) by the weighted average number of equity shares outstanding during the year.





**AKG EXIM LIMITED****Notes forming part of the financial statements**

Notes	Particulars
2.14	<p data-bbox="209 253 395 286"><b>Income Taxes</b></p> <p data-bbox="209 331 1544 409">Current tax is the amount of tax payable on the taxable income for the year as determined in accordance with the applicable tax rates and the provisions of the Income Tax Act, 1961 and other applicable tax laws.</p> <p data-bbox="209 443 1544 600">Minimum Alternate Tax (MAT) paid in accordance with the tax laws, which gives future economic benefits in the form of adjustment to future income tax liability, is considered as an asset if there is convincing evidence that the Company will pay normal income tax. Accordingly, MAT is recognised as an asset in the Balance Sheet when it is highly probable that future economic benefit associated with it will flow to the Company.</p> <p data-bbox="209 667 1544 1104">Deferred tax is recognised 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 substantively enacted as at the reporting date. Deferred tax liabilities are recognised for all timing differences. Deferred tax assets are recognised for timing differences of items other than unabsorbed depreciation and carry forward losses only to the extent that reasonable certainty exists that sufficient future taxable income will be available against which these can be realised. However, if there are unabsorbed depreciation and carry forward of losses and items relating to capital losses, deferred tax assets are recognised only if there is virtual certainty supported by convincing evidence that there will be sufficient future taxable income available to realise the assets. Deferred tax assets and liabilities are offset if such items relate to taxes on income levied by the same governing tax laws and the Company has a legally enforceable right for such set off. Deferred tax assets are reviewed at each balance sheet date for their realisability.</p> <p data-bbox="209 1227 1544 1305">Current and deferred tax relating to items directly recognised in reserves are recognised in reserves and not in the Statement of Profit and Loss.</p> <p data-bbox="209 1339 1544 1440">Deferred Tax Assets and Deferred Tax Liabilities are offset, if a legally enforceable right exists to set off current tax assets against current liabilities and the deferred tax assets and deferred tax liabilities relate to the same taxable entity and the same taxation authority.</p>
2.15	<p data-bbox="209 1485 555 1518"><b>Provisions &amp; Contingencies</b></p> <p data-bbox="209 1529 475 1563"><u>Contingent Liabilities:</u></p> <p data-bbox="209 1585 1544 1798">A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non occurrence of one or more uncertain future events beyond the control of the company or a present obligation that is not recognized because it is not probable that an outflow of resources will be required to settle the obligation. A contingent liability also arises in extremely rare cases where there is a liability that cannot be recognized because it cannot be measured reliably. The company does not recognize any contingent liability but discloses its existence in the financial statements.</p>
2.16	<p data-bbox="209 1899 395 1933"><b>Operating cycle</b></p> <p data-bbox="209 1944 1544 2078">All assets and liabilities have been classified as current or non current as per company's normal operating cycle another criteria as set out in schedule III to the nature of the services and their realization in cash and cash equivalents, the company has ascertained its operating cycle as twelve months for the purpose of current and non current classification of assets and liabilities.</p>





AKG EXIM LIMITED  
Notes forming part of the financial statements

Depreciation as per Companies Act, 2013

DEPRECIATION FOR THE PERIOD ENDED 2019-20

Particulars	Opening WDV	Value Additions	TOTAL	Depreciation on Opening WDV	Depreciation on WDV	Total Depreciation	Assets Sale During the Year	Closing WDV
LAND	1,32,75,895.84	-	1,32,75,895.84	-	-	-	1,32,75,895.84	-
BUILDING	6,60,30,782.39	15,70,198.50	6,76,00,980.89	31,84,162.52	33,607.05	32,17,769.56	5,99,97,160.95	43,86,050.37
PLANT & MACHINERY	1,56,721.00	4,89,248.00	6,45,969.00	59,663.02	82,896.55	1,42,559.57	4,06,351.45	97,057.98
FURNITURE & FIXTURES	7,058.23	-	7,058.23	3,815.33	-	3,815.33	-	3,242.90
MOTOR VEHICLES	58,41,762.13	-	58,41,762.13	20,53,151.42	-	20,53,151.42	-	37,88,610.71
OFFICE EQUIPMENTS	3,82,135.78	36,200.06	4,18,335.84	1,43,491.29	11,642.98	1,55,134.27	240.00	2,62,961.57
COMPUTERS	3,52,738.77	-	3,52,738.77	1,87,226.06	-	1,87,226.06	-	1,65,512.71
ELECTRICAL FITTINGS	1,931.56	4,499.00	6,430.56	-	280.77	280.77	1,933.00	4,216.78
<b>Total</b>	<b>8,60,49,025.69</b>	<b>21,00,145.56</b>	<b>8,81,49,171.25</b>	<b>56,31,509.64</b>	<b>1,28,427.36</b>	<b>57,59,936.99</b>	<b>7,36,81,581.24</b>	<b>87,07,653.03</b>





**AKG EXIM LIMITED**  
Notes forming part of the financial statements

Depreciation as per Income Tax Act, 1961  
**DEPRECIATION FOR THE PERIOD ENDED 2019-20**

Particulars	Rates	Gross Block						Depreciation				Net Block	
		As at 01-04-2019	Addition During the Year		Adjustment During the Year	Value as on 31-03-2020	As at 01-04-2019	For the year ended 31-03-2020	Adjustment for the period	Total upto 31-02-2020	As at 31-03-2020	As at 31-03-2019	
			More than 6 Months	Less than 6 Months									
Vehicles	15.00%	76,03,099	-	-	76,03,099	11,40,465	-	-	11,40,465	64,62,634	76,03,099		
Office Equipment	15.00%	8,50,724	30,268	-	8,80,992	1,27,609	4,540	-	1,32,149	7,48,843	8,50,724		
Buildings	10.00%	6,20,25,334	14,01,364	-	6,34,26,698	62,02,533	1,40,136	-	63,42,670	5,70,84,028	6,20,25,334		
Furniture & Fixtures	10.00%	13,57,765	-	-	13,57,765	1,35,777	-	-	1,35,777	12,21,989	13,57,765		
Computers & Softwares	40.00%	3,21,110	-	-	3,21,110	1,28,444	-	-	1,28,444	1,92,666	3,21,110		
Plant & machinery	15.00%	3,49,145	-	4,499	3,53,644	52,372	337	-	52,709	3,00,935	3,22,458		
<b>Total</b>		<b>7,24,80,489</b>	<b>14,31,632</b>	<b>4,499</b>	<b>7,39,43,307</b>	<b>77,87,199</b>	<b>1,45,014</b>	<b>-</b>	<b>79,32,213</b>	<b>6,60,11,094</b>	<b>7,24,80,489</b>		

Note 1) Depreciation on fixed assets is provided on W.D.V Method at the rates specified.

