

PALI COMMERCIAL COMPANY LIMITED

32, EZRA STREET,
KOLKATA - 700 001

Audited
Balance Sheet

&

Statement of Profit & Loss

For the year ended on 31st March, 2019

AUDITORS

UTTAM AGARWAL & ASSOCIATES

Chartered Accountants

72, Cotton Street, 2nd floor,
Kolkata - 700 007

Tel.: (033) 2559 6032

For PALI COMMERCIAL COMPANY LIMITED

Amit Kumar Ghosh.
COMPANY SECRETARY
M. NO.- 47045

For PALI COMMERCIAL COMPANY LIMITED

Amit Kumar Ghosh.
COMPANY SECRETARY
M. NO.- 47045

PALI COMMERCIAL COMPANY LIMITED
Reg.: 32, EZRA STREET, 7TH FLOOR, ROOM NO- 755,
Kolkata- 700001
CIN : L51909WB1981PLC034414
email id: pali@khaitanwire.com
Phone No.033-2225-3846

NOTICE TO THE MEMBERS

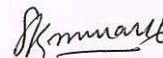
Notice is hereby given that the Thirty-Eighth Annual General Meeting of the members of **PALI COMMERCIAL COMPANY LIMITED** will be held at the Registered office of the Company at 32, Ezra Street, 7th Floor, Room No.755, Kolkata - 700 001 on Monday, 24th day of August, 2019 at 11:30 a.m. to transact the following Business:-

AS ORDINARY BUSINESS

- 1 To consider and adopt the audited financial statement of the company for the year ended March 31,2019, the reports of the Board of Directors and Auditors thereon
- 2 To appoint a Director in place of Shri Suresh Kumar Murarka (DIN 02130810), who retires by rotation at this Annual General Meeting and being eligible has offered himself for re – appointment.

Registered Office
32, Ezra Street, 7th Floor, Room No.755,
Kolkata -700 001

By Order of the Board of Directors



SURESH KUMAR MURARKA
Director
(DIN :02130810)

Dated this:24th day of June, 2019

NOTES

- 1 A member entitled to attend and vote at the meeting is entitled to appoint a proxy to attend and vote instead of himself / herself and the proxy need not be a member of the Company.
- 2 The proxies in order to be effective must be lodged at the Company's Registered office not less than Forty Eight hours before commencement of the meeting.
- 3 Members are requested to notify any change in their address immediately to the Company.

For PALI COMMERCIAL COMPANY LIMITED

Amit Kumar Ghosh
COMPANY SECRETARY
M. NO.- 47045

PALI COMMERCIAL COMPANY LIMITED
32, EZRA STREET, 7TH FLOOR, ROOM NO- 755
Kolkata- 700001

CIN : L51909WB1981PLC034414
Email ID: pail@khaitanwire.com
Phone No.033-2225 3846

DIRECTOR'S REPORT

Dear Shareholders,

On behalf of the Board of Directors, it is our pleasure to present the Thirty Eighth Annual Report together with the Audited Statement of Accounts of PALI COMMERCIAL COMPANY LIMITED for the year ended March 31, 2019.

FINANCIAL PERFORMANCE

Particulars	Amount (Rs.)	
	2018-19	2017-18
Profit/(Loss) Before Tax	122,626	631,701
Less: Provision for Tax	-	60,000
(Add)/Less: Deferred Tax	(4,008)	4,032
Less: I Tax adjustment for earlier years	-	125,653
Profit/(Loss) After Tax	126,633	442,015
Add:Balance in Profit & Loss Account	10,234,920	9,881,308
Less: <u>Appropriation</u>		
Trf to Other Reserve as per RBI Act, 1934	25,327	88,403
Closing Balance	10,336,227	10,234,920

RESULTS OF OPERATION AND THE STATE OF COMPANY'S AFFAIRS

The highlights of the Company's performance are as under:

- > The company has earned a profit of Rs. 1,26,633/- during the current year(P.Y. Profit 4,42,015/-)
- > The company has not made significant capital expenditure during the current year.

The Directors are hopeful for better performance in the future.

The company continues to maintain liquidity during the current financial year. The company maintains sufficient cash to meet the short term requirements.

DIVIDEND

The Directors do not recommend any dividend during the year.

NUMBER OF MEETINGS OF THE BOARD

During the Financial year 2018-19, 6 (Six) number Board meetings were held, details of which are given below:

Date of the Meeting	Strength of Board of Directors	No. of Directors attended the meeting
30.04.2018	3	3
19.06.2018	3	3
30.07.2018	3	3
31.10.2018	3	3
28.01.2019	3	3
30.03.2019	3	3

SHARE CAPITAL/ FINANCE

During the year, the Company has not allotted any shares.

As on 31st March, 2019, the issued, subscribed and paid up share capital of your Company stood at Rs. 99,00,000/- comprising of 9,90,000 Equity shares of Rs.10/- each.

EXTRACT OF ANNUAL RETURN

Pursuant to section 92(3) of the Companies Act, 2013 ('the Act') and rule 12(1) of the Companies (Management and Administration) Rules, 2014, extract of annual return is Annexed as Annexure 1.

DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to the requirement clause (c) of sub-section (3) of Section 134 of the Companies Act, 2013, your Directors confirm that:

- (a) in the preparation of the annual accounts, the applicable accounting standards have been followed and there are no material departures from the same;
- (b) the directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit of the company for that period;
- (c) the directors have taken proper and sufficient care for the 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 fraud and other irregularities;
- (d) the directors have prepared the annual accounts on a going concern basis;
- (e) the directors have laid down internal financial controls to be followed by the company and that such internal financial controls are adequate and operating effectively; and
- (f) the directors have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

STATUTORY AUDITORS, THEIR REPORT AND NOTES TO FINANCIAL STATEMENTS

M/S Uttam Agarwal & Associates , Chartered Accountants, (FRN- 322455E) had been appointed as statutory auditors of the company at the 36th Annual General Meeting held on 17th July,2017 to hold office from the conclusion of 36th Annual General Meeting till the conclusion of 41st Annual General Meeting, on such remuneration as maybe fixed by the board, apart from reimbursement of out of pocket expenses as may be incurred by them for the purpose of audit.

There are no observations (including any qualification, reservation, adverse remarks or disclaimer) of the Auditors in the Audit Report that may call for any explanation from the Directors. The specific notes forming part of the accounts referred to in the Audit Report are self explanatory and give complete information.

SECRETARIAL AUDIT

The Board has appointed CS Nisha Munka (M. No. 49058, CP. No. 18201), Practising Company Secretary, to conduct Secretarial Audit for the financial year 2018-19. The Secretarial Audit Report for the financial year ended March 31, 2019 is annexed herewith marked as Annexure II to this Report. The Secretarial Audit Report does not contain any qualification, reservation or adverse remark.

PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS

Particulars of investments made is provided in the financial statement (Please refer note 7 to the financial statements).

RISK MANAGEMENT

During the year, the Directors have developed and implemented a Risk Management Policy for the Company for the purpose of identification of elements of risk, if any, which in the opinion of the Board may threaten the existence of the Company.

INTERNAL FINANCIAL CONTROL

The Company has in place adequate internal financial controls with reference to financial statements. During the year, such controls were tested and no reportable material weakness in the design or operation was observed.

DIRECTORS AND KEY MANAGERIAL PERSONNEL

Shri Suresh Kumar Murarka (DIN 02130810) retires by rotation and offers himself being eligible for reappointment as per Section 156 (6) and (7) of the Companies Act 2013.

DEPOSITS

Your Company has not accepted any deposits from public in terms of Section 76(1) of the Companies Act, 2013.

PARTICULARS OF EMPLOYEES

There was no employee whose remuneration was in excess of the limits prescribed under section 134(3)(q) of the Companies Act, 2013 read with Rule 5(2) & (3) of rules The Companies (Appointment & Remuneration of Managerial Personnel) Rules, 2014.

General

Your Directors state that no disclosure or reporting is required in respect of the following items as there were no transactions on these items during under review:

- (i) Details relating to deposits covered under chapter V of the Act.
- (ii) Issue of equity shares with differential voting rights as to dividend, voting or otherwise.
- (iii) Issue of shares (including sweat equity shares) to employees of the Company under any scheme.
- (iv) No significant or material orders were passed by Regulators or Courts or Tribunals which impact the going concern status and Company's operations in future.

Your Director further state that 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.

ACKNOWLEDGEMENT

Your Directors would like to express their sincere appreciation for the assistance and co-operation received from the financial institution, banks, Government authorities, customers, vendors and members during the year under review. Your Directors also wish to place on record their deep sense of appreciation for the committed service rendered by the Company's executives, staff and workers.

For and on behalf of the Board,
Pali Commercial Company Limited

Vinita Khaitan

Vinita Khaitan
Director
(DIN: 07168477)

Suresh Kumar Murarka

Suresh Kumar Murarka
Director
(DIN: 02130810)

Date: 24th day of June, 2019
Place: Kolkata

FORM NO. MGT 9

Pursuant to Section 92 (3) of the Companies Act, 2013 and rule 12(1) of the Company (Management & Administration) Rules, 2014.

