

NOTICE

NOTICE is hereby given that the 40th Annual General Meeting of Deeplok Financial Services Limited will be held on Wednesday, the 30th day of September, 2020 at 11.00 a.m. IST through Video Conferencing ("VC")/Other Audio Visual Means ("OAVM") to transact the following business :

Ordinary Business

1. To receive, consider and adopt the Audited Financial Statements (Standalone and Consolidated) of the Company together with the Reports of the Directors and Auditors thereon for the financial year ended 31st March, 2020.
2. To appoint a Director in place of Mr. Prakash Bachhawat (DIN – 05156658), who retires by rotation and being eligible, offers himself for re-appointment.
3. To consider and if thought fit, to pass the following resolution as an Ordinary Resolution, relating to the appointment of the Auditors of the Company:

"RESOLVED THAT pursuant to Section 139 (2) and other applicable provisions, if any, of the Companies Act, 2013, and the Rules made thereunder (including any statutory modifications or re-enactment(s) thereof for the time being in force), M/s. J. B. S. & Company, Chartered Accountants, (Firm Registration No.- 323734E), be and are hereby appointed as Statutory Auditors of the Company in place of M/s. R. Kothari & Co. LLP, Chartered Accountants, (Firm Registration No. – 307069E/E300266), who will be completing their tenure on the forthcoming Annual General Meeting of the Company in terms of the provisions of Section 139(2) of the Companies Act, 2013, to hold office from the conclusion of this Annual General Meeting until the conclusion of 45th Annual General Meeting of the Company to be held in 2025 on a remuneration as may be determined by the Board of Directors of the Company in consultation with the said Auditor."

Special Business

- 4 To consider and if thought fit, to pass the following resolution as a Special Resolution, relating to re-appointment of Mr. Hemraj Kathotia as Independent Director :

"RESOLVED THAT pursuant to the provisions of Sections 149, 150, 152 and any other applicable provisions of the Companies Act, 2013 ("Act") and the Companies (Appointment and Qualification of Directors) Rules, 2014 (including any statutory modification(s) or re-enactment thereof for the time being in force) read with Schedule IV of the Companies Act, 2013, the recommendations of the Nomination & Remuneration Committee and regulations of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, Mr. Hemraj Kathotia (DIN: 02458601) who has submitted a declaration that he meets the criteria for independence as provided in Section 149(6) of the Act, be and is hereby re-appointed as an Independent Director of the Company for a further term of five

years with effect from 30th March, 2020 and whose office shall not be liable to determination by retirement of directors by rotation."

Board
By order of the
For Deeplok Financial Services Limited

"Ideal Plaza", South Block, 2nd Floor
S.207 & 209, 11/1, Sarat Bose Road
Kolkata- 700 020
CIN: L17115WB1981PLC033469
(Phone) (033) 2283-7495/6
00129471
(Fax) (033) 2283-7497
Website: www.deeplokfinancialservices.com
(E-mail): info@jbggroup.info
Date: 01.09.2020


(Surendra Kumar Bachhawat)
Managing Director
DIN:

NOTES:

1. Explanatory Statement setting out material facts with respect to business at Item Nos. 3 and 4 in terms of Section 102 of the Companies Act, 2013 is enclosed and constitutes part of this Notice.

Additional information, pursuant to the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, with respect to appointment of the Statutory Auditors of the Company, as proposed under Item No. 3 of this Notice, is also provided in the Explanatory Statement.

2. In view of the continuing Covid-19 pandemic, the Ministry of Corporate Affairs ("MCA") has vide its General Circular No. 20/2020 dated 5th May, 2020 read with General Circular No. 14/2020 dated 8th April, 2020 and General Circular No. 17/ 2020 dated 13th April, 2020 (collectively referred to as "MCA Circulars") permitted the holding of the Annual General Meeting ("AGM") through Video Conferencing ("VC") / Other Audio Visual Means ("OAVM"), without the physical presence of the Members at a common venue. In compliance with the provisions of the Companies Act, 2013 ("Act"), SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI Listing Regulations") and MCA Circulars, the AGM of the Company is being held through VC / OAVM. The procedure for participating in the meeting through VC/ OAVM is explained at Note No. 28. The venue of the meeting shall be deemed to be the Regd. Office of the Company i.e. "Ideal Plaza", South Block 2nd Floor, S. 207 & 209, 11/1, Sarat Bose Road, Kolkata – 700 020.
3. Members attending the AGM through VC / OAVM shall be counted for the purpose of reckoning the quorum under Section 103 of the Act.

4. Pursuant to the provisions of the Act, a Member entitled to attend and vote at the AGM is entitled to appoint a proxy to attend and vote on his/her behalf and the proxy need not be a Member of the Company. Since this AGM is being held pursuant to the MCA Circulars through VC / OAVM, physical attendance of Members has been dispensed with. Accordingly, the facility for appointment of proxies by the Members will not be available for the AGM and hence the Proxy Form and Attendance Slip are not annexed to this Notice.
5. Additional information, pursuant to Regulation 36 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and Secretarial Standards on General Meetings issued by The Institute of Company Secretaries of India, in respect of the Directors seeking appointment / re-appointment at this AGM, forms part of the Notice.
6. The attendance through VC/OAVM is restricted and hence will be made available to only 1000 Members on first come first served basis. However attendance of Members holding 2% or more of the shares of the Company, Institutional Investors as on closure of the business hours on 4th day of September, 2020, Promoters, Directors, Key Managerial Personnel, the Chairpersons of the Audit Committee, Nomination and Remuneration Committee and Stakeholders Relationship Committee, Auditors, Scrutinizer, etc. are allowed to attend the AGM without restriction of first come first served basis.
7. Members desirous of obtaining any information concerning the accounts and operations of the Company are requested to address their questions in writing to the Secretary of the Company by Wednesday, 23rd September, 2020.
8. Members who would like to express their views or ask questions during the AGM may register themselves as a speaker by sending their request from their registered email address mentioning their name, DP ID and Client ID/folio number, PAN, mobile number at info@jbggroup.info from 25th September, 2020 (9:00 a.m. IST) to 29th September, 2020 (5:00 p.m. IST). Those Members who have registered themselves as a speaker will only be allowed to express their views/ask questions during the AGM. The Company reserves the right to restrict the number of speakers depending on the availability of time for the AGM. In the interest of time, each speaker is requested to express his / her views in 2 – 3 minutes.
9. However, shareholders may post their comments/queries (not more than 150 characters) in the chat box available on the Video Conferencing interface. Message posted by the shareholders will be dealt with accordingly.
10. Corporate Members are required to send to the company a duly certified copy of the Board Resolution, pursuant to Section 113 of the Companies Act, 2013, authorizing their representative to attend and vote at the AGM.
11. In case of joint holders attending the meeting, the Member whose name appears as the first holder in the order of names as per the Register of Members of the Company will be entitled to vote.

12. The Company's shares are available in demat mode. The shares of the company can be dematerialized under ISIN: INE875C01013. In terms of SEBI Circular, physical shares cannot be transferred on or after 01.04.2019. Members are requested to dematerialize the shares for operational convenience.

13. Voting through electronic means

Pursuant to the provisions of Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014, the Company is offering e-voting facility to its Members in respect of the businesses to be transacted at the Fortieth Annual General Meeting scheduled to be held on Wednesday, 30th September, 2020 at 10:30 A.M. The Company has engaged the services of Central Depository Services (India) Limited ("CDSL") to provide e-voting facilities. The e-voting particulars are set out below:

ELECTRONIC VOTING PARTICULARS

EVSN (E-voting Sequence Number)	USER ID	PERMANENT ACCOUNT NUMBER (PAN)
200902033		

The Instructions for shareholders voting electronically are as under:

- (i) The voting period begins on 27th September, 2020 from 09:00 a.m. (IST) and ends on 29th September, 2020 upto 5:00 p.m. (IST). During this period shareholders of the Company, holding shares either in physical form or in dematerialized form, as on 23rd September, 2020 i.e. the cut-off date, may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.
- (ii) Shareholders who have already voted prior to the meeting date would not be entitled to vote at the meeting venue.
- (iii) The shareholders should log on to the e-voting website www.evotingindia.com.
- (iv) Click on Shareholders.
- (v) Now Enter your User ID
 - a. For CDSL: 16 digits beneficiary ID,
 - b. For NSDL: 8 Character DP ID followed by 8 Digits Client ID,
 - c. Members holding shares in Physical Form should enter Folio Number registered with the Company.
- (vi) Next enter the Image Verification as displayed and Click on Login.
- (vii) If you are holding shares in demat form and had logged on to www.evotingindia.com and voted on an earlier voting of any company, then your existing password is to be used.
- (viii) If you are a first time user follow the steps given below:

For Members holding shares in Demat Form and Physical Form	
PAN	<p>Enter your 10 digit alpha-numeric *PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders)</p> <ul style="list-style-type: none"> • Members who have not updated their PAN with the Company/Depository Participant are requested to use the first two letters of their name and the 8 digits of the folio number in the PAN field. • In case the folio number is less than 8 digits enter the applicable number of 0's before the number after the first two characters of the name in CAPITAL letters. Eg. If your name is Ramesh Kumar with folio number 1 then enter RA00000001 in the PAN field.
DOB	<p>Enter the Date of Birth as recorded in your demat account or in the company records for the said demat account or folio in dd/mm/yyyy format.</p>
Dividend Bank Details	<p>Enter the Dividend Bank Details as recorded in your demat account or in the company records for the said demat account or folio.</p> <ul style="list-style-type: none"> • Please enter the DOB or Dividend Bank Details in order to login. If the details are not recorded with the depository or company please enter the number of shares in the Dividend Bank details field.

- (ix) After entering these details appropriately, click on "SUBMIT" tab.
- (x) Members holding shares in physical form will then directly reach the Company selection screen. However, members holding shares in demat form will now reach 'Password Creation' menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the demat holders for voting for resolutions of any other company on which they are eligible to vote, provided that company opts for e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.
- (xi) For Members holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.
- (xii) Click on the EVSN for the relevant <Deeplok Financial Services Limited> on which you choose to vote.
- (xiii) On the voting page, you will see "RESOLUTION DESCRIPTION" and against the same the option "YES/NO" for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.
- (xiv) Click on the "RESOLUTIONS FILE LINK" if you wish to view the entire Resolution details.
- (xv) After selecting the resolution you have decided to vote on, click on "SUBMIT". A confirmation box will be displayed. If you wish to confirm your vote, click on "OK", else to change your vote, click on "CANCEL" and accordingly modify your vote.
- (xvi) Once you "CONFIRM" your vote on the Resolution, you will not be allowed to modify your vote.
- (xvii) You can also take a print of the votes cast by clicking on "Click here to print" option on the Voting page.

(xviii) If a demat account holder has forgotten the login password then Enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.

(xix) Note for Non - Individual Shareholders and Custodians

- a. Non-Individual shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodian are required to log on to www.evotingindia.com and register themselves as Corporates.
- b. A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to helpdesk.evoting@cdslindia.com
- c. After receiving the login details a Compliance User should be created using the admin login and password. The Compliance User would be able to link the account(s) for which they wish to vote on.
- d. The list of accounts linked in the login should be mailed to helpdesk.evoting@cdslindia.com and on approval of the accounts they would be able to cast their vote.
- e. A scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.

(xx) In case you have any queries or issues regarding e-voting, you may refer the Frequently Asked Questions ("FAQs") and e-voting manual available at www.evotingindia.com, under help section or write an email to helpdesk.evoting@cdslindia.com.

14. Institutional shareholders (i.e. other than individuals, HUF, NRI etc.) are required to send scanned copy (PDF/JPG Format) of the relevant Board Resolution / Authority letter etc. together with attested specimen signature of the duly authorized signatory(ies) who are authorized to vote through e-mail at info@jbggroup.info or mdpl@cal.vsnl.net.in or aklabhcs@gmail.com with a copy marked to helpdesk.evoting@cdslindia.com on or before 29th September, 2020 without which the vote shall not be treated as valid.

15. In case you have any queries or issues regarding e-voting, please contact the Company or Registrar & Share Transfer Agents or send mail to info@jbggroup.info or mdpl@cal.vsnl.net.in. You may also send mail to helpdesk.evoting@cdslindia.com or refer to the Frequently Asked Questions ("FAQs") and e-voting manual available at www.evotingindia.com.

16. The voting rights of shareholders shall be in proportion to their shares of the paid up equity share capital of the Company held on the cut-off date of 23rd September, 2020.

17. The member already cast his/her vote through remote e-voting would not be allowed to cast vote again through e-voting at the AGM. However, he/she can attend the AGM.

18. Mr. A. K. Labh, Practicing Company Secretary (FCS : 4848) of M/s. A. K. Labh & Co., Company Secretaries, has been appointed as the Scrutinizer to scrutinize the e-voting process in a fair and transparent manner, whose e-mail address is aklabhcs@gmail.com.

19. The Scrutinizer shall within a period not exceeding 48 hrs from the conclusion of the e- voting period, unblock the votes in the presence of at least two (2) witnesses not in the employment of the Company and make a Scrutinizer's Report of the votes cast in favour or against, if any, forthwith to the Chairman of the Company.
20. The Results shall be declared on or after the AGM of the Company. The Results declared along with the Scrutinizer's Report shall be placed on the Company's website www.deeplokfinancialservices.com and on the website of CDSL within two (2) days of passing of the resolutions at the AGM of the Company. On receipt of requisite number of votes, the Resolutions shall be deemed to have been passed on the date of the Annual General Meeting.
21. Members holding shares in physical form are requested to notify immediately change of address, transfer, demat, ECS credit request, if any, to the Registrars and Transfer Agents of the Company i.e. M/s Maheshwari Datamatics Pvt. Ltd. at 23, R. N. Mukherjee Road, 5th Floor, Kolkata - 700 001. Tel No.: (033) 2243 5809 / 5029; 2248 2248; Fax No.: (033) 2248 4787; e-mail : mdpl@cal.vsnl.net.in or mdpldc@yahoo.com or skchaubey@mdpl.in.
22. Members may also note that the Notice of the 40th AGM and the Annual Report 2019-20 will be available on the Company's website, www.deeplokfinancialservices.com.
23. Members holding shares in demat mode are requested to notify any change in address, Bank Details, ECS Credit request to their respective depository participants and make sure that such changes are recorded by them.
24. The Register of Members and Share Transfer Books of the Company will remain closed from Thursday, 24th September, 2020 to Wednesday, 30th September, 2020 (both days inclusive). Duly executed and stamped transfer deeds, along with the relative Share Certificates, should be submitted to the Company's Registrar & Share Transfer Agents before the closure of the Register of Members for registration of transfers.
25. Queries on accounts, if any, should be mailed to info@ibgroup.info at least seven days before the meeting.
26. The Securities & Exchange Board of India (SEBI) has mandated the submission of Permanent Account Number (PAN) by every participant in securities market transaction and off-market/private transaction including, transfer of shares held in physical form, deletion of name of the deceased shareholder(s), where the shares are held in the name of two or more shareholders, transmission of shares to the legal heir(s), where deceased shareholder was the sole holder of shares and transposition of shares - when there is a change in the order of names in which physical shares are held jointly in the names of two or more shareholders.
27. Since the AGM will be held through VC / OAVM, the Route Map is not annexed in this Notice.

28. INSTRUCTIONS FOR MEMBERS FOR ATTENDING THE AGM THROUGH VC / OAVM ARE AS UNDER:

- i. Members will be provided with a facility to attend the AGM through VC / OAVM through the CDSL e-voting system. Members may access the same at <https://www.evoting.nsdl.com> under Members login by using the remote e- voting credentials. The link for VC / OAVM will be available in Members login where the EVSN of Company will be displayed. Please note that the Members who do not have the User ID and Password for e-voting or have forgotten the User ID and Password may retrieve the same by following the remote e-voting instructions mentioned in the Notice. Further Members can also use the OTP based login for logging into the e- voting system of CDSL.
- ii. Members can participate in the AGM through smart phone/laptop. However, for better experience and smooth participation it is advisable to join the Meeting using Google Chrome, through Laptops connected through broadband. Further Members will be required to use Internet with a good speed to avoid any disturbance during the meeting. Participating Members are requested to keep their device under 'Mute' mode, except for pre-registered speakers, when invited to speak at the Meeting.
- iii. Participants connecting from Mobile Devices or Tablets or through Laptop via Mobile Hotspot may experience Audio/Video loss due to fluctuation in their respective network. It is therefore recommended to use Stable Wi-Fi or LAN Connection to mitigate any kind of aforesaid glitches.
- iv. The Members who are shareholders as on closure of the business hours on 4th day of September, 2020 are requested to join the AGM through VC/OAVM mode, 30 minutes before the scheduled time of the commencement of the Meeting and not later than 15 minutes after the commencement of the meeting by following the procedure mentioned in the Notice.
- v. Members who need assistance before or during the AGM, can contact CDSL on evoting@cdsl.co.in or use Toll Free No.1800-222-990

EXPLANATORY STATEMENT IN RESPECT OF THE ORDINARY BUSINESS PURSUANT TO SECTION 102 OF THE COMPANIES ACT, 2013 READ WITH REGULATION 30 OF SEBI (LODR) REGULATIONS, 2015

Item No.3

The Company is proposing for appointment of new statutory auditors in place of the retiring auditors for the approval of the shareholders. Information required pursuant to the provisions of SEBI (LODR) Regulations, 2015 is mentioned hereunder:

Reason for Change: M/s. R. Kothari & Co.LLP, Chartered Accountants (ICAI Firm Registration No. 307069E/E300266) were appointed as Statutory Auditors of the Company for 3 years by the Members at the 37th Annual General Meeting (AGM) held on 25th September, 2017 subject to ratification of their appointment at every AGM. Accordingly, their term gets completed on conclusion of this AGM in terms of the provisions of Section 139(2) of the Companies Act, 2013 and they are not eligible for re-appointment.

Terms of appointment: M/s. J. B. S. & Company, Chartered Accountants (ICAI Firm Registration No. 323734E) are being proposed to be appointed as statutory auditors of the Company in terms of Section 139 of the Companies Act, 2013 ('the Act') read with the Companies (Audit and Auditors) Rules, 2014, as amended, for a period of 5 (five) years from the conclusion of this AGM till the conclusion of 45th AGM of the Company to be held in 2025.

Basis of recommendation for appointment: Before recommending the appointment of M/s. J. B. S. & Company, Chartered Accountants as the new statutory auditors, the Audit Committee considered various parameters like audit experience in the Company's operating segments, market standing of the firm, clientele served, etc., and found M/s. J. B. S. & Company, Chartered Accountants to be best suited to handle the scale, diversity and complexity associated with the audit of the financial statements of the Company.

Details and credentials of new auditors: M/s. J. B. S. & Company, Chartered Accountants (ICAI Firm Registration No. 323734E) was established in 01.08.1998. The Firm has qualified and experienced professionals who are expert in handling audits of various scale, diversifications and complexities. The Firm has reputed clientele base across the country.

Proposed Fee: As mutually agreed between the Board of Directors of the Company and the new auditors, M/s J. B. S. & Company, Chartered Accountants subject to revisions in between as decided in due course.

Last fee to the retiring auditor: The Company had paid a professional fee of Rs. 40,000/- to the retiring Statutory Auditors i.e. M/s. R. Kothari & Co. LLP, Chartered Accountants with respect to statutory audit for the financial year 2019-20.

Any material change and rationale for such change: The proposed fees payable to M/s. J. B. S. & Company, Chartered Accountants, is based on the fee proposal received at the time of selection of the Statutory Auditors by the Audit Committee in line with the Company's scale of operations and at par with the industrial norms.

M/s. J. B. S. & Company, Chartered Accountants have given their consent to act as the Auditors of the Company and have confirmed that the said appointment, if made, will be in accordance with the conditions prescribed under Sections 139 and 141 of the Act.

None of the Directors / Key Managerial Personnel of the Company / their relatives is, in any way, concerned or interested, financially or otherwise, in this resolution. This statement may also be regarded as an appropriate disclosure under the Listing Regulations.