EXTRACT OF ANNUAL RETURN

As on the financial year ended on 31/03/2019

I REGISTRATION & OTHER DETAILS:

i	CIN	LS1909WB1981PLC034414
ii	Registration Date	29/12/1981
iii	Name of the Company	PALI COMMERCIAL COMPANY LIMITED
iv	Category of the Company	Company Limited by Shares
v	Address of the Registered office & contact details	
	Address :	32, Ezra Street, 7th Floor, Room no. 755
	Town / City :	Kolkata 700 001
	State :	West Bengal
	Country Name :	India
	Telephone (with STD Code) :	033-2225 3846
	Fax Number :	-
	Email Address :	pali@khaitanwire.com
	Website, if any:	No
vi	Whether listed company	YES
vii	Name and Address of Registrar & Transfer Agents (RTA):-	
	Name of RTA :	Maheshwari Datamatics Pvt. Ltd
	Address :	23 R N Mukherjee Road, 5th Floor
	Town / City :	Kolkata
	State :	West Bengal
	Pin Code :	700 001.
	Telephone :	033-22435029 /22482248
	Fax Number :	033 22484787
Email Address :	mdpldc@yahoo.com	

II. PRINCIPAL BUSINESS ACTIVITY OF THE COMPANY

All the business activities contributing 10 % or more of the total turnover of the company of the company shall be stated:-

Sl. No.	Name and Description of main products / services	NIC Code of the Product / service	% to total turnover of the company
1	Other Services Auxiliary to financial services n.e.c.	99715990	100.00%

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES -

No. of Companies for which information is being filled	1
--	---

Sl. No.	NAME AND ADDRESS OF THE COMPANY	CIN/GLN	HOLDING/ SUBSIDIARY /ASSOCIATE	% of shares held	Applicable Section
1	KWW Electricals Private Limited P- 38, India Exchange Place, Kolkata- 01	U27109WB1997PTC085831	Associate	42.37	2(6)

IV. SHARE HOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity)

Category-wise Share Holding

Category of Shareholders	No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
A. Promoters									
(1) Indian									
a) Individual/ HUF	-	10,010	10,010	1.01%	-	10,010	10,010	1.01%	0.00%
b) Central Govt	-	-	-	-	-	-	-	-	-
c) State Govt(s)	-	-	-	-	-	-	-	-	-
d) Bodies Corp.	-	-	-	-	-	-	-	-	-
e) Banks / FI	-	-	-	-	-	-	-	-	-
f) Any other	-	-	-	-	-	-	-	-	-
(2) Foreign									
a) NRI - Individual	-	-	-	-	-	-	-	-	-
b) Other - Individual	-	-	-	-	-	-	-	-	-
c) Bodies Corp.	-	-	-	-	-	-	-	-	-
d) Banks / FI	-	-	-	-	-	-	-	-	-
e) Any Others	-	-	-	-	-	-	-	-	-
Total shareholding of Promoter (A)	-	10,010	10,010	1.01%	-	10,010	10,010	1.01%	0.00%
B. Non-Promoter									
1. Institutions									
a) Mutual Funds	-	-	-	-	-	-	-	-	-
b) Banks / FI	-	-	-	-	-	-	-	-	-
c) Central Govt	-	-	-	-	-	-	-	-	-
d) State Govt(s)	-	-	-	-	-	-	-	-	-
e) Venture Capital	-	-	-	-	-	-	-	-	-
f) Insurance Companies	-	-	-	-	-	-	-	-	-
g) FIs	-	-	-	-	-	-	-	-	-
h) Foreign Venture Capital Funds	-	-	-	-	-	-	-	-	-
i) Others (specify)	-	-	-	-	-	-	-	-	-
Sub-total (B)(1):-	-	-	-	-	-	-	-	-	-
2. Non-Institutions									
a) Bodies Corp.									
i) Indian	-	267,100	267,100	26.98%	-	-	-	-	-26.98%
ii) Overseas	-	-	-	-	-	-	-	-	-
b) Individuals									
i) Individual shareholders holding nominal share capital upto Rs. 1 lakh	-	138,070	138,070	13.95%	-	50	50	0.01%	-13.94%
ii) Individual shareholders holding nominal share capital in excess of Rs 1 lakh	-	574,820	574,820	58.06%	-	979,940	979,940	98.98%	40.92%
c) Others (Specify)	-	-	-	-	-	-	-	-	-
Sub-total (B)(2):-	-	979,990	979,990	98.99%	-	979,990	979,990	98.99%	0.00%
Total Non Promoters Shareholding (B)=(B)(1)+(B)(2)	-	979,990	979,990	98.99%	-	979,990	979,990	98.99%	0.00%
C. Shares held by Custodian for GDRs & ADRs	-	-	-	-	-	-	-	-	-
Grand Total (A+B+C)	-	990,000	990,000	100%	-	990,000	990,000	100%	0.00%

Shareholding of Promoters

Sl No.	Shareholder's Name	Shareholding at the beginning of the year			Share holding at the end of the year			% change in share holding during the year
		No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	
1	SHIV KUMAR DIDWANIA	10	0.00%	-	10	0.00%	-	
2	SITARAM PANSARI	10,000	1.01%	-	10,000	1.01%	-	
	TOTAL	10,010	1.01%	-	10,010	1.01%	-	

iii Change in Promoters' Shareholding: There is no change in shareholding of promoters during the year

iv Shareholding Pattern of top ten Shareholders (other than Directors, Promoters and Holders of GDRs and ADRs):

For Each of the Top 10 Shareholders	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
	No. of shares	% of total	No. of	% of total
1 SHEHA KHAITAN				
At the beginning of the year	-	-	-	-
Transfer-Increase during the year	45,000	4.55%	45,000	4.55%
At the End of the year	45,000	4.55%	45,000	4.55%
2 SUNIL KUMAR KHAITAN				
At the beginning of the year	34,600	3.49%	34,600	3.49%
Transfer-Increase during the year	11,600	1.17%	11,600	1.17%
At the End of the year	46,200	4.67%	46,200	4.67%
3 ANJANA KHAITAN				
At the beginning of the year	9,700	0.98%	9,700	0.98%
Transfer-Increase during the year	36,600	3.70%	36,600	3.70%
At the End of the year	46,300	4.68%	46,300	4.68%
4 CHIRAG KHAITAN				
At the beginning of the year	10,000	1.01%	10,000	1.01%
Transfer-Increase during the year	39,000	3.94%	39,000	3.94%
At the End of the year	49,000	4.95%	49,000	4.95%
5 AJIT KUMAR KHAITAN				
At the beginning of the year	13,100	1.32%	13,100	1.32%
Transfer-Increase during the year	33,800	3.41%	33,800	3.41%
At the End of the year	46,900	4.74%	46,900	4.74%
6 PRIYAL CHOWDHURY				
At the beginning of the year	9,280	0.94%	9,280	0.94%
Transfer-Increase during the year	40,000	4.08%	40,000	4.08%
At the End of the year	49,280	4.98%	49,280	4.98%
7 BHAIRAV DUTT KHAITAN & SONS HUF				
At the beginning of the year	16,550	1.67%	16,550	1.67%
Transfer-Increase during the year	29,000	2.93%	29,000	2.93%
At the End of the year	45,550	4.60%	45,550	4.60%
8 PRADEEP KUMAR KHAITAN				
At the beginning of the year	14,700	1.48%	14,700	1.48%
Transfer-Increase during the year	31,600	3.19%	31,600	3.19%
At the End of the year	46,300	4.68%	46,300	4.68%
9 ANKIT MURARKA				
At the beginning of the year	-	-	-	-
Transfer-Increase during the year	45,000	4.55%	45,000	4.55%
At the End of the year	45,000	4.55%	45,000	4.55%
10 NIDHI MURARKA				
At the beginning of the year	-	-	-	-
Transfer-Increase during the year	45,000	4.55%	45,000	4.55%
At the End of the year	45,000	4.55%	45,000	4.55%

Shareholding of Directors and Key Managerial Personnel:

Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
	No. of shares	% of total shares of	No. of shares	% of total shares of the
1 VINITA KHAITAN				
At the beginning of the year	-	-	-	-
Transfer-Increase during the year	41,600	4.20%	41,600	4.20%
At the End of the year	41,600	4.20%	41,600	4.20%
2 SURESH KUMAR MURARKA				
At the beginning of the year	-	-	-	-
Transfer-Increase during the year	45,000	4.55%	45,000	4.55%
At the End of the year	45,000	4.55%	45,000	4.55%

V INDEBTEDNESS

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

NIL

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL:

A. Remuneration To Managing Director, Whole-Time Directors and/or Manager:

Vinita Khaitan Rs.906000

B. Remuneration To Other Directors:

NIL

C. Remuneration To Key Managerial Personnel Other than MD/ Manager/ WTD

NIL

VII. PENALTIES / PUNISHMENT / COMPOUNDING OF OFFENCES:

NIL



NISHA MUNKA

[COMPANY SECRETARY]

ANNEXURE II TO THE DIRECTORS' REPORT

FORM NO. MR- 3 SECRETARIAL AUDIT REPORT FOR THE FINANCIAL YEAR ENDED 31 MARCH, 2019

[Pursuant to section 204(1) of the Companies Act, 2013 and rule 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014]

To
The Members
Pali Commercial Co Limited
32 Ezra Street, 7th Floor, Room no. 755
Kolkata – 700001
West Bengal

I have conducted the secretarial audit of the compliances of applicable statutory provisions and the adherence to good corporate practices by Pali Commercial Co Limited (hereinafter called the Company). Secretarial Audit was conducted in a manner that provided me a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing my opinion thereon.