The Board of Directors recommends the Ordinary Resolution set out at Item no. 3 for your approval.

Item No. 4

The Board of Directors of the Company pursuant to recommendation of the Nomination and Remuneration Committee re-appointed Mr. Hemraj Kathotia (DIN: 02458601) as an Independent Director of the Company for a further term of five years with effect from 30th March, 2020 and whose office shall not be liable to retire by rotation.

In the opinion of the Board, Mr. Kathotia fulfils the conditions specified in the Companies Act, 2013 and rules made thereunder for his re-appointment as an Independent Director of the Company and are independent to the management. Mr. Kathotia has also given to the Board, a declaration of his meeting the criteria of independence as provided in section 149(6) of the Act. Accordingly, the Board recommends the resolution for re-appointment of Mr. Kathotia as an Independent Director, for the approval by the shareholders of the Company. A brief profile of Mr. Kathotia, including nature of their expertise, is provided as Annexure to the Notice.

None of the Directors or Key Managerial Personnel of the Company and their relatives, other than Mr. Kathotia is concerned or interested, financially or otherwise, in this resolution.

The Board of Directors recommends the Special Resolution set out at Item no. 4 for your approval.

Details of Directors seeking appointment/reappointment at the Annual General Meeting pursuant to Regulation 26(4) and 36(3) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and Clause 1.2.5 of Secretarial Standard on General Meeting (SS-2) as amended.

Name of the Director	Prakash Bachhawat	Hemraj Kathotia
Category	Non-Executive Director	Independent
DIN	05156658	02458601
Date of Birth	12.06.1988	25.02.1953
Nationality	Indian	Indian
Date of Appointment	03.01.2012	30.03.2015
Qualifications	B.Com., M.Sc. in International Marketing	B.Com
Experience and Expertise	More than 8 years of experience in Business and Finance Management	More than 40 years of experience in Business and Finance Management
Number of Meetings of the Board attended during the year	12	12
List of Directorships :		
Listed Companies	Nil	Nil
Other Companies	5	1
List of Membership/Chairmanship of Committees of other Board	Nil	Nil
Number of shares held by him in the Company	74750	Nil
Relationship with any Director(s) and KMPs of the Company	1. Mr. Surendra Kumar Bachhawat 2. Mr. Mahendra Kumar Bachhawat	None

"Ideal Plaza", South Block, 2nd Floor
S.207 & 209, 11/1, Sarat Bose Road
Kolkata- 700 020
CIN: L17115WB1981PLC033469
(Phone) (033) 2283-7495/6
(Fax) (033) 2283-7497
Website: www.deeplokfinancialservices.com
(E-mail): info@jbggroup.info
Date: 01.09.2020

**By order of the Board
For Deeplok Financial Services Limited**


**(Surendra Kumar Bachhawat)
Managing Director
DIN: 00129471**

DEEPLOK FINANCIAL SERVICES LIMITED

CIN: L17115WB1981PLC033469

DIRECTORS' REPORT TO THE SHAREHOLDERS

Your Directors hereby present the 40th Annual Report and Audited financial statement for the year ended 31st March 2020.

Financial Performance

The Company's financial performance for the year ended 31st march, 2020 is summarized below:

<u>Particulars</u>	As on 31.03.2020 (Rs. in lacs)	As on 31.03.2019 (Rs. in lacs)
Total Income	425.61	2174.19
Profit before taxation	(109.99)	2115.42
Tax Expenses	110.39	84.66
Profit after taxation	(220.39)	2030.76
Earning per share	(43.35)	219.65

Financial Performance

During the financial year under review, total revenue decreased from Rs. 2174.19 lacs to Rs. 425.61 lacs. The net loss for the financial year stood at Rs. 220.39 lacs as compared to the net profit of Rs. 2030.76 lac in the previous financial year.

In view of the outbreak of Covid-19 pandemic, the Office at Kolkata has been closed as per lockdown directives issued by the Government in the last week of March, 2020 and the Company has asked all its employees to work from home to the extent possible. Normal operations has commenced with effect from 18th May, 2020 with restrictive attendance and proper sanitization. Since the Company is engaged in investment in shares and securities, there has been sharp erosion in the market values of the investments. In view of nature of operation of the Company, apart from reduction in value of trading stocks and investments as above, there has not been any impact on Capital, financial resources, or Assets base. The management has carried out current assessment of the potential impact of the Covid-19 pandemic on the Company and is of the view that the Company is well capitalized with low leverage, widely diversified investment activities and has adequate liquidity to sustain its operations and look for appropriate investment opportunities.

Dividend

The Board of Directors regrets their inability to recommend any dividend for the financial year under report.

Change in the nature of business, if any

There is no change in the nature of the business of the Company.

Details of significant and material orders passed by the regulators or courts or tribunals impacting the going concern status and company's operations in future

Your Company has declared that there are no pending litigations.

Material changes and commitments, if any, affecting the financial position of the company which have occurred between the end of the financial year of the company to which the financial statements relate and the date of the report

There were no material changes and commitments affecting the financial position of the Company occurring between March 31, 2020 and the date of this Report of the Directors.

Subsidiary / Joint Ventures / Associates

The details of the Subsidiary/ Joint Venture/ Associate companies are annexed as **Annexure – I** of the report.

Internal Financial Control

The Company has in place an established internal control system designed to ensure proper recording of financial and operational information and compliance of various internal controls and other regulatory and statutory compliances.

Share Capital

The paid up Equity Share Capital as on March 31, 2020 was Rs. 95,25,950. During the year under review, your Company has not issued any shares or any convertible instruments.

Risk Management

The Board members were informed about risk assessment and minimization procedures after which the Board formally adopted steps for framing, implementing and monitoring the risk management plan for the company.

Board of Directors

The Board of Directors of your Company comprised of the following Directors as on 31.03.2020:

1. Mr. Surendra Kumar Bachhawat - Managing Director
2. Mr. Mahendra Kumar Bachhawat - Director
3. Mr. Prakash Bachhawat – Director
4. Mr. Hemraj Kathotia – Independent Director
5. Ms. Dibya Baid – Independent Director

Mr. Prakash Bachhawat (DIN – 05156658) is liable to retire by rotation and, being eligible, offers himself for re-appointment at the ensuing Annual General Meeting of the Company.

The Board of Directors of the Company pursuant to recommendation of the Nomination and Remuneration Committee has re-appointed Mr. Hemraj Kathotia (DIN: 02458601), as an Independent Director of the Company for a further term of five years with effect from 30th March, 2020 subject to approval of the shareholders at the ensuing Annual General Meeting of the Company and whose office shall not be liable to retire by rotation.

Key Managerial Personnel

The following persons were formally appointed as Key Managerial Personnel (KMP) of the Company in compliance with the provisions of Section 203 of the Companies Act, 2013:

- a) Mr. Surendra Kumar Bachhawat - Managing Director
- b) Mr. Pradip Kumar Bera - Chief Financial Officer (CFO)
- c) Ms. Sudha Jain - Company Secretary (Resigned w.e.f. 10.06.2019)
- d) Mr. Gautam Golchha - Company Secretary (Appointed w.e.f. 06.12.2019)

Meetings of Board and Committees:

Board Meetings

During the financial year 2019-2020, the Board met 12 times on 05.04.2019, 16.05.2019, 30.05.2019, 01.06.2019, 30.07.2019, 06.08.2019, 27.08.2019, 11.11.2019, 05.12.2019, 15.01.2020, 30.01.2020 and 16.03.2020.

Audit Committee Meetings

During the financial year 2019-2020, the Committee met 5 times on 30.05.2019, 30.07.2019, 11.11.2019, 30.01.2020 and 16.03.2020.

Nomination and Remuneration Committee

During the financial year 2019-2020, the committee met 3 times in the year on 30.05.2019, 05.12.2019 and 16.03.2020.

Stakeholders Relationship Committee

During the financial year 2019-2020, the Committee met once in the year on 16.03.2020.

Corporate Social Responsibility Committee

During the financial Year 2019-2020, the committee met once in the year on 27.05.2019.

Board Evaluation

The Nomination & Remuneration Committee laid down the policy and process of evaluation of Board of Directors. Under this policy a set of parameters to be used in the evaluation process has been determined for:

- i. Self evaluation of the Board Members
- ii. Evaluation of Non- Independent Directors' performance by Independent Directors.
- iii. Evaluation of Chairman's performance by Independent Directors.
- iv. Assessment of quantity, quality and timeliness of information to the Board

Using the parameters mentioned above and in accordance with SEBI Guidance Note on Board Evaluation, the evaluation of the Board Members was carried out.

Meeting of Independent Directors

A separate meeting of Independent Directors was held on 07.12.2019 to evaluate performance of the Chairman of the Board, the Directors and the Board as a whole.

Declaration by Independent Directors and the Board

All Independent Directors of your Company have given declarations that they meet the criteria of independence as laid down under Section 149(6) of the Companies Act, 2013. The Board also hereby confirms that in its opinion, the Independent Directors of the Company fulfill the conditions / criteria specified under the Act and SEBI (LODR) Regulations, 2015, as amended, and also are independent of the management. The Independent Directors have also registered themselves in the databank with the Institute of Corporate Affairs of India as per Rule 6(1) of the Companies (Appointment and Qualifications of Directors) Rules, 2014.

Remuneration Policy

Nomination and Remuneration Committee has formulated the Nomination, Remuneration and Evaluation Policy for Directors, Key Managerial Personnel (KMPs) and other employees in terms of the provisions of Section 178(3) of the Companies Act, 2013. The said policy which has been approved by the Board outlines the appointment criteria and qualifications, the term/ tenure of the Directors on the Board of Company and the matters related to remuneration of the Directors. The policy is available at Company's website at www.deeplokfinancialservices.com.

Audit Committee

The composition of the Audit Committee as on 31st March, 2020 is as follows:

1. Mr. Hemraj Kathotia, Chairman
2. Mr. Mahendra Kumar Bachhawat
3. Ms. Dibya Baid

Nomination & Remuneration Committee

The composition of the Nomination & Remuneration Committee as on 31st March, 2020 is as follows:

1. Mr. Hemraj Kathotia, Chairman
2. Mr. Mahendra Kumar Bachhawat
3. Ms. Dibya Baid

The Company's Remuneration Policy is available on the Company's website www.deeplokfinancialservices.com.

Stakeholders Relationship Committee

The composition of the Stakeholders Relationship Committee as on 31st March, 2020 is as follows:

1. Mr. Hemraj Kathotia, Chairman
2. Mr. Mahendra Kumar Bachhawat
3. Ms. Dibya Baid

Vigil Mechanism

The Company has in place a vigil mechanism details of which are available on the Company's website www.deeplokfinancialservices.com

Contracts and Arrangements with Related Party

All transactions entered into with related parties as defined under the Companies Act 2013 and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 during the financial year were in the ordinary course of Business and on arm's length pricing basis. The details of Related Party Transactions are enclosed as **Annexure – II**

Loans, guarantees and investments

The particulars of loans guarantees and investments made in securities under section 186 of the Companies Act, 2013 read with the Companies (Meetings of Board and its Powers) Rules, 2014 has been provided in the financial statements of the Company.

Disclosure under Section 197 (12) and Rule 5 of the Companies (Appointment & Remuneration of Managerial Personnel) Rules, 2016

Information in accordance with the provisions of Section 197(12) of the Companies Act, 2013 read with Rule 5 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2016 is given in **Annexure - III** forming part of the Directors' Report.

Annual Return

Pursuant to Section 92(3) of the Companies Act, 2013 read with Proviso under Rule 12(1) of the Companies (Management and Administration) Rules, 2014, as amended, the Annual Return is available on the Company's website at www.deeplokfinancialservices.com and may be accessed through the web-link: <https://deeplokfinancialservices.com/download/annualreports/annualreturn-2019-20.pdf>

Conservation of Energy, Technology Absorption and Foreign Exchange Earnings and Outgo

Your Company does not have any activity relating to Conservation of Energy and Technology Absorption and also there has been no Foreign Exchange Earnings and Outgo during the financial year under review.

Directors' Responsibility Statement

Pursuant to Section 134(3) (c) read with Section 134(5) of the Companies Act, 2013 the Directors of your Company confirm that :-

- (i) In the preparation of the annual accounts, the applicable accounting standards have been followed along with proper explanation relating to material departures, if any;
- (ii) 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;

- (iii) The Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- (iv) The Directors have prepared the annual accounts on a going concern basis;
- (v) The Directors have laid down internal financial controls to be followed by the Company and that such internal financial controls are adequate and are operating effectively; and
- (vi) There is a proper system to ensure compliance with the provisions of all applicable laws and that such systems are adequate and operating effectively.

Deposits

The Company has not accepted any deposits from the public, and as such, there are no outstanding deposits in terms of the Companies (Acceptance of Deposits) Rules, 2014, as amended.

Listing

The Equity Shares of the Company continues to be listed with Calcutta Stock Exchange and the annual listing fees has been paid up to date.

Corporate Social Responsibility (CSR)

The provisions of Sections 135 of the Companies Act, 2013 relating to Corporate Social Responsibility are applicable to the Company. The details of the CSR activities is enclosed and marked as **Annexure-IV**.

Auditors and Auditors Qualifications

M/s. R. Kothari & Co. LLP, Chartered Accountants (ICAI Firm Registration No. 307069E/E300266) were appointed as Statutory Auditors of the Company for 3 years by the Members at the 37th Annual General Meeting (AGM) held on 25th September, 2017 subject to ratification of their appointment at every AGM. Accordingly, their term gets completed on conclusion of the ensuing AGM to be held on 30.09.2020 and they are not eligible to get re-appointed in terms of the provisions of Section 139(2) of the Companies Act, 2013.

M/s. J. B. S. & Company, Chartered Accountants (ICAI Firm Registration No. 323734E) have been appointed as statutory auditors of the Company subject to approval of the shareholders at the ensuing AGM in terms of Section 139 of the Companies Act, 2013 ('the Act') read with the Companies (Audit and Auditors) Rules, 2014, as amended, for a period of 5 (five) years from the conclusion of the 40th AGM till the conclusion of 45th AGM of the Company to be held in 2025.

The Auditor's Report on the financial statements for the financial year 2019-20 does not contain any modified opinion or adverse remarks.

Secretarial Audit & Observations:

Secretarial Audit was conducted during the year by Mr. Asit Kumar Labh, Practicing Company Secretary (ACS-32891, CP No.- 14664) in accordance with the provisions of Section 204 of the Companies Act, 2013. The Secretarial Auditor's Report is attached as **Annexure – V** and forms a part of this Report of the Directors and does not contain any observation / adverse remark.

Internal Audit & Controls

In terms of Section 138 of the Companies Act, 2013 read with Rule 13 of the Companies (Accounts) Rules, 2014, M/s. Shyamsukha Associates, Chartered Accountants was the Internal Auditor for the Company during the financial year.

Internal Auditors' findings are discussed and suitable corrective actions are taken as per the directions of Audit Committee on an ongoing basis to improve efficiency in operations.

Cost Audit & Cost Records

The provisions for conducting cost audit and / or maintaining cost records as per the Act, does not apply to your Company during the financial year under report.

Fraud

There was no case of any fraud reported during the financial year under report.

Disclosures under Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013

No cases have been reported under this Act for the financial year under report.

Secretarial Standards

The Board of Directors hereby affirms that your Company has adhered to the Secretarial Standards as prescribed by the Institute of Company Secretaries of India during the financial year under report.

Acknowledgement

Your Directors wish to place on record their appreciation of assistance and co-operation received from bankers, lenders, suppliers, customers, Government authorities, employees & other stake holders.

On behalf of the Board of Directors

Place: Kolkata
Date: 01.09.2020

sd/-
Surendra Kumar Bachhawat
Managing Director
DIN: 00129471

sd/-
Prakash Bachhawat
Director
DIN: 05156658

Form AOC-1

(Pursuant to first proviso to sub-section (3) of section 129 read with Rule 5 of Companies (Accounts) Rules, 2014)

Statement containing salient features of the financial statement of subsidiaries/ Associate companies/ Joint ventures

Part “A”: Subsidiaries

Nil

Part “B”: Associates and Joint Ventures

Name of Associate	WOODSIDE FASHIONS LIMITED
Latest Audited Balance Sheet date	31 st March 2020
Shares of Associate held by the company on the year end No.	5,39,000
Amount of investment in Associate Company	Rs. 134.75 lacs
Extent of Holding %	23.96 %
Description of how there is significant influence	Through Shareholding
Reason why the Associate is not consolidated	N.A
Net worth attributable to shareholding as per recent audited Balance sheet	Rs. 2623.05 lacs
Profit/ Loss for the Year	Rs. 960.23 lacs
Considered in Consolidation	Rs. 230.07 lacs
Not considered in Consolidation	Rs. 730.16 lacs

Sd/-

Surendra Kumar Bachhawat

Managing Director

DIN: 00129471

Sd/-

Prakash Bachhawat

Director

DIN: 05156658

Sd/-

Gautam Golchha

Company Secretary

Membership No. : A27118

Sd/-

Pradip Kumar Bera

CFO

PAN: AKQP89617E

Place: Kolkata

Date: 01.09.2020

Form No. AOC-2

(Pursuant to clause (h) of sub-section (3) of section 134 of the Act
Rule 8(2) of the Companies (Accounts) Rules, 2014)

Form for disclosure of particulars of contracts/arrangements entered into by the Company with related parties referred to in sub-section (1) of section 188 of the Companies Act, 2013 including certain arm's length transactions under third proviso thereto.

1. Details of contracts or arrangements or transactions not at arm's length basis: NIL

2. Details of material contracts or arrangements or transactions at arm's length basis:

- (i) (a) Name(s) of the related party and nature of relationship – Rajendra Kumar Bachhawat,
Relative of Key Managerial Personnel
(b) Nature of contracts/arrangements/transactions - Sale of Investments
(c) Duration of the contracts / arrangements/transactions – As and when arises
(d) Salient terms of the contracts or arrangements or transactions including the value, if any:
Prevailing Market Price, Aggregate value of Rs. 515.67 lacs
(e) Date(s) of approval by the Board, if any: No
(f) Amount paid as advances, if any: Nil
- (ii) (a) Name(s) of the related party and nature of relationship – Rajendra Kumar Bachhawat,
Relative of Key Managerial Personnel
(b) Nature of contracts/arrangements/transactions – Purchase of Investments
(c) Duration of the contracts / arrangements/transactions – As and when arises
(d) Salient terms of the contracts or arrangements or transactions including the value, if any:
Prevailing Market Price, Aggregate value of Rs. 113.93 lacs
(e) Date(s) of approval by the Board, if any: No
(f) Amount paid as advances, if any: Nil
- (iii) (a) Name(s) of the related party and nature of relationship – Surendra Kumar Bachhawat,
Key Managerial Personnel
(b) Nature of contracts/arrangements/transactions – Remuneration
(c) Duration of the contracts / arrangements/transactions – For F.Y. 2019-20
(d) Salient terms of the contracts or arrangements or transactions including the value, if any:
Prevailing Market Price, Aggregate value of Rs. 30 lacs
(e) Date(s) of approval by the Board, if any: No
(f) Amount paid as advances, if any: Nil

Place: Kolkata
Date: 01.09.2020

Sd/-
Surendra Kumar Bachhawat
Managing Director
DIN: 00129471

Sd/-
Prakash Bachhawat
Director
DIN: 05156658

ANNEXURE – III**PARTICULARS OF EMPLOYEES PURSUANT TO SECTION 197(12) OF THE COMPANIES ACT, 2013 READ WITH RULE 5(1) OF THE COMPANIES (APPOINTMENT AND REMUNERATION OF MANAGERIAL PERSONNEL) AMENDMENT RULES, 2016**

Name of the Director / CEO / CFO / Company Secretary / Manager	Designation	(i) Ratio of the remuneration of each director to the median remuneration of the employees of the Company for the financial year 2019-20	(ii) Percentage increase in Remuneration during 2019-20
Mr. Surendra Kumar Bachhawat	Managing Director	1:1.65	NIL
Mr. Mahendra Kumar Bachhawat	Director	-	-
Mr. Prakash Bachhawat	Director	-	-
Mr. Pradip Kumar Bera	CFO	1:21.15	8.80
Mr. Gautam Golchha	CS	N.A.	Nil

* Mr. Guatam Golchha has been appointed w.e.f. 06.12.2019.