Based on my verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, I hereby report that in my opinion, the Company has, during the audit period covering the financial year ended on 31 March 2019 ('Audit Period') complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

I have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on 31 March, 2019 according to the provisions of:

- i) The Companies Act, 2013 (the Act) and the rules made thereunder;
- ii) The Securities Contracts (Regulation) Act, 1956 ("SCRA") and the rules made thereunder;
- iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
- iv) Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings;
(Not applicable to the Company during the Audit Period);
- v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):—
 - a. The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;

Address: - 10 MAHIM HALDER STREET, HAZRA, KOLKATA-700026. WEST BENGAL
☎ +91 8229939141 / 7021007933 ✉ csnishamunka@yahoo.com



NISHA MUNKA

[COMPANY SECRETARY]

- b. The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 1992;
- c. The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009;
- d. The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999 and The Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014 notified on 28 October 2014; **(Not applicable to the Company during the Audit Period)**
- e. The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008; **(Not applicable to the Company during the Audit Period)**
- f. The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;
- g. The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009 **(Not applicable to the Company during the Audit Period);** and
- h. The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998 **(Not applicable to the Company during the Audit Period).**

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

- i) Secretarial Standards issued by The Institute of Company Secretaries of India.
- ii) The Listing Agreements entered into by the Company with Calcutta Stock Exchange.

During the period under review the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc. mentioned above.

I further report that

The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. There were no changes in the composition of the Board of Directors during the period under review. Adequate notice is given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent at least seven days in advance, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting. All decisions at Board Meetings and Committee Meetings are carried out unanimously as recorded in the minutes of the meetings of the Board of Directors or Committee of the Board, as the case may be.

I further report that there are adequate systems and processes in the Company commensurate with the size and operations of the company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

Place: Kolkata
Date: The 24th June, 2019

Nisha Munka
Practicing Company Secretary
Nisha Munka
Cop No.-18201

NISHA MUNKA
Practicing Company Secretary
ACS: 49058
COP: 18201

Address: - 10 MAHIM HALDER STREET, HAZRA, KOLKATA-700026. WEST BENGAL
☎ +91 8229939141 / 7021007933 ✉ csnishamunka@yahoo.com



INDEPENDENT AUDITORS' REPORT

The Members,
Pali Commercial Company Limited,

Report on the Standalone Financial Statements

Opinion

We have audited accompanying standalone financial statements of **PALI COMMERCIAL COMPANY LIMITED** ("the Company"), which comprise of the Balance Sheet as at March 31, 2019, the Statement of Profit and Loss and Statement of Cash Flows for the year then ended, and notes to the standalone 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 standalone financial statements give the information required by The Companies Act, 2013 ("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 March 31, 2019:

- i) In the case of the balance sheet, of the state of affairs of the Company as at 31st March, 2019.
- ii) In the case of the statement of profit and loss of the profit for the year ended on that date.

Basis for Opinion

We conducted our audit of the standalone financial statements in accordance with the Standards on Auditing (SAs) 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 standalone 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 independent requirement that are relevant to our audit of the standalone financial statements under the provisions of the Companies Act, 2013 and the rules made there under, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on standalone financial statements.

Information Other than the standalone financial statements and Auditor's 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 Management Discussion and Analysis, Board's Report including Annexures to Board's Report, Business Responsibility Report, Corporate Governance and Shareholder's information, but does not include the standalone financial statements and our auditor's report thereon.



Head Office : 72, Cotton Street, (2nd Floor), Kolkata - 700 007

Firm Regd. No. 322455E • PAN : AABFU7110J • GSTIN : 19AABFU7110J1Z4

Our opinion on the standalone 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 standalone 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."

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") with respect to the preparation of these standalone 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 standalone 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.

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

Auditor's Responsibilities for the Audit of the standalone financial statements

Our responsibility is to express an opinion on these standalone financial statements based on our audit. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made there under.

We conducted our audit in accordance with the Standards on Auditing specified under section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the standalone financial statements 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 on the basis of these financial results.



An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the standalone financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the standalone 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 standalone financial statements that give true and fair view, in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on whether the Company has in place an adequate internal financial controls system over financial reporting and operating effectiveness of such controls. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by Company's Directors, as well as evaluating the overall presentation of the standalone financial statements.

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

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

- a) Identify and assess the risks of material misstatement of the standalone 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.
- b) 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.
- c) Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- d) 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 standalone 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.
- e) Evaluate the overall presentation, structure and content of the standalone financial statements, including the disclosures, and whether the standalone financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatement in the standalone financial statements that individually or in aggregate makes it probable that the economic decisions of a reasonably knowledgeable user of the standalone financial statements may be influenced. We consider



quantitative materiality and qualitative factors in (i) planning the scope of our Audit work and in evaluating the results of our work and (ii) to evaluate the effect of any identified misstatements in the standalone financial statements.

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 standalone 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 issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the Annexure ('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. The Balance Sheet, 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 written representations received from the Directors as on March 31, 2019, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2019, 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**".
 - g. with respect to the other matters to be included in the Auditor's Report in accordance



UTTAM AGARWAL & ASSOCIATES

Chartered accountants

with Rule 11 of the Companies (Audit and Auditors), 2014, 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. In our opinion and as per the information and explanations provides to us, the Company has not entered into any long-term contracts including derivative contracts, requiring provision under applicable laws or accounting standards, for material foreseeable losses, and
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
3. With respect to the matter to be included in the Auditors' Report under Section 197(16):

In our opinion and according to the information and explanations give to us, the remuneration paid by the company to its directors during the current year is in accordance with the provisions of Section 197 of the Act. The remuneration paid to any director is not in excess of the limit laid down under section 197 of the Act. The Ministry of Corporate Affairs has not prescribed other details under Section 197(16) which are required to be commented upon by us.

For Uttam Agarwal & Associates

Chartered Accountants

Firm's Registration No. 322455E

Gaurav Agarwal

CA Gaurav Agarwal

Partner

Membership No. 307455



Place: Kolkata.

Date: June 24, 2019.

**ANNEXURE 'A' TO THE INDEPENDENT AUDITORS REPORT OF EVEN DATE
ON THE STANDALONE FINANCIAL STATEMENTS OF PALI COMMERCIAL
COMPANY LIMITED**

Referred to in Paragraph 1 under section "Report on Other Legal and Regulatory Requirements", of our report of even date

1. The company does not have any fixed assets as on Balance Sheet date. Hence, this clause is not applicable to the company.
2. The Inventories of the Company mainly consists of Shares & Securities which are in dematerialized form. Hence physical verification of such Inventories of the Company is not possible. Thus Sub Clause (a) & (b) of clause (ii) of para 4 of the order is not applicable to such Inventories of the Company. However, some of the Shares & securities are in physical form which has been physically verified by the management. Further, proper records of Inventories have been maintained by the Company.
3. As per information and explanations given to us, the company has not granted loans to Company, Firm, Limited Liability Partnership or other parties covered in the register maintained under section 189 of the Companies Act 2013. Accordingly, paragraph 3(iii)(a) to (c) of the order are not applicable to the company.
4. 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.
5. The Company has not accepted any deposits from the public. Accordingly paragraph 3(v) of the Order is not applicable to the Company.
6. 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. Accordingly paragraph 3(vi) of the Order is not applicable to the Company.
7. (a) According to the information given to us and on the basis of our examination of the books of the Company, the Company is 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, goods and service tax, cess and any other statutory dues to the appropriate authorities.
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 31st March, 2019 for a period of more than six months from the date they became payable.
(b) On the basis of the information and explanations given to us, there are no material dues with respect to income tax or sales tax or service tax or duty of customs or duty of excise or value added tax pending with appropriate authorities on account of any dispute..
8. The Company has not availed any loans or borrowings from any financial institution, banks, government or debenture holders during the year. Accordingly, paragraph 3(viii) of the Order is not applicable to the company.
9. The Company has not raised any money by way of initial public offer or further public offer (including debt instruments) and term loans during the year. Accordingly, paragraph 3 (ix) of the Order is not applicable to the company.



UTTAM AGARWAL & ASSOCIATES
Chartered accountants

10. To the best of our knowledge and 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.
11. According to the information and explanations given to us and based on our examination of the records of the Company, the Company has paid/provided for managerial remuneration in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Act.
12. 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 to the company.
13. In our opinion and according to information and explanations given to us, the company is in compliance with Section 177 and 188 of the Companies Act, 2013, where applicable, for all transactions with the related parties and details of related party transactions have been disclosed in the Standalone financial statements as required by applicable Accounting Standards.
14. During the year, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year. Accordingly paragraph 3(xiv) of the Order is not applicable to the Company.
15. In our opinion and 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 to the company.
16. The Company being a NBFC has obtained registration under section 45-IA of the Reserve Bank of India Act, 1934.

For Uttam Agarwal & Associates
Chartered Accountants
Firm's Registration No. 322455E

Gaurav Agarwal

CA Gaurav Agarwal
Partner
Membership No. 307455



Place: Kolkata.
Date: June 24, 2019.