Sl. No.	Description	Remarks
iii.	the percentage increase in the median remuneration of employees in the financial year;	Nil
iv.	the number of permanent employees on the rolls of company;	9
v.	average percentile increase already made in the salaries of employees other than the managerial personnel in the last financial year and its comparison with the percentile increase in the managerial remuneration and justification thereof and point out if there are any exceptional circumstances for increase in the managerial remuneration;	Average Salary increase of non-managerial employees – 8.80 % Average Salary increase of managerial employees – 7.80%
vi.	It is hereby affirmed that the remuneration to managerial personnel referred to above is as per the remuneration policy of the Company.	

PARTICULARS OF EMPLOYEES PURSUANT TO SECTION 197(12) OF THE COMPANIES ACT, 2013 READ WITH RULE 5(2) and 5(3) OF THE COMPANIES (APPOINTMENT AND REMUNERATION OF MANAGERIAL PERSONNEL) AMENDMENT RULES, 2016

It is hereby affirmed that:

- (i) No employee was in receipt of remuneration for the year in aggregate of more than Rs. 1.02 Crores (if employed throughout the financial year);
- (ii) No employee was in receipt of remuneration for any part of the year at a rate which in aggregate was more than Rs. 8.5 lacs per month (if employed for a part of the financial year);
- (iii) No employee was in receipt of remuneration in excess of that drawn by the Managing Director of Whole-time Director or Manager nor holds by himself or along with his spouse and dependent children more than two percent of the equity shares of the Company.

Sl. No.	Name	Designation	Remuneration (Rs.)	Nature of Employment	Qualification and Experience	Date of Commencement of Employment	Age	Last Employment Held	% of equity shares held	Whether relative of any Director / Manager
1	Surendra Kumar Bachhawat	Managing Director	30,00,000	Contractual	B.com	22.02.2004	61	--	82699	Yes
2	Pradip Kumar Bera	CFO	2,33,501	Permanent	B.Com. / 15yrs	01.07.2005	57	-	Nil	No
3	Ashok Gorai	Accounts Assistant	2,17,394	Permanent	B.Com. / 20yrs	01.04.2000	53	-	Nil	No
4	Sudha Jain	Company Secretary	27,600	Permanent	C.S.	01.02.2016	35	Athene Construction Ltd.	Nil	No
5	Kalyan Sardar	Office Assistant	1,95,125	Permanent	B.Com.	01.07.2012	41	-	Nil	No
6	Ajoy Ghosh	Office Assistant	1,47,064	Permanent	H.S.	01.01.2014	55	-	Nil	No
7	Rajesh Agarwal	Taxation executive	6,67,097	Permanent	M.Com	01.03.2018	29	Woodside Fashions Limited	Nil	No
8	Sidhartha Sahani	Staff	1,81,148	Permanent	H.S.	01.04.2018	25	-	Nil	No
9	Debraj Patra	Staff	1,98,324	Permanent	B.Com	18.05.2018	33	-	Nil	No
10	Gautam Kumar Golcha	Company Secretary	72,935	Permanent	C.S	06.12.2019	46	-	Nil	No

Report on Corporate Social Responsibility

[Pursuant to clause (o) of subsection 134 of the Act and Rule 9 of the Companies (Corporate Social Responsibility Policy) Rules, 2014]

1	A brief outline of the Company's CSR policy, including overview of projects or programs proposed to be undertaken and a reference to the web-link to the CSR policy and projects or programs	<p>"Corporate Social Responsibility" (CSR) is a way of conducting business, by which corporate entities visibly contribute to the social good. The essence of CSR is to integrate economic, environmental and social objectives with the company's operations and growth.CSR is the process by which an organization thinks about and evolves its relationships with society for the common good and demonstrate its commitment by giving back to the society for the resources it used to flourish by adoption of appropriate business processes and strategies.</p> <p>In its endeavors to mutually achieve the said objective, the Act stipulates the provisions Regarding mandatory adherence to the Corporate Social Responsibility practices by the prescribed companies.</p> <p>CSR activities in the company are carried out by way of contribution /donation to organizations, Specialized Agencies, Trust and institutions as may be permitted under the applicable laws from time to time.</p>	
2	The Composition of the CSR Committee	Mr. Surendra Kumar Bachhawat	Chairman
		Mr. Mahendra Kumar Bachhawat	Member
		Mr. Hemraj Kathotia	Member
3	Average net profit of the Company for last three Financial Years	189.73 Lacs	
4	Prescribed CSR Expenditure (two percent of the amount as in item 3 above)	3.79 Lacs	
5	Details of CSR spent during the Financial Year (a) Total amount to be spent for the financial year (b) Amount unspent, if any (c) Manner in which the amount spent during the financial year	(a)3.79 Lacs	
		(b) Nil	
		(c) As detailed below in the table	

1	2	3	4	5	6	7	8
Sl. No.	CSR projects or activity identified	Sector in which the Project is covered	Projects or Programs 1)Local area other 2) Specify the state and district where projects or programs was undertaken	Amout Outlay (Budget) project or programs wise	Amount spent on the projects or programs Sub-heads: 1)Direct expenditure On Projects or programs 2)Overheads *	Cumulative expenditure upto the reporting period	Amount Spent: Direct or through implementing agency
1	Education	Establishment of College	Gudda Gourji, Dist: Jhunjhunu, Rajasthan	Rs. 4.00 Lacs	Rs. 4.00 Lacs	Rs.4.00 Lacs	Mani Modi Foundation

*Overheads – NIL

6) In case the company has failed to spend the 2% of the average net profit of the last three financial years or any part thereof, the Company shall provide the reasons for not spending the amount in its Board Report:

Not Applicable

7) A responsibility statement of the CSR Committee that the implementation and monitoring of CSR policy is in compliance with CSR objectives and policy of the Company.

The CSR Committee of the Company confirms that the implementation and monitoring of the CSR Policy is in compliance with the CSR objectives and Policy of the Company.

Sd/-
(Surendra Kumar Bachhawat)
Managing Director
DIN: 00129471

Sd/-
(Prakash Bachhawat)
Director
DIN: 05156658

Place: Kolkata
Dated: 01.09.2020

SECRETARIAL AUDIT REPORT

FOR THE FINANCIAL YEAR ENDED 31.03.2020

[Pursuant to Section 204(1) of the Companies Act, 2013 and Rule No. 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014]

To
The Members,
Deeplok Financial Services Limited
Ideal Plaza, South Block
2nd Floor, S. 207 & 209
11/1, Sarat Bose Road
Kolkata – 700 020

I have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **Deeplok Financial Services Limited** having its Registered Office at Ideal Plaza, South Block, 2nd Floor, S. 207 & 209, 11/1, Sarat Bose Road , Kolkata – 700 020, West Bengal (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 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 31.03.2020 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.

Auditors' Responsibility

Maintenance of Secretarial Records is the responsibility of the management of the Company. My responsibility is to express an opinion on existence of adequate Board process and compliance management system, commensurate to the size of the Company, based on these secretarial records as shown to me during the said audit and also based on the information furnished to me by the officers' and the agents of the Company during the said audit.

I have followed the audit practices and processes as were appropriate to the best of my understanding to obtain reasonable assurance about the correctness of the contents of the secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. I believe that the processes and practices, I followed, provide a reasonable basis for my opinion.

I have not verified the correctness, appropriateness and bases of financial records, books of accounts and decisions taken by the Board and by various committees of the Company during the period under scrutiny. I have checked the Board process and compliance management system to understand and to form an opinion as to whether there is an adequate system of seeking approval of respective committees of the Board, of the Board, of the members of the Company and of other authorities as per the provisions of various statutes as mentioned hereinafter.

Wherever required I have obtained the management representation about the compliance of the laws, rules and regulations and happening of events, etc.

I have relied upon the accuracy of the documents and information as shared by the Company with me through appropriate Information Technology tools to assist me in completing the secretarial audit work during lock down period due to unprecedented situation prevailing in the Country due to CoVID-19 virus pandemic and the same is subject to physical verification by me post normalization of the situation.

The Compliance of the provisions of Corporate and other applicable laws, rules, regulations and standards is the responsibility of the management. My examination was limited to the verification of compliance procedures on test basis.

My report is neither an assurance as to the future viability of the Company nor of the efficacy or effectiveness or accuracy with which the management has conducted the affairs of the Company.

I report that, I have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended 31.03.2020 according to the provisions of (*as amended*) :

- (i) The Companies Act, 2013 (the Act) and the rules made there under;
- (ii) Secretarial Standards as issued by The Institute of Company Secretaries of India;
- (iii) The Securities Contracts (Regulation) Act, 1956 and the rules made there under;
- (iv) The Depositories Act, 1996 and the Regulations and Bye-laws framed there under;
- (v) Foreign Exchange Management Act, 1999 and the rules and regulation made there under to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings;
- (vi) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992:
 - (a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulation, 2011;
 - (b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
 - (c) 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;
 - (d) The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

I further report that, having regard to the compliance system prevailing in the Company and on examination of the relevant documents and records in pursuance thereof, on test-check basis, the Company has specifically complied with the provisions of the following Act:

1. Reserve Bank of India Act, 1934 (pertaining to NBFC matters)

to the extent of its applicability to the Company during the financial year ended 31.03.2020 and my examination and reporting is based on the documents, records and files as produced and shown to and the information and explanations as provided to me by the Company and its management and to the best of my judgment and understanding of the applicability of the different enactments upon the Company. Further, to the best of my knowledge and understanding there are adequate systems and processes in the Company commensurate with its size and operation to monitor and ensure compliances with applicable laws.

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

During the period under review, provisions of the following regulations/guidelines/standards were not applicable to the Company:

- (i) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 2018;
- (ii) The Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014 ;
- (iii) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008;
- (iv) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulation, 2018;
- (v) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009.

I further report that:

- (a) The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent

Directors. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.

- (b) 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.
- (c) Majority decision is carried through while the dissenting members' views, if any, are captured and recorded as part of the minutes.
- (d) 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.

I further report that:

- (a) In the light of heightened concern on spread of COVID-19 across the nation and as per the notifications issued by the Central / State Government(s), the Company had temporarily closed operations at its Registered Office in Kolkata from the last week of March, 2020. However, the Company had resumed operations with effect from 18th May, 2020 with restrictive attendance and due permission of the local district authorities as applicable and in accordance with the guidelines stipulated by the Ministry of Home Affairs of the Government of India and the local authorities.

Sd/-

(Asit Kumar Labh)
Practicing Company Secretary
ACS – 32891 / C.P. No. - 14664

Place: Kolkata
Dated: 01.09.2020

R Kothari & Co LLP
CHARTERED ACCOUNTANTS
KOLKATA, NEW DELHI

INDEPENDENT AUDITOR'S REPORT

TO
THE MEMBERS OF
DEEPLOK FINANCIAL SERVICES LIMITED

Report on the Ind-AS Standalone Financial Statements

Opinion

We have audited the Ind-AS Standalone financial statements of **DEEPLOK FINANCIAL SERVICES LIMITED** ("the Company"), which comprise the Standalone balance sheet as at 31st March 2020, and the Standalone statement of Profit and Loss (including Other Comprehensive Income), the Standalone Statement of Changes in Equity and the Standalone statement of cash flows for the year then ended, and notes to the Ind-AS Standalone financial statements, including a summary of significant accounting policies and other explanatory information (hereinafter referred to as "the Ind-AS Standalone Financial Statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Ind-AS 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 March 31, 2020, and loss for the year, and its cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Ind-AS 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 ethical requirements that are relevant to our audit of the Ind-AS Standalone financial statements 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.



16A, SHAKESPEARE SARANI, KOLKATA -700 071 PHONE: 2282-6776/6809/6807, FAX NO: 91(033) 2282-6776
Website : www.rkothari.in, Web-mail: kolkata@rkothari.in

R Kothari & Co (a partnership firm with FRN-307069E) converted into R Kothari & Co LLP, (a Limited Liability Partnership with LLP Identification No.AAS-5294 w.e.f 3rd June,2020)

Key audit matters

We have determined that there are no key audit matters to communicate in our report.

Emphasis of Matter

We draw your attention to Note No. 22(11) to the Ind AS Standalone financial statements which explain the uncertainties and the management's assessment of the financial impact due to the lock-downs and other restrictions and conditions related to the COVID-19 pandemic situation, for which a definite assessment of the impact in the subsequent period is highly dependent upon circumstances as they evolve.

Information other than the Ind AS 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 Company's Annual Return but does not include the Ind AS Standalone Financial Statements and our Auditor's report thereon.

Our opinion on the Ind AS 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 Ind AS 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 Ind AS 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 Ind-AS 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 Ind-AS Standalone financial statements that give a true and fair view of the financial position, financial performance, total comprehensive income, changes in equity and cash flows of the Company in accordance with the Ind AS and other accounting principles generally accepted in India. 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 implementation and maintenance of 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 Ind-AS Standalone financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the Ind-AS 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.

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

Auditor's Responsibilities for the Audit of the Ind-AS Standalone Financial Statements

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

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

- Identify and assess the risks of the material misstatement of the Ind AS financial statement, 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 financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the management.



- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Ind AS 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.
- Evaluate the overall presentation, structure and content of the Ind AS Standalone Financial Statements, including the disclosures, and whether the Ind AS Standalone financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

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 Companies Act, 2013, we give in the "Annexure - A", a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
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 Standalone Balance Sheet, the Standalone Statement of Profit and Loss including Other Comprehensive Income, Standalone Statement of Changes in Equity and the Standalone Statement of Cash Flow dealt with by this Report are in agreement with the relevant books of accounts.



- d) In our opinion, the aforesaid Ind-AS Standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2015 as amended.
- e) On the basis of the written representations received from the directors as on 31st March, 2020 taken on record by the Board of Directors, none of the directors is disqualified as on 31st 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 "AnnexureB".
- 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 the financial position in its standalone financial statements [*Refer Note No. 22(10) to its Standalone Financial Statements*]
 - ii. The Company did not have any long term contracts including derivative contracts for which there were any material foreseeable losses:
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
- h) With respect to the other matters to be included in the Auditor's Report under Section 197(16) of the Act:
In our opinion and according to the information and explanations given 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.



For R. Kothari & Co. LLP
Chartered Accountants
FRN: 307069E/E300266

Kailash Chandra Soni
CA Kailash Chandra Soni
Partner
Membership Number: 057620

Place: Kolkata
Date: 30.07.2020
UDIN: 20057620AAAAED5820

ANNEXURE A" TO THE INDEPENDENT AUDITORS' REPORT

The Annexure A referred to in paragraph 1 under the heading 'Report on Other Legal & Regulatory Requirements' of our report of even date to the Ind-AS Standalone financial statements of the Company for the year ended March 31, 2020, we report that:

- (i) (a) The company is maintaining proper records showing full particulars, including quantitative details and situation of Fixed Assets;
 - (b) The Fixed Assets have been physically verified by the management at reasonable intervals and no material discrepancies were noticed on such verification.
 - (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 deeds of immovable properties are held in the name of the Company.
- (ii) The inventories held by the company include stock of shares and securities in dematerialized form; accordingly the reporting under Paragraph 3 (ii) of the said Order is not applicable to the company.
- (iii) The Company has not granted any loans, secured or unsecured, to companies, firms or other parties listed in the register maintained under Section 189 of the Companies Act, 2013. Therefore, the reporting under Paragraph 3 (iii) of the said Order is not applicable to the Company
- (iv) In our opinion and according to the information and explanations given to us, the company has not granted any loan and providing guarantees and securities under section 185 of the Companies Act, 2013. The company is a Non-Banking Financial Institution, hence the provisions under section 186 of Companies Act, 2013 with regard to Loan and Investment are not applicable to the Company.
- (v) In our opinion, the Company has not accepted any deposits within the meaning of Sections 73 to 76 of the Act and the Companies (Acceptance of Deposits) Rules, 2014 (as amended). Accordingly, the provisions of clause 3(v) of the Order are not applicable.
- (vi) As informed to us, the Central Government has not prescribed maintenance of cost records under sub-section (1) of Section 148 of the Act, in respect of the activities carried on by the Company. Thus, paragraph 3(vi) of the Order is not applicable to 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 Income-tax, Goods and Services Tax and other material statutory dues, as applicable have been regularly deposited during the year by the Company with the appropriate authorities and there are no arrear of undisputed statutory dues as on the last date for a period of more than six months.



- (b) According to the information and explanations given to us, there are no dues of Income-tax, Goods and Services Tax and other material statutory dues which have not been deposited as on 31st March, 2019 with appropriate authorities on account of any dispute except the following:

Name of Statute	Nature of Dues	Amount under dispute (Rs.)	Amount paid* (Rs.)	Period to which amount relates	Forum where Dispute is Pending
Income Tax Act, 1961	Income Tax	1,05,380/-	32,600/-	A.Y.2017-18	Commissioner of Income Tax (Appeals) - Kolkata II

* Paid under Protest


- (viii) The Company does not have any loans or borrowings from any financial institution, bank, government, or debenture holders during the year. Thus, paragraph 3 (viii) of the order is not applicable to the company.
- (ix) The Company did not raise any money by way of initial public offer or further public offer (including debt instruments) and term loans during the year. Thus, paragraph 3 (ix) of the order is not applicable to the company.
- (x) According to the information and explanations given to us, no fraud on or by the Company or by its officers or employees has been noticed or reported during the course of our audit.
- (xi) According to the information and explanations provided to us, the managerial remuneration has been paid during the year in accordance with the requisite approvals mandated by the provisions of Section 197 read with Schedule V to the Companies Act.
- (xii) According to the information and explanations provided to us, the Company is not a Nidhi Company as defined under Section 406 of the Act. Therefore, the reporting under Paragraph 3 (xii) of the Order is not applicable to the Company.
- (xiii) Based upon the audit procedures performed and the information and explanations given by the management, all transactions with the related parties are in compliance with section 177 and section 188 of Companies Act, 2013 and the details have been disclosed in the Ind-AS Standalone Financial Statements as required by the applicable accounting standards.



- (xiv) According to the information and explanations provided to us and based on our examination of 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. Accordingly, the reporting under Paragraph 3 (xiv) of the Order is not applicable to the Company and hence not commented upon.
- (xv) According to the information and explanations provided to us and based on our examination of records of the Company, the company has not entered into any non-cash transactions with directors or persons connected with him. Thus, paragraph 3 (xv) of the Order is not applicable to the Company and hence not commented upon.
- (xvi) According to the information and explanations provided to us and based on our examination of records of the Company, the company is required to be registered under section 45 IA of the Reserve Bank of India Act, 1934 and such registration has been obtained.

For R. Kothari & Co. LLP
Chartered Accountants
FRN: 307069E/E300266




CA Kailash Chandra Soni
Partner
Membership Number: 057620

Place: Kolkata

Date: 30.07.2020

UDIN: 20057620AAAAED5820

"ANNEXURE B" TO THE INDEPENDENT AUDITORS' REPORT**Report on the Internal Financial Controls Over Financial Reporting 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 **DEEPLOK FINANCIAL SERVICES LIMITED** ("the Company") as of 31st March, 2020 in conjunction with our audit of the Ind-AS 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") issued by the Institute of Chartered Accountants of India and the Standards on Auditing 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 Ind-AS 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 Ind-AS 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 Ind-AS Standalone financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the Ind-AS 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, 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 31 March 2020, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.