**ANNEXURE 'B' TO THE INDEPENDENT AUDITORS REPORT OF EVEN DATE
ON THE STANDALONE FINANCIAL STATEMENTS OF PALI COMMERCIAL
COMPANY LIMITED**

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 **Pali Commercial Company Limited ("the Company")** as of 31st March, 2019 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 ("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 standalone 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 standalone 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 standalone financial



statements in accordance with Generally Accepted Accounting Principles (GAAP), 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 standalone 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, to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March, 2019, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For Uttam Agarwal & Associates
Chartered Accountants
Firm's Registration No. 322488H

Gaurav Agarwal

CA Gaurav Agarwal
Partner
Membership No. 307455



Place: Kolkata.
Date: June 24, 2019.

PALI COMMERCIAL COMPANY LIMITED

BALANCE SHEET AS AT 31ST MARCH, 2019

Particulars	Note No.	As at 31st March, 2019	As at 31st March, 2018
EQUITY AND LIABILITIES			
Shareholders' Funds			
Share Capital	2	9,900,000	9,900,000
Reserves and Surplus	3	13,395,291	13,268,656
	A	23,295,291	23,168,656
Non-Current Liabilities			
Long-Term Provisions	4	368,654	356,538
	B	368,654	356,538
Current Liabilities			
Other Current Liabilities	5	264,713	299,500
Short-Term Provisions	6	60,000	63,914
	C	324,713	363,414
TOTAL (A + B + C)		23,988,658	23,888,609
ASSETS			
Non-Current Assets			
Non-current Investments	7	21,241,097	20,143,378
Deferred Tax Assets (Net)	8	96,094	92,086
	D	21,337,191	20,235,464
Current Assets			
Inventories	9	85,452	85,452
Cash and Bank Balances	10	484,961	457,927
Short-Term Loans and Advances	11	2,081,054	3,109,766
	E	2,651,467	3,653,145
TOTAL (D + E)		23,988,658	23,888,609

**SIGNIFICANT ACCOUNTING POLICIES AND
DISCLOSURES ON FINANCIAL STATEMENTS**

1 to 28

As per our report of even date attached.

UTTAM AGARWAL & ASSOCIATES

Chartered Accountants.

INN: 828488E

Uttam Agarwal

Saurav Agarwal
(Partner)

Membership No. 1307455

15th Street, Kolkata - 700 007

this 24th day of June, 2019



DIRECTORS

Vinita Khaitan

VINITA KHAITAN
(DIN 07168477)

Suresh Kumar Murarka

SURESH KUMAR MURARKA
(DIN 02130810)

PALI COMMERCIAL COMPANY LIMITED
STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED 31ST MARCH, 2019

Particulars	Note No.	For the year ended 31st March, 2019	For the year ended 31st March, 2018
Revenue from Operation	12	543,583	2,678,146
Other Income	13	1,850,636	-
Total Revenue		2,394,219	2,678,146
Expenses:			
Changes in Inventories of Shares & Securities	14	-	-
Employee Benefits Expense	15	1,568,093	1,756,289
Other Expenses	16	703,500	290,157
Total Expenses		2,271,593	2,046,445
Profit Before Tax (II - IV)		122,626	631,701
<u>Expense:</u>			
Current Tax	17	-	185,653
Deferred Tax		(4,008)	4,032
Profit / (Loss) for the period (VI - VII)		126,634	442,015
Profitings per Equity Share:	18		
Basic		0.13	0.45
Diluted		0.13	0.45

IMPORTANT ACCOUNTING POLICIES AND
 DISCLOSURES IN FINANCIAL STATEMENTS

1 to 28

As per our report of even date attached.

UJITAM AGARWAL & ASSOCIATES

Chartered Accountants.

Registration No. 322455E

Ujitam Agarwal

Ujitam Agarwal

(Partner)

Registration No. 307455

10, Park Street, Kolkata - 700 007

14th day of June, 2019



DIRECTORS

Vinita Khaitan

VINITA KHAITAN

(DIN 07168477)

Suresh Kumar Murarka

SURESH KUMAR MURARKA

(DIN 02130810)

PALI COMMERCIAL COMPANY LIMITED
CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2019

Amount (in Rupees)

PARTICULARS	For the yr ended 31st March, 2019	For the yr ended 31st March, 2018
A CASH FLOW FROM OPERATING ACTIVITIES:		
Net Profit before tax and Extra Ordinary Items	122,626	631,701
<i>Adjustment for:</i>		
Provision for Gratuity	12,116	46,731
Statutory Provision for Standard Assets	(3,914)	(1,358)
(Profit)/ Loss on sale of Investment	357,250	(2,096,004)
Dividend Received	(428,081)	(393,138)
Interest on IT refund	-	(1,444)
Interest Received	(115,502)	(187,561)
Gratuity Paid	-	-
	(178,131)	(2,632,773)
	(55,505)	(2,001,073)
Operating Profit Before working Capital		
<i>Adjustment for:</i>		
Inventories	-	-
Trade & Other Receivables	(303,907)	(965,893)
Other Current Assets	-	-
Trade Payables	(34,787)	74,627
	(338,694)	(891,266)
Cash Generated from Operations (Before tax & Extra Ordinary Items)	(394,199)	(2,892,339)
Income tax Paid (incl TDS)	(232,809)	(3,141)
Income tax refund	-	56,060
Cash Flow before Extra Ordinary Items	(627,008)	(2,839,420)
Net Cash From Operating activities	(627,008)	(2,839,420)
B CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Investments	(5,516,159)	(11,243,051)
Sale of Investments	4,061,190	12,755,139
Interest Received	115,502	187,561
Dividend Received	428,081	393,138
	(911,386)	2,092,786
Net Cash used in Investing activities	(911,386)	2,092,786
C CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from Long Term Borrowings	-	-
Interest Paid	-	-
Repayment of Loans	1,565,428	-
Dividend Paid	-	-
	1,565,428	-
Net Cash used in Financing activities	1,565,428	-
NET CASH FLOW DURING THE YEAR (A+B+C)	27,034	(746,633)
NET INCREASE / DECREASE IN CASH AND CASH EQUIVALENTS		
Cash and Cash equivalents as at 01.04.2018	457,927	1,204,560
Cash and Cash equivalents as at 31.03.2019	484,961	457,927
	27,034	(746,633)

In terms of our report of even date.

UTTAM AGARWAL & ASSOCIATES

Chartered Accountants.
FRN: 322455E

Gaurav Agarwal
Gaurav Agarwal
(Partner)

Membership No. :307455
Colton Street, Kolkata - 700 007
Dated this:24th day of June, 2019



DIRECTORS

Vinita Khaitan
VINITA KHAITAN
(DIN 07168477)

Suresh Kumar Murarka
SURESH KUMAR MURARKA
(DIN 02130810)

PALI COMMERCIAL COMPANY LIMITED

NOTES FORMING PART OF THE ACCOUNTS

NOTE 1 : SIGNIFICANT ACCOUNTING POLICIES

a) **Basis of Preparation**

- i) These financial statements have been prepared to comply with Generally Accepted Accounting Principles India (Indian GAAP), including the Accounting Standards notified under the relevant provisions of the Companies Act 2013.

The financial statements are prepared on accrual basis under the historical cost convention method. The same are prepared on a going concern basis.

- ii) The Company follows Mercantile System of Accounting and recognises income and expenditure on Accrual Basis.

b) **Property, Plant & Equipments**

Property, Plant & Equipments are stated at the original cost including other Expenses relating to acquisition and installation.

c) **Depreciation**

Depreciation is provided for in the accounts on written down value method in the manner specified in Schedule II of the Companies Act, 2013.

d) **Sales**

Sales of Shares / Securities comprises Net Value of Sales.

e) **Revenue Recognition**

- i) Interest Income and Commission Income is recognised on a time proportion basis taking into account the amount outstanding and rate applicable.

- ii) Dividend Income is recognised when the shareholder's right to receive dividend is established.

f) **Stock in trade**

Value of Stock of Equity Shares are stated at Cost or Market Value whichever is less, category wise.

g) **Investments**

All Investments are classified as Long Term Investment. Long Term Investments are valued at Cost and provisions for permanent diminution in value are made wherever considered necessary.

h) **Retirement / Terminal benefits**

The company provides for gratuity, a defined benefit retirement plan covering all employees. The plan provides for lump sum payments to vested employees at retirement, death while in employment or termination of employment in an amount equivalent to 15 days salary payable for each completed year of services. Vesting occurs upon completion of five years of services.

Income Tax

- i) Provision for Income Tax, if any, is made after considering exemptions, deduction and allowances available as per the provision of the Income Tax Act, 1961.



PALI COMMERCIAL COMPANY LIMITED

NOTES FORMING PART OF THE ACCOUNTS

- ii) Deferred Tax assets or Liability is recognised for timing differences between the Profit as per Financial Statements and the Profit offered for Income Taxes, based on tax rates that have been enacted or substantively enacted at the Balance Sheet date. Deferred Tax Assets or liability is recognised only for those timing differences that originate during the tax holiday period but reverse after the tax holiday period. Deferred tax assets are recognised only if there is reasonable certainty that sufficient future taxable income will be available, against which they can be realised. The carrying amount of deferred tax assets is reviewed at each Balance Sheet date and reduced to the extent that is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax assets to be utilised.