For R. Kothari & Co. LLP
Chartered Accountants
FRN: 307069E/E300266

CA Kailash Chandra Soni
Partner

Membership Number: 057620

Place: Kolkata
Date: 30.07.2020
UDIN: 20057620AAAAED5820

Deeplok Financial Services Limited

CIN: L17115WB1981PLC033469

Registered Office :

11/1, SARAT BOSE ROAD, SOUTH BLOCK, 2ND FLOOR, KOLKATA WB 700020 IN

Standalone Statement of Assets and Liabilities as on 31st March 2020

(Rs. In Lakhs)

Particulars		Note No.	31 March 2020	31 March 2019	01 April 2018
I	ASSETS				
(1)	Financial Assets				
(a)	Cash and cash equivalents	4	1,211.68	79.07	40.48
(c)	Loans	5	2,215.18	2,459.02	984.11
(d)	Investments	6	3,099.06	4,378.21	3,766.83
(e)	Other Financial assets	7	12.37	14.01	13.33
			6,538.29	6,930.32	4,804.75
(2)	Non-financial Assets				
(a)	Inventories	8	0.24	-	-
(b)	Current tax assets (Net)	9	13.73	9.43	4.06
(c)	Deferred Tax Asset (Net)	11	1.42	20.24	50.23
(d)	Property, Plant and Equipment	10	8.77	11.63	15.73
			24.17	41.30	70.02
	Total Assets		6,562.46	6,971.63	4,874.77
II	LIABILITIES AND EQUITY				
A	LIABILITIES				
(1)	Non Financial Liabilities				
(a)	Provisions	12	5.54	6.15	2.45
(b)	Other non-financial liabilities	13	5.97	1.61	0.80
			11.51	7.76	3.26
B	EQUITY				
(a)	Equity Share capital	14	95.26	95.26	95.26
(b)	Other Equity	15	6,455.69	6,868.61	4,776.26
			6,550.94	6,963.87	4,871.52
	Total Liabilities and Equity		6,562.46	6,971.63	4,874.77

The accompanying notes 1-22 are an integral part of these Financial Statements.

As per our Report of even date attached.

For R. Kothari & Co. LLP
Chartered Accountants
FRN No. 307069E

CA Kailash Chandra Soni
(Partner)
Membership No. 057620 / E3,00 266



Place : Kolkata
Date : 30.07.2020

Surendra Kumar Bachhawat
Surendra Kumar Bachhawat
Director
DIN: 00129471

Gautam Gutsch
Gautam Gutsch
Company Secretary

For and on behalf of the Board

Prakash Bachhawat
Prakash Bachhawat
Director
DIN: 05156658

Pradyumn Kumar Meera
Pradyumn Kumar Meera
Chief Financial Officer

Standalone Statement of Profit & Loss for the Year Ended 31st March 2020

(Rs. In Lakhs)

Particulars	Notes	2019-2020	2018-2019
INCOME			
Revenue from operations			
Interest Income	16	335.22	338.57
Sale of Securities : Shares		41.94	-
Net Gain on Fair Value Changes	17	27.28	26.67
Total Revenue from Operation		404.44	365.24
Other income	18	21.17	1,808.95
Total Income		425.61	2,174.19
EXPENSES			
Purchase of Shares		57.28	-
Net (Increase)/Decrease in Stock		(0.24)	-
Employee benefits expense	19	49.68	25.75
Depreciation and amortisation expense		2.86	4.10
Other expenses	20	25.45	28.92
Total Expenses		135.03	58.78
Profit/(loss) Before Exceptional items and Tax		290.58	2,115.42
Exceptional Items	21	400.57	-
Profit/(loss) before Tax		(109.99)	2,115.42
Tax Expenses			
Current Tax		69.43	66.43
Deferred Tax		31.32	20.60
Earlier Years		9.65	(2.36)
Profit for the Year		110.39	84.66
		(220.39)	2,030.76
Other Comprehensive Income			
Items that will not be reclassified to profit or loss			
Change in fair value FOVCI equity instruments		(205.03)	70.98
Income tax relating to these items - Deferred Tax		12.50	(9.38)
Other Comprehensive Income for the Year		(192.54)	61.59
Total Comprehensive Income for the Year		(412.92)	2,092.35
Earning Per Shares			
Basic and Diluted		(43.35)	219.65
Nominal Value Per Share		10.00	10.00

The accompanying notes 1-22 are an integral part of these Financial Statements.

As per our Report of even date attached.

For R. Kothari & Co. LLP

Chartered Accountants

FRN No. 307069E/E300266

CA Kailash Chandra Soni

(Partner)

Membership No. 057620



For and on behalf of the Board

Surendra Kumar Bachhawat
 Surendra Kumar Bachhawat
 Director
 DIN: 00129471

Prakash Bachhawat
 Prakash Bachhawat
 Director
 DIN: 05156658

Place : Kolkata

Date : 30.07.2020

Gautam Gutch
 Gautam Gutch
 Company Secretary

Pranjoy Kumar Bose
 Pranjoy Kumar Bose
 Chief Financial Officer

Deeplok Financial Services Limited

CIN: L17115WB1981PLC033469

Registered Office :

11/1, SARAT BOSE ROAD, SOUTH BLOCK, 2ND FLOOR, KOLKATA WB 700020 IN
STANDALONE CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH 2020

(Rs. In Lakhs)

PARTICULARS	31.03.2020	31.03.2019
A. CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit before Tax :	(109.99)	2,115.42
Adjustment for:		
Depreciation	2.86	4.10
Provisions for standard and sub standard assets	(0.61)	3.69
Net Changes in Fair Market Value	(27.28)	(26.67)
(Profit)/Loss on Sale of Investment	66.94	(59.36)
Dividend Income	(140.34)	(1,766.39)
Operating Profit Before Working Capital Changes	(208.42)	270.79
Adjustment for Changes in Working Capital :		
(Increase)/Decrease in Other Financial Asset and other assets	1.64	(0.68)
(Increase)/Decrease in Inventory	(0.24)	-
Increase/(Decrease) in Other Liability	4.36	0.81
Cash used for Operations	(202.66)	270.92
Direct Taxes Paid:		
Income Taxes Paid	83.38	69.43
Net Cash inflow/(outflow) from Operating Activities (A)	(286.03)	201.49
B. CASH FLOW FROM INVESTING ACTIVITIES		
Loan Disbursed, Recd, & Repayment recd. (net)	243.84	(1,474.91)
(Purchase) / Sale of Investments	1,034.46	(454.38)
Dividend Received	140.34	1,766.39
Net Cash Inflow/(Outflow) from Investing Activities (B)	1,418.64	(162.89)
C. CASH FLOW FROM FINANCING ACTIVITIES		
Net Cash Inflow/(Outflow) from Financing Activities (C)	-	-
Net Increase/(Decrease) in Cash & Cash Equivalents	1,132.60	38.60
Add: Opening Cash & Cash Equivalents	79.07	40.48
Closing Cash & Cash Equivalents	1,211.68	79.07

Notes:

- a) Cash and cash equivalent under financial asset at note no.4 are cash and cash equivalent for the purpose of drawing cash flow statement. Therefore reconciliation statement required under para 45 of Ind AS 7 is not required.
- b) Figures in the brackets are cash outflow/ income as the case may be.

The accompanying notes 1-22 are an integral part of these Financial Statements.

As per our Report of even date attached.

For R.Kothari & Co LLP
Chartered Accountants
FRN - 307069E/E300266

CA Kailash Chandra Soni
(Partner)
Membership No. 057620



For and on behalf of the Board

Surendra Kumar Bachhawat
Surendra Kumar Bachhawat
Director
DIN: 00129471

Prakash Bachhawat
Prakash Bachhawat
Director
DIN: 05156658

Place : Kolkata
Date : 30.07.2020

Gautam Gosh
Gautam Gosh
Company Secretary

Pradeep Kumar Prasad
Pradeep Kumar Prasad
Chief Financial Officer

Standalone Statement of Change in Equity for the Year Ended 31st March 2020

A. Equity Share Capital

Particulars	(Rs. In Lakhs)	
	2020	2019
Balance at the beginning of the Year	95.26	95.26
Changes in equity share capital during the year	-	-
Balance at the end of the year	95.26	95.26

B. Other Equity

Description	Reserve and Surplus						Other Comprehensive Income		Total
	Retained Earnings	Securities Premium	Amalgamation Reserve	Special Reserve	General Reserve	Equity Instruments	Other Comprehensive Income		
							Equity Instruments	Other Comprehensive Income	
Balance at 01 April 2018	3,290.56	356.00	129.29	846.41	23.76	130.23	130.23	4,776.26	
Profit for the year	2,030.76	-	-	-	-	-	-	2,030.76	
Other Comprehensive Income	-	-	-	-	-	61.59	61.59	61.59	
Gross Balance	5,321.32	356.00	129.29	846.41	23.76	191.83	191.83	6,868.61	
Less: Appropriations	(406.15)	-	-	406.15	-	-	-	-	
- Transfer to Special Reserve (45-1C of RBI Act)	4,915.17	356.00	129.29	1,252.56	23.76	191.83	191.83	6,868.61	
Balance at 31 March 2019	4,915.17	356.00	129.29	1,252.56	23.76	191.83	191.83	6,868.61	
Balance at 01 April 2019	4,915.17	356.00	129.29	1,252.56	23.76	191.83	191.83	6,868.61	
Profit for the year	(220.39)	-	-	-	-	-	-	(220.39)	
Other Comprehensive Income	-	-	-	-	-	(192.54)	(192.54)	(192.54)	
Gross Balance	4,694.78	356.00	129.29	1,252.56	23.76	(0.71)	(0.71)	6,455.69	
Less: Appropriations	-	-	-	-	-	-	-	-	
- Transfer to Special Reserve (45-1C of RBI Act)	4,694.78	356.00	129.29	1,252.56	23.76	(0.71)	(0.71)	6,455.69	
Balance at 31 March 2020	4,694.78	356.00	129.29	1,252.56	23.76	(0.71)	(0.71)	6,455.69	

The accompanying notes 1-22 are an integral part of these Financial Statements.
This is the Statement of Changes in Equity method referred to in our report of even date.

As per our Report of even date attached.

For R. Kothari & Co. LLP
Chartered Accountants
FRN No. 307069E / ES 00 266



CA Kalliah Chandra Sonti
(Partner)
Membership No. 057620

For and on behalf of the Board

Sachdev
Sachdev Kumar Sachdev
Director
DIN: 00129471

Prakash Bachhavat
Prakash Bachhavat
Director
DIN: 05156658

Place : Kolkata
Date : 30.07.2020

Santim Ghosh
Company Secretary

Pradip Kumar Prana
Chief Financial Officer

Significant Accounting Policies**1 Company Overview**

Deeplok Financial Services Limited (the 'Company') is a public limited Company, incorporated and domiciled in India. The equity shares of the Company are listed. The registered office of the Company is located at 11/1, Sarat Bose Road, South Block, 2nd Floor, Kolkata 700020, West Bengal, India.

The Company is mainly engaged in investment in shares and securities.

The functional and presentation currency of the Company is Indian Rupee ("INR") which is the currency of the primary economic environment in which the Company operates.

2.1 Presentation of financial statements

The Standalone Balance Sheet, Standalone Statement of Profit and Loss and Standalone Statement of changes in Equity are prepared and presented in the format prescribed in the Division III of Schedule III to the Companies Act, 2013 ("the Act"). The Standalone Statement of Cash Flows has been prepared and presented as per the requirements of Ind AS. Amounts in the Standalone financial statements are presented in Indian Rupees in Lakhs.

2.2 Basis of preparation

The financial statements have been prepared in accordance with Indian Accounting Standards (Ind AS) as per the Companies (Indian Accounting Standards) Rules, 2015 as amended from time to time and notified under section 133 of the Companies Act, 2013 (the Act) along with other relevant provisions of the Act and the Master Direction - Non-Banking Financial Company - Non-Systemically Important Non-Deposit taking Company (Reserve Bank) Directions, 2016 ("the NBFC Master Directions") issued by RBI. The financial statements have been prepared on a going concern basis. The Company uses accrual basis of accounting except in case of significant uncertainties.

For all periods up to and including the year ended 31 March 2019, the Company had prepared its financial statements in accordance with accounting standards notified under Section 133 of the Companies Act 2013, read together with paragraph 7 of the Companies (Accounts) Rules, 2014 and the Companies (Accounting Standards) Amendment Rules, 2016 and the NBFC Master Directions (hereinafter referred as 'Previous GAAP'). These financial statements for the year ended 31 March 2020 are the first Financial Statements the Company has prepared in accordance with Ind AS. The Company has applied Ind AS 101 'First-time Adoption of Indian Accounting Standards', for transition from previous GAAP to Ind AS. An explanation of how transition to Ind AS has affected the previously reported financial position, financial performance and cash flows of the Company is provided in Note no. 22.

2.3 Measurement of fair values

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date, regardless of whether that price is directly observable or estimated using another valuation technique.

Fair value measurements under Ind AS are categorised into Level 1, 2, or 3 based on the degree to which the inputs to the fair value measurements are observable and the significance of the inputs to the fair value measurement in its entirety, which are described as follows:

- a) Level 1: inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the Company can access at measurement date
- b) Level 2: inputs are inputs, other than quoted prices included within level 1, that are observable for the asset or liability, either directly or indirectly; and
- c) Level 3: inputs are unobservable inputs for the valuation of assets or liabilities that the Company can access at measurement date.

2.4 Estimates of uncertainties relating to the Global health pandemic from COVID-19

The Company has considered the possible effects that may result from the pandemic relating to COVID-19 on the carrying amounts of receivables, unbilled revenues and investment in subsidiaries. In developing the assumptions relating to the possible future uncertainties in the global economic conditions because of this pandemic, the Company, as at the date of approval of these financial statements has used internal and external sources of information including credit reports and related information, economic forecasts. The Company has performed sensitivity analysis on the assumptions used and based on current estimates expects the carrying amount of these assets will be recovered. The impact of COVID-19 on the Company's financial statements may differ from that estimated, as at the date of approval of these financial statements.

2.5 Use of estimates and judgements

The preparation of financial statements requires the management of the Company to make judgements, assumptions and estimates that affect the reported balances of assets and liabilities and disclosures relating to the contingent liabilities as at the date of the financial statements and reported amounts of income and expenses for the reporting period. The application of accounting policies that require critical accounting estimates involving complex and subjective judgments and the use of assumptions in the financial statements have been disclosed as applicable in the respective notes to accounts. Accounting estimates could change from period to period. Future results could differ from these estimates. Appropriate changes in estimates are made as the Management becomes aware of changes in circumstances surrounding the estimates. Changes in estimates are reflected in the financial statements in the period in which changes are made and, if material, their effects are disclosed in the notes to the financial statements.



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Income Taxes-

The Company's tax jurisdiction is India. Significant judgements are involved in determining the provisions for income taxes including amount expected to be paid or recovered for uncertain tax positions.

3 Significant Accounting Policies

This note provides a list of the significant accounting policies adopted in the preparation of these financial statements. These policies have been consistently applied to all the years presented, unless otherwise stated.

3.1 Financial Instruments

Financial assets and financial liabilities are recognised when the Company becomes a party to the contractual provisions of the instrument. Financial assets and liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through profit or loss) are added to or deducted from the fair value measured on initial recognition of financial asset or financial liability. The transaction costs directly attributable to the acquisition of financial assets and financial liabilities at fair value through profit and loss are immediately recognised in the statement of profit and loss.

i) Financial Assets

Subsequent Recognition

The classification of financial assets depends on the Company's business model for managing financial assets and the contractual terms of cash flow.

The financial assets are classified in the following categories:

- a) Financial assets measured at amortised cost,
- b) financial assets measured at fair value through profit and loss (FVTPL), and
- c) financial assets measured at fair value through other comprehensive income (FVOCI).

Financial assets measured at amortised cost

Assets that are held for collection of contractual cash flows where those flows represent solely payments of principal and interest are measured at amortised cost. After initial measurement, such financial assets are subsequently measured at amortised cost using the effective interest rate method. The losses arising from impairment are recognised in the Statement of Profit & Loss.

Trade receivables are recognised initially at fair value and subsequently measured at amortised cost using the effective interest method less provision for impairment, if any.

Financial instruments measured at FVTPL

Financial instruments included within FVTPL category are measured initially as well as at each reporting period at fair value plus transaction costs as applicable. Fair value movements are recorded in Statement of Profit & Loss.

Financial assets at FVOCI

Financial assets are measured at FVOCI if these financial assets are held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

Investment in Bonds(other than Tax free) and Mutual fund

Investment in Equity Oriented Mutual Funds, Debt Oriented Mutual fund and Bonds(other than Tax free) are classified as FVTPL and measured at fair value with all changes recognised in the statement of profit and loss.

Investment in Tax Free Bonds and Non- Convertible Preference Shares

Investment in Tax Free Bonds and Non- Convertible Preference Shares are measured at Cost.

Investment in Equity

Investment in Equity are classified as FVTOCI and measured at fair value with all changes recognised in Other Comprehensive Income.

Investments in Associates

The Company has elected to measure Investment in associates at cost.

Other Unquoted Equity Investments

The Company has elected to measure Investment in Unquoted Equity Shares at cost.


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De-recognition of financial assets

The company de-recognises a financial asset when the contractual rights to the cash flows for the financial assets expires or it transfer the financial assets and such transfer qualifies for de- recognition under Ind AS 109- Financial instruments.

All investments other than those disclosed otherwise are carried at cost less accumulated impairment losses, if any. Where an indication of impairment exists, the carrying amount of the investment is assessed and is written down immediately to its recoverable amount. On disposal of such investments, the difference between net disposal proceeds and the carrying amounts are recognised in the Statement of Profit and Loss.

Impairment of financial assets

The Company assesses on a forward looking basis the expected credit losses associated with its assets carried at amortised cost. The impairment methodology applied depends on whether there has been a significant increase in credit risk.

Only for Loans the implied approach of life time expected credit losses is recognised from initial recognition of the receivables as required by Ind AS 109- financial instruments.

Impairment loss allowance recognised / reversed during the year is charged / written back to Statement of Profit & Loss.

Presentation of ECL allowance for financial asset:

Type of financial asset	Disclosure
Financial asset measured at amortised Cost	shown separately under the head "provisions" and not as a deduction from the gross carrying amount of the assets
Financial assets measured at FVTOCI	
Loan commitments and financial guarantee contracts	shown separately under the head "provisions"

Where a financial instrument includes both a drawn and an undrawn component and the Company cannot identify the ECL on the loan commitment separately from those on the drawn component, the Company presents a combined loss allowance for both components under "provisions".

ii) Financial liabilities

Subsequent Measurement

Financial liabilities are subsequently carried at amortized cost using the effective interest method.

Borrowings are initially recognised at fair value , net of transaction costs incurred . Borrowings are subsequently measured at amortised cost. Any difference between the proceeds (net of transaction costs) and the redemption amount is recognised in profit or loss over the period of the borrowings using effective interest method.

Borrowings are classified as current liabilities unless the company has an unconditional right to defer settlement of the liability for at least 12 months after the reporting period. Where there is a breach of a material provision of a long term loan arrangement on or before the end of the reporting period with the effect that the liability becomes payment on demand on the reporting date , the entity does not classify the liability as current , if the lender agreed, after the reporting period and before the approval of the financial statement for issue , not to demand payment as a consequence of the breach.

For Trade and other payables maturing within one year from the balance sheet date , the carrying amount approximates fair value to short-term maturity of these instruments.

Derecognition of financial liabilities

The Company derecognises financial liabilities when, and only when, the Company's obligations are discharged, cancelled or they expire or it transfer the financial assets and such transfer qualifies for de- recognition under Ind AS 109- Financial instruments.

All investments other than those disclosed otherwise are carried at cost less accumulated impairment losses, if any. Where an indication of impairment exists, the carrying amount of the investment is assessed and is written down immediately to its recoverable amount. On disposal of such investments, the difference between net disposal proceeds and the carrying amounts are recognised in the Statement of Profit and Loss.

Offsetting Financial Instruments

Financial assets and liabilities are offset and the net amount is reported in the balance sheet where there is a legally enforceable right to offset the recognised amounts and the there is an intention to settle on a net basis or realise the asset and settle the liability subsequently. The legally enforceable right must not be contingent on future events and must be enforceable in the normal course of business and in event of default , insolvency or bankruptcy of the company or the counter party.


3.2 Income recognition

a) Interest income

The Company recognises interest income using Effective Interest Rate (EIR) on all financial assets

The Company recognises interest income by applying the EIR to the gross carrying amount of financial assets