Provisioning on Standard Assets

The Reserve Bank of India (RBI) vide Notification No. DNBS 223/CGM (US) - 2011 dated January 17, 2011 has issued direction to all NBFCs to make provision of 0.25% on Standard Assets and accordingly the Company has made the required provision for the year ending 31st march, 2019.

Earning Per Share

Basic Earnings Per Share is calculated by dividing the net profit or loss for the year attributable to equity shareholders, by the weighted average number of equity shares outstanding during the year.

The company does not issue any Potential Equity Shares, so diluted earning per share is equal to basic earning per share.

Cash & Cash Equivalents

Cash & Cash Equivalents in the cash flow statement comprises of Cash at Bank, Cash on hand and Fixed Deposits with maturity more than one year.

In the opinion of the Board of directors, the aggregate value of Current assets, Loans & Advances on realisation in the ordinary course of Business will not be less than the amount at which they are stated in the Balance Sheet.

Statutory Fund

In accordance with Section 45IC(1) of the Reserve Bank of India (Amendment) Act, 1997 amount not less than twenty percent of the profit after Taxation is required to be transferred to Statutory Fund. The Company has transferred the said amount to the Statutory Fund in the FY 2018-19.



PALI COMMERCIAL COMPANY LIMITED

NOTES ON FINANCIAL STATEMENTS

NOTE 2

<i>Share Capital</i>	<i>As at 31st March, 2019</i>	<i>As at 31st March, 2018</i>
Authorised 990,000 (P Yr. 990,000) Equity Shares of Rs 10/- each	9,900,000	9,900,000
Issued 990,000 (P Yr. 990,000) Equity Shares of Rs 10/- each	9,900,000	9,900,000
Subscribed & Paid up 990,000 (P Yr. 990,000) Equity Shares of Rs 10/- each	9,900,000	9,900,000
Total	9,900,000	9,900,000

NOTE 2A

All the equity shares carry equal rights and obligations including for dividend and with respect to voting.

NOTE 2B

The details of Shareholders holding more than 5% shares :

<i>Sl No.</i>	<i>Name of the Shareholders</i>	<i>Equity Shares(31.03.2019)</i>		<i>Equity Shares(31.03.2018)</i>	
		<i>Number</i>	<i>Percentage</i>	<i>Number</i>	<i>Percentage</i>
1	Ajit Kumar Khaitan	186,900	18.88%	13,100	1.32%
2	Udita Khaitan	191,350	19.33%	9,700	0.98%
3	Sneha Khaitan	235,000	23.74%	-	-
4	Pallavi Khaitan	205,850	20.79%	-	-

NOTE 2C

The reconciliation of the Number of Shares Outstanding and the amount of Share Capital:

<i>Particulars</i>	<i>Equity Shares(31.03.2019)</i>		<i>Equity Shares(31.03.2018)</i>	
	<i>Number</i>	<i>Amount</i>	<i>Number</i>	<i>Amount</i>
Shares outstanding at the beginning of the year	990,000	9,900,000	990,000	9,900,000
Shares outstanding at the end of the year	990,000	9,900,000	990,000	9,900,000

NOTE 2D

The Company has not issued any securities convertible into equity/ preference shares.

NOTE 2E

During any of the last years from year ended 31st March,2019:-

- i) No shares were allotted as fully paid up pursuant to contract(s) without payment being received in cash.
- ii) No shares were allotted as fully paid up by way of bonus shares.
- iii) No shares were bought back.

NOTE 2F

Each holder of equity shares is entitled to one vote per share.



PALI COMMERCIAL COMPANY LIMITED

NOTES ON FINANCIAL STATEMENTS

NOTE 3

<i>Reserves & Surplus</i>	<i>As at 31st March, 2019</i>	<i>As at 31st March, 2018</i>
a. General Reserves		
Opening Balance	33,000	33,000
Closing Balance	33,000	33,000
b. Other Reserves (Reserve Fund in terms of Section 451C of the Reserve Bank of India Act, 1934)		
Opening Balance	3,000,737	2,912,334
(+) Current Year Transfer	25,327	88,403
Closing Balance	3,026,064	3,000,737
c. Surplus		
Opening balance	10,234,919	9,881,307
(+) Net Profit for the current year	126,634	442,015
(-) Transfer to Other Reserves as per Sec. 451C of the RBI Act, 1934	25,327	88,403
Closing Balance	10,336,227	10,234,919
Total	13,395,291	13,268,656

NOTE 4

<i>Long Term Provisions</i>	<i>As at 31st March, 2019</i>	<i>As at 31st March, 2018</i>
Provision for Employee Benefits		
Gratuity (Funded through Fixed Deposits with Banks)	368,654	356,538
Total	368,654	356,538

NOTE 5

<i>Other Current Liabilities</i>	<i>As at 31st March, 2019</i>	<i>As at 31st March, 2018</i>
Liability for Expense	216,793	232,970
Cheque overdrawn	-	48,000
Professional Tax Payable	420	530
Tds Payable	47,500	18,000
Total	264,713	299,500

NOTE 6

<i>Short Term Provisions</i>	<i>As at 31st March, 2019</i>	<i>As at 31st March, 2018</i>
Provision for income tax	60,000	60,000
Contingent provision against standard Assets	-	3,914
Total	60,000	63,914



PALI COMMERCIAL COMPANY LIMITED

NOTES ON FINANCIAL STATEMENTS

NOTE 7

Non-Current Investments	As at 31st March, 2019	As at 31st March, 2018
Trade Investments		
<u>Investment in Equity Instruments - Quoted fully paid up</u>		
<u>Aarti Industries Limited</u> 494 (494) Equity Shares of Rs 5/- fully paid up	25,835	25,835
<u>Aditya Birla Capital Ltd</u> 560 (560) Equity Shares of Rs 10/- fully paid up	-	-
<u>Apar Industries Limited</u> 300 (300) Equity Shares of Rs 10/- each fully paid up	126,202	126,202
<u>Aksharchem India Ltd</u> 192 (192) Equity Shares of Rs 10/- fully paid up	-	-
<u>Asahi Songwon Colors Limited</u> 1000(1000) Equity Shares of Rs.10/- each fully paid up	115,035	115,035
<u>Automotive Axles Limited</u> 400 (Nil) Equity Shares of Rs 10/- each fully paid up	497,909	-
<u>Edayar Zinc Ltd (Binani Zinc)</u> 115 (115) Equity Shares of Rs 10/- fully paid up	-	-
<u>Bharat Electronics Limited</u> 3000 (1000) Equity Shares of Rs. 10/- each fully paid up 100 (100) Bonus Equity Shares	406,777	133,836
<u>Bells Controls Limited.</u> 10 (10) Equity Shares of Rs 10/- each fully paid up	100	100
<u>Berger Paints Limited</u> 2000 (2000) shares of Rs 10/- each fully paid up	533,959	533,959
<u>Bharat Forge Limited</u> 300 (300) Bonus Equity Shares of Rs 2/- each fully paidup	-	-
<u>Bharat Petroleum Corporation Limited</u> 300 (300) Bonus Equity Shares of Rs 10/- each fully paid up	-	-
<u>BPL Engineering Limited.</u> 1500 (1500) Equity Shares of Rs 10/- each fully paid up	6,694	6,694
<u>Canfin Homes Limited</u> 1500 (1500) Equity Shares of Rs 10/- each fully paid up	152,391	152,391
<u>Carborundum Universal Limited</u> 400 (400) Equity Shares of Rs 1/- each fully paid up	42,654	42,654
<u>Century Enka Limited</u> 600 (600) Equity Shares of Rs. 10/- each fully paid up	138,701	138,701



PALI COMMERCIAL COMPANY LIMITED

NOTES ON FINANCIAL STATEMENTS

NOTE 7

Non-Current Investments	As at 31st March, 2019	As at 31st March, 2018
Trade Investments		
<u>Investment in Equity Instruments - Quoted fully paid up</u>		
<u>Chennai Petroleum Corporation Limited</u> 2000 (2500) Equity Shares of Rs 10/- each fully paid up	791,159	925,195
<u>Core HealthCare Limited</u> 2299 (2299) Equity Shares of Rs 10/- each fully paid up	34,488	34,488
<u>Cox & Kings Limited</u> Nil (250) Equity Shares of Rs 5/- each fully paid up	-	51,795
<u>Dewan Housing Finance Corporation (DHFL)</u> NIL (2500) Equity Shares of Rs 10/- each fully paid up	-	839,818
<u>Engineers India Limited</u> 3250 (3250) Equity Shares of Rs 5/- each fully paid up 750 (750) Bonus Equity Shares	563,497	563,497
<u>GIC Housing Finance Limited</u> 1300(1300) Equity Shares of Rs. 10/- each fully paid up	469,009	469,009
<u>Graphite India Limited</u> Nil (550) Equity Shares of Rs 10/- each fully paid up	-	145,508
<u>GNFC Limited</u> 1000 (1000) Equity Shares of Rs 10/- each fully paid up	331,236	331,236
<u>GRASIM Limited</u> 400 (400) Equity Shares of Rs 10/- each fully paid up	508,366	508,366
<u>GLAXO Pharma</u> 200 (Nil) Equity Shares of Rs 10/- each fully paid up 200 (Nil) Bonus Equity Shares	565,280	-
<u>GUJ Flourochem Limited</u> Nil (500) Equity Shares of Rs 10/- each fully paid up	-	412,262
<u>HPCL</u> 2250 (2250) Bonus Equity Shares of Rs 10/- fully paid up	-	-
<u>HDFC Bank Limited.</u> 250 (250) Equity Shares of Rs. 2/- each fully paid up	230,933	230,933
<u>Hinduja Global solutions Limited</u> 550 (1369) Equity Shares of Rs. 10/- each fully paid up	277,084	770,628
<u>ICICI Bank Limited</u> 2000 (2000) Equity Shares of Rs 2/- each fully paid up 200 (200) Bonus Equity Shares	548,331	548,331



PALI COMMERCIAL COMPANY LIMITED

NOTES ON FINANCIAL STATEMENTS

NOTE 7

<i>Non-Current Investments</i>	<i>As at 31st March, 2019</i>	<i>As at 31st March, 2018</i>
Trade Investments		
<u>Investment in Equity Instruments - Quoted fully paid up</u>		
Infosys Limited		
25 (25) Equity Shares of Rs. 5/- each fully paid up	23,131	23,131
25 (Nil) Bonus Equity Shares		
Insecticides (India) Limited		
150 (150) Equity Shares of Rs. 10/- each fully paid up	64,816	64,816
75(75) Bonus Equity Shares		
Indian Metal and Ferro Alloys Limited		
Nil (700) Equity Shares of Rs. 10/- each fully paid up	-	442,229
INE Styrolution ABS (India) Limited		
300 (300) Equity Shares of Rs. 10/- each fully paid up	278,112	278,112
Indian Oil Corporation Limited		
4212 (1600) Equity Shares of Rs. 10/- each fully paid up	1,154,891	733,290
2800 (2800) Bonus Equity Shares		
ITC Limited		
1100 (100) Equity Shares of Rs. 1/- each fully paid up	307,908	24,356
200 (200) Bonus Equity Shares		
JK Paper Limited		
5000 (5000) Equity Shares of Rs. 1/- each fully paid up	574,432	574,432
Kalyani Steels Limited		
1000 (1000) Equity Shares of Rs. 1/- each fully paid up	371,696	371,696
Kansai Nerolac Paints Limited		
2000 (2000) Equity Shares of Rs. 1/- each fully paid up	94,560	94,560
2000 (2000) Bonus Equity Shares		
Lakshmi Vilas Bank Limited		
Nil (1000) Equity Shares of Rs. 10/- each fully paid up	-	88,656
Larsen & Toubro Limited		
50 (50) Equity Shares of Rs. 3/- each fully paid up	67,634	67,634
62 (62) Bonus Equity Shares		
LIC Housing Finance Limited		
250 (250) Equity Shares of Rs. 3/- each fully paid up	49,028	49,028
Maars Software International Limited		
54545 (54545) Equity Shares of Rs. 10/- each fully paid up	104,153	104,153
Mahendra and Mahendra Limited		
200 (200) Equity Shares of Rs. 10/- each fully paid up	272,163	272,163
200 (200) Bonus Shares		



PALI COMMERCIAL COMPANY LIMITED

NOTES ON FINANCIAL STATEMENTS

NOTE 7

Non-Current Investments	As at 31st March, 2019	As at 31st March, 2018
Trade Investments		
<i>Investment in Equity Instruments - Quoted fully paid up</i>		
<u>Mannapuram Finance Limited</u>		
8000 (8000) Equity Shares of Rs 10/- each fully paid up	226,374	226,374
<u>Maruti Suzuki India Limited</u>		
50 (50) Equity Shares of Rs. 5/- each fully paid up	171,036	171,036
<u>MCX India Limited</u>		
Nil (200) Equity Shares of Rs. 10/- each fully paid up	-	169,181
<u>Merck Limited</u>		
305 (305) Equity Shares of Rs. 10/- each fully paid up	227,289	227,289
<u>Moil Limited</u>		
1881 (1881) Equity Shares of Rs 10/- each fully paid up/- 1881(1881) Bonus Equity Shares	569,931	569,931
<u>MTZ (India) Limited</u>		
900 (900) Equity Shares of Rs 10/- each fully paid up	2,243	2,243
<u>Munjal Auto Industries Limited</u>		
4000 (4000) Equity Shares of Rs 2/- each fully paid up 4000(4000) Bonus Shares	31,602	31,602
<u>Munjal Showa Limited</u>		
800 (800) Equity Shares of Rs 2/- each fully paid up	48,160	48,160
<u>National Aluminium</u>	382,364	
5000 (Nil) Equity Shares of Rs 10/- each fully paid up		
<u>Ncl Industries Limited</u>		
800 (800) Equity Shares of Rs 10/- each fully paid up	105,279	105,279
<u>Nestle India Limited</u>		
100 (100) Equity Shares of Rs 1/- each fully paid up	655,942	655,942
<u>NMDC Limited</u>		
4000 (4000) Equity Shares of Rs. 1/- each fully paid up	632,753	632,753
<u>NRB Industrial Bearings Limited</u>		
1500 (1500) Equity Shares of Rs. 2 each fully paid up	12,086	12,086
<u>ONGC</u>		
960 (960) Bonus Equity Shares of Rs 1/- fully paid up		
<u>Precision Wires India Limited</u>		
200 (200) Equity Shares of Rs 10/- each fully paid up	11,731	11,731
<u>PRISM Johnson Limited</u>		
4000 (4000) Equity Shares of Rs 10/- each fully paid up	591,995	591,995



PALI COMMERCIAL COMPANY LIMITED

NOTES ON FINANCIAL STATEMENTS

NOTE 7

<i>Non-Current Investments</i>	<i>As at 31st March, 2019</i>	<i>As at 31st March, 2018</i>
Trade Investments		
<u>Investment in Equity Instruments - Quoted fully paid up</u>		
<u>PIDILITE Limited</u> 400 (400) Equity Shares of Rs 10/- each fully paid up	358,487	358,487
<u>Ram Ratna Wires Limited</u> 200 (200) Equity Shares of Rs 5/- each fully paid up	2,772	2,772
<u>Reliance Industries Limited</u> 400 (400) Equity Shares of Rs 10/- each fully paid up 400 (400) Bonus Equity Shares	500,215	409,050
<u>Sirpur Paper Mills Limited</u> 1000 (1000) Equity Shares of Rs 10/- each fully paid up	90,000	90,000
<u>South Indian Bank Limited</u> 2200 (15000) Equity Shares of Rs 1/- each fully paid up	49,280	336,024
<u>Spartek Ceramics Limited</u> 7449 (7449) Equity Shares of Rs 10/- each fully paid up	63,664	63,664
<u>Spice Jet Limited</u> Nil (700) Equity Shares of Rs 10/- each fully paid up	-	51,846
<u>Supreme Petrochem Limited</u> 1000 (1000) Equity Shares of Rs 10/- each fully paid up	26,177	26,177
<u>Sintex Plastics Limited</u> Nil (5000) Equity Shares of Rs 10/- each fully paid up	-	395,195
<u>Tata Chemicals Limited</u> 1000 (1000) Equity Shares of Rs 10/- each fully paid up	632,351	632,351
<u>Tata Motors Limited</u> 5000 (3500) Equity Shares of Rs 2/- each fully paid up	978,505	709,608
<u>Tech Mahindra Ltd.</u> 200 (Nil) Equity shares of Rs.5/- each fully paid up (Offered for buyback)	165,049	-
<u>Tourism Finance Corporation of India Limited</u> 2500 (2500) Equity shares of Rs.1/- each fully paid up	148,140	148,140
<u>Tamil Nadu Newsprint and Paper Limited</u> 1320 (1320) Equity Shares of Rs.10/- each fully paid up	465,792	465,792
<u>TCS</u> 400 (Nil) Equity Shares of Rs.1/- each fully paid up	720,150	-
<u>TISCO</u> 1000 (Nil) Equity Shares of Rs /- each fully paid up	584,026	-



PALI COMMERCIAL COMPANY LIMITED

NOTES ON FINANCIAL STATEMENTS

NOTE 7

<i>Non-Current Investments</i>	<i>As at 31st March, 2019</i>	<i>As at 31st March, 2018</i>
Trade Investments		
<u>Investment in Equity Instruments - Quoted fully paid up</u>		
Torrent Power Limited		
600 (2000) Equity Shares of Rs.10/- each fully paid up	102,960	343,193
United Spirits Limited		
250 (50) Equity Shares of Rs 10/- each fully paid up (Share Split)	121,888	121,888
Ultratech Cement Limited		
100 (100) Equity Shares of Rs 10/- each fully paid up	449,741	449,741
VST Industries Limited		
65 (65) Equity Shares of Rs 10/- each fully paid up	111,124	111,124
YES BANK LTD		
2100 (Nil) Equity Shares of Rs.2/- each fully paid up	595,833	-
Total A	19,563,097	18,465,378
<u>Investment in Preference Shares - Quoted fully paid up</u>		
JSW Industries Limited (Ispat Industries Limited)		
800 (800) Preference Shares of Rs 10/- each fully paid up	8,000	8,000
Total B	8,000	8,000
<u>Non-Current Investments</u>	<u>As at 31st March, 2018</u>	<u>As at 31st March, 2017</u>
<u>Investment in Equity Instruments Unquoted</u>		
KVV Electricals Pvt Limited		
55000 (55000) Equity Shares of Rs 10/- each fully paid up	220,000	220,000
Khaitan Winding Wire Private Limited		
29000 (29000) Equity Shares of Rs.10/- each fully paid up	1,450,000	1,450,000
Total C	1,670,000	1,670,000
Total A+B+C	21,241,097	20,143,378



PALI COMMERCIAL COMPANY LIMITED

NOTES ON FINANCIAL STATEMENTS

Particulars	As at 31st March, 2019	As at 31st March, 2018
Aggregate amount of Quoted Investments	19,571,097	18,473,378
Aggregate amount of Unquoted Investments	1,670,000	1,670,000
Market Value of Quoted Investments	26,914,851	28,092,505

NOTE 8

<u>Deferred Tax Assets</u>	As at 31st March, 2019	As at 31st March, 2018
Deferred Tax Assets		
Provision for Gratuity	95,850	91,809
Timing Difference in Depreciable Assets	244	277
Net Deferred Tax Assets	96,094	92,086

NOTE 9

<u>Inventories</u>	As at 31st March, 2019	As at 31st March, 2018
Shares & Securities (Quoted)		
1000 Equity Shares of Cauvery Software Ltd	25,150	25,150
500 Equity Shares of CRB Corporation Ltd	925	925
500 Equity Shares of CRB Marketing Ltd	825	825
4000 Equity Shares of DSQ Software Ltd	931,431	931,431
1000 Equity Shares of Goodearth Organics Ltd	33,000	33,000
100 Equity Shares of Gujrat Optical Co Ltd	100	100
500 Equity Shares of Indo Biotech Foods Ltd	2,000	2,000
1500 Equity Shares of Motorola India Ltd	114,275	114,275
1000 Equity Shares of Marine Cargo Ltd	1,000	1,000
1000 Equity Shares of Pertech Computer Ltd	27,640	27,640
1000 Equity Shares of Sidh Global Trust Ltd	26,640	26,640
200 Equity Shares of Skyline NEPC Ltd	100	100
155 Bonus Equity Shares of Hind Engineering Ltd	-	-
492 Bonus Equity Shares of Kesoram Textile Ltd	-	-
Total Cost of Shares	1,163,086	1,163,086
Less: Diminution in value of shares (Excess of cost over market price of shares and securities)	1,077,634	1,077,634
Market price of Shares	85,452	85,452



PALI COMMERCIAL COMPANY LIMITED

NOTES ON FINANCIAL STATEMENTS

NOTE 10

<i>Cash and Cash Balances</i>	<i>As at 31st March, 2019</i>	<i>As at 31st March, 2018</i>
i) Cash & Cash Equivalents		
Balances with Banks	97,500	10,756
Cash in Hand	68,935	147,396
ii) Other Bank Balances		
Fixed Deposit with original maturity for more than 3 months	318,526	299,775
Total	484,961	457,927

NOTE 11

<i>Short-Term Loans and Advances</i>	<i>As at 31st March, 2019</i>	<i>As at 31st March, 2018</i>
Unsecured, considered good		
Related party	-	1,565,428
Self Asst tax	55,060	-
TDS	99,192	3,141
Income Tax Paid-Under Appeal	81,698	-
Advance to Staff	34,000	67,000
Security Deposit	3,000	3,000
Receivables	1,758,104	1,471,197
Advance for Expense	50,000	-
Total	2,081,054	3,109,766



PALI COMMERCIAL COMPANY LIMITED
NOTES ON FINANCIAL STATEMENTS

NOTE 12

<i>Revenue from Operations</i>	<i>For the year ended 31st March 2019</i>	<i>For the year ended 31st March 2018</i>
Interest Income (Refer Note 13A)	115,502	189,005
Profit on sale of Investment	-	2,096,004
Dividend Income	428,081	393,138
Total	543,583	2,678,146

NOTE 13

<i>Other Income</i>	<i>For the year ended 31st March 2019</i>	<i>For the year ended 31st March 2018</i>
Other Non Operating -Commission Received (TDS Current Year : Rs. 92,532/-, Previous Year : NIL)	1,850,636	-
Total	1,850,636	-

NOTE 13A

<i>Interest Income</i>	<i>For the year ended 31st March 2019</i>	<i>For the year ended 31st March 2018</i>
Interest Income on Fixed Deposit	20,835	20,712
Interest Income on Income Tax Refund	-	1,444
Interest Income on Loan	94,667	166,849
Total	115,502	189,005

NOTE 14

<i>Changes in Inventories</i>	<i>For the year ended 31st March 2019</i>	<i>For the year ended 31st March 2018</i>
Shares & Securities		
At the beginning of the Period	85,452	85,452
At the end of the Period	85,452	85,452
Total	-	-

NOTE 15

<i>Employee Benefits Expenses</i>	<i>For the year ended 31st March 2019</i>	<i>For the year ended 31st March 2018</i>
Directors Remuneration	906,000	906,000
Salaries	252,693	326,984
Bonus	40,200	42,375
Conveyance Allowance	92,113	127,376
Contribution to Provident Fund	37,593	46,884
House Rent Allowance	93,113	136,912
Leave Salary	24,200	24,050
Provision for Gratuity	12,116	46,731
Staff Welfare Expenses	32,704	45,856
Staff Allowance	77,361	53,121
Total	1,568,093	1,756,289



PALI COMMERCIAL COMPANY LIMITED

NOTES ON FINANCIAL STATEMENTS

NOTE 16

<i>Other Expenses</i>	<i>For the year ended 31st March 2019</i>	<i>For the year ended 31st March 2018</i>
Administrative, Selling and Other Expenses		
Auditor's Remunerations	16,520	16,520
Bank Charges	965	720
Capital Loss on sale of Investment	357,250	-
Computer Expenses	2,950	2,213
Conveyance Expenses	15,335	16,205
Demat Charges	2,731	4,305
Electricity Charges	300	300
Filing Fees	2,500	4,000
General Expenses	48,098	18,544
Listing Fees	29,500	28,750
Meeting Fees	8,000	8,000
Membership & Subscription	11,750	-
Office Maintenance	9,576	9,572
Printing & Stationery	6,660	11,940
Professional Tax (Company)	2,500	2,500
Professional & Legal Expenses	51,370	13,708
Rates & Taxes	4,113	4,113
Retainership Fees	39,146	51,975
Rent	96,000	96,000
Statutory Provision for Standard Assets	-3,914	-1,358
Trade Licence fees	2,150	2,150
Total	703,500	290,157

NOTE 17

<i>Tax Expenses</i>	<i>For the year ended 31st March 2019</i>	<i>For the year ended 31st March 2018</i>
(a) Current Tax		
Current year Tax	-	60,000
Income tax adjustment	-	125,653
(b) Deferred Tax Assets	-4,008	4,032

NOTE 18

<i>Earning per Share</i>	<i>For the year ended 31st March 2019</i>	<i>For the year ended 31st March 2018</i>
Profit attributable to Equity Shareholders	126,634	442,015
Weighted Average Number of Equity Shares	990,000	990,000
Nominal Value of Equity Shares	10	10
Earning per Shares (in Rupees)	0.13	0.45

NOTE 19

<i>Payment to Auditor</i>	<i>For the year ended 31st March 2019</i>	<i>For the year ended 31st March 2018</i>
Audit Fees	16,520	16,520



PALI COMMERCIAL COMPANY LIMITED
NOTES ON FINANCIAL STATEMENTS

NOTE 20

Retirement benefits

As per Accounting standard- 15 related to "Employee benefits", (issued by The Institute of Chartered Accountants of India) contributions made to the Provident fund of the organisation are recognized on an accrual basis and payments thereof are made to appropriate employees as and when they fall due. The company has made provision for Gratuity and the payments related to gratuity and other employee retirement benefit are made as and when required as per the provisions of the standard in this regard.

NOTE 21

Contingent Liability not provided for Rs.Nil (P.Y.Rs.Nil)

NOTE 22

Since the company has not accepted any Public Deposit, Prudential Norms as regards requirements as to Capital Adequacy and Concentration of Credit / Investments are not applicable to it. Hence no observations as regards these has been made.

NOTE 23

Provisions and Contingencies

The Company creates a provision when there is present obligation as a result a past event that probably requires an outflow of resources and a reliable estimate can be made of the amounts of the obligation. A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. When there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made.

Provisions are reviewed at each Balance Sheet date and adjusted to reflect the current best estimates. If it is no longer probable that the outflow of resources would be required to settle the obligation, the provision is reversed.

Contingent assets are not recognised in the financial statements. However contingent assets are assessed continually and fit it is virtually certain that an economic benefit will rise, asset and related income are recognised in the period in which the change occurs.

NOTE 24

Impairment of Assets

As stipulated in Accounting Standard on Impairment of Assets (AS 28) the Management has carried out review of the remaining useful lives of its fixed assets and its value in use. As the recoverable amount as per projections exceeds the carrying amount, no impairment has been provided for in the accounts.



PALI COMMERCIAL COMPANY LIMITED
NOTES ON FINANCIAL STATEMENTS

NOTE 25

Deferred Taxation :

Deferred Tax has been provided in accordance with Accounting Standard No.22 issued by the Institute of Chartered Accountants of India.

Composition of Deferred Tax Assets (Net)

	Upto 31.03.18	For the Current Year	Total as at 31.03.2019
Deferred Tax Assets:			
1) Tax impact of difference between carrying amount of Gratuity provision & Gratuity paid	91,809	4,041	95,850
2) Tax impact of difference between carrying amount of Fixed Assets in Financial Statement and Income Tax Return	277	(33)	244
	92,086	4,008	96,094

NOTE 26

Related Party Disclosure

As per Accounting Standard (AS) - 18, disclosure of transactions with related parties are as below -

Name of Related Party	Nature of Relationship
Shiv Kumar Didwania (Director)	
Vinita Khaitan (Director)	
Suresh Kumar Murarka (Director)	
Nikunj Khaiatan	Relative of KMP
Khaitan Enterprises	Associate Enterprises / Companies / Firms

Transactions with Related Parties during the Year

Particulars	Figures as at the end of 31.03.2019	Figures as at the end of 31.03.2018
Relative of Key Managerial Personnel		
Nikunj Khaitan		
(i) Loan Given	-	800,000
(ii) Interest Received	80,317	143,552
(iii) Loan Given Received	1,646,745	300,000
Associate Enterprises / Companies / Firms		
Khaitan Enterprises		
(i) Loan Given	-	-
(ii) Loan Given Returned	-	1,300,000
(iii) Interest Received	-	113,143

Balances as at 31st March 2019 of Related Parties

Particulars	Figures as at the end of 31.03.2019	Figures as at the end of 31.03.2018
Associate Enterprises / Companies / Firms		
(i) Loan Given		
Nikunj Khaitan	-	1,565,428
Khaitan Enterprises	-	-



PALI COMMERCIAL COMPANY LIMITED

NOTES ON FINANCIAL STATEMENTS

NOTE 27

Segment Reporting

Information given in accordance with the requirements of Accounting Standard 17 on Segment Reporting issued by the Institute of Chartered Accountants of India.

INFORMATION ABOUT BUSINESS SEGMENT

Particulars	Dealing in Shares & Securities	Finance & Brokerage	Unallocated	Year Ended 31.03.19
SEGMENT REVENUE				
Current Year	428,081	1,966,138	-	2,394,219
Previous Year	393,138	187,561	2,097,448	2,678,146
EXPENSES				
Current Year	407,951	1,861,141	2,500	2,271,593
Previous Year	303,493	142,739	1,600,213	2,046,445
RESULTS				
Segment Results	20,130	104,997	(2,500)	122,626
Previous Year	89,645	44,822	497,234	631,701
Income Tax	-	-	-	-
Previous Year	-	-	-	60,000
Deferred Tax	-	-	-	(4,008)
Previous Year	-	-	-	4,032
Income Tax Adjustment	-	-	-	-
Previous Year	-	-	-	125,653
Provision for FBT	-	-	-	-
Previous Year	-	-	-	-
Total Results	20,130	104,997	(2,500)	126,634
CAPITAL EMPLOYED				
Segment Assets	21,326,549	318,526	2,081,054	23,726,129
Previous Year	20,228,830	1,865,203	1,544,338	23,638,371
Segment Liabilities	-	-	693,367	693,367
Previous Year	-	-	716,038	716,038
CAPITAL EMPLOYED	21,326,549	318,526	1,387,687	23,032,761

BUSINESS AND GEOGRAPHICAL & SEGMENT

i) Business Segments:

For management purpose, the Company's business may be divided into two major Segment.

- a) Dealing in Shares & Securities and
- b) Finance & Brokerage

ii) Geographical Segments :

The Company's business is concentrated in similar Geographical political and economic condition, hence, Geographical segment reporting is not applicable.

iii) Segment revenue and Expenses :

Revenues and expenses directly attributable to the Segments are allocated to the respective segments. Those revenues and expenses which cannot be directly allocated to the Segments are apportioned on a reasonable basis.

iv) Segment Capital Employed :

Segment Capital employed represents the net assets in that Segment.

v) Inter Segment transfer :

There is no Segment transfer between business Segment as well as between Geographical segment.

NOTE 28

Additional information as per guidelines issued by the Reserve Bank of India in respect of Non - Banking Financial Companies (Non Deposit Accepting or Holding) systemically important (NBFC - ND - SI) are given in Annexure I attached herewith.



PALI COMMERCIAL COMPANY LIMITED

Annexure I of Note 28 to the financial statement of a Non Banking Financial Company

		Rs. In lacs	
Particulars			
1	Liabilities Side		
	Loans and advances availed by the NBFCs inclusive of interest accrued thereon but not paid:	Amount outstanding	Amount overdue
	a) Debentures : Secured Unsecured (Other than falling within the meaning of Public Deposit)	NIL	NIL
	b) Deferred Credits		
	c) Term Loan		
	d) Inter Corporate loans & borrowing		
	e) Commercial Paper		
	f) Public Deposits		
	g) Other Loans (Unsecured and Short Term)		
	Total (1)		NIL
2	Break-up of (1)(f) above (outstanding Public Deposits inclusive of interest accrued there on but not paid)		
	a) In the form of Unsecured debentures		
	b) In the Form of partly secured debentures i.e. debentures where there is a shortfall in the value of security		NIL
	c) Other Public deposits		
	Total (2)		NIL
3	Assets Side	Amount Outstanding	
	Break-up of Loans & Advances including bills receivable (other than those included in (4) below):-		
	a) Secured		Nil
	b) Unsecured		0.00
4	Break up of Leased Assets and Stock on hire and hypothecation loans counting towards EL / HP activities		
	i) Lease assets including lease rentals under Sundry Debtors		
	a) Financial Lease		
	b) Operating lease		
	ii) Stock on hire including hire charges under Sundry Debtors		
	a) Assets on hire		
	b) Repossessed Assets		
	iii) Hypothecation loans counting towards EL/HP activities		
	a) Loans where assets have been repossessed		
	b) Loans other than (a) above		



PALI COMMERCIAL COMPANY LIMITED

Annexure I of Note 28 to the financial statement of a Non Banking Financial Company

5	Break up of Investments:	
	<u>Current Investments:</u>	
1	<u>Quoted:</u>	
	i) Shares : a) Equity	Nil
	b) Preference	Nil
	ii) Debentures & Bonds	Nil
	iii) Units of Mutual Funds	Nil
	iv) Government Security	Nil
	v) Others (please specify)	Nil
2	<u>Unquoted:</u>	
	i) Shares : a) Equity	Nil
	b) Preference	Nil
	ii) Debentures & Bonds	Nil
	iii) Units of Mutual Funds	Nil
	iv) Government Security	Nil
	v) Others (please specify)	Nil
	<u>Long Term Investments:</u>	
1	<u>Quoted:</u>	
	i) Shares : a) Equity	195.63
	b) Preference	0.08
	ii) Debentures & Bonds	Nil
	iii) Units of Mutual Funds	Nil
	iv) Government Security	Nil
	v) Others (please specify)	Nil
2	<u>Unquoted:</u>	
	i) Shares : a) Equity	16.7
	b) Preference	Nil
	ii) Debentures & Bonds	Nil
	iii) Units of Mutual Funds	Nil
	iv) Government Security	Nil
	v) Others (please specify)	Nil

6	Borrower group-wise classification of all assets, stock on hire and loans and advances		
		Amount net of Provisions	
	Category	Secured	Unsecured
			Total
	1. Related Parties		
	a) Subsidiaries		
	b) Companies in the same group		
	c) Other related parties	Nil	Nil
	2. Other than related parties	Nil	Nil
	Total	Nil	Nil



PALI COMMERCIAL COMPANY LIMITED

Annexure I of Note 28 to the financial statement of a Non Banking Financial Company

7	Investors group-wise classification of all investments (Current and long term) in shares and securities (both quoted and unquoted):		
	Category	Market value / Break up or fair value or NAV	Book Value (Net of Provision)
	1) Related parties		
	a) Subsidiaries		
	b) Companies in the same group	16.7	16.7
	c) Other related parties		
	2. Other than related parties	269.15	195.71
	Total	285.85	212.41
8	Other Information		Amount(Rs.)
	<u>Particulars</u>		
	i) <u>Gross Non-Performing Assets</u>		
	a) Related Parties		Nil
	b) Other than Related Parties		Nil
	ii) <u>Net Non-Performing Assets</u>		
	a) Related Parties		Nil
	b) Other than Related Parties		Nil
	iii) Assets acquired in satisfaction of debts		Nil

SIGNIFICANT ACCOUNTING POLICIES AND NOTES ON FINANCIAL STATEMENTS

1 to 28

As per our report of even date attached.

FOR UTTAM AGARWAL & ASSOCIATES

Chartered Accountants.
FRN 322455E

Gaurav Agarwal
Gaurav Agarwal
(Partner)

Membership No. :307455
72, Colton Street, Kolkata - 700 007
Dated this:24th day of June, 2019



DIRECTORS

Vinita Khaitan
VINITA KHAITAN
(DIN 07168477)

Suresh Kumar Murarka
SURESH KUMAR MURARKA
(DIN 02130810)

For PALI COMMERCIAL COMPANY LIMITED

Amit Kumar Ghosh
COMPANY SECRETARY
M. NO.- 47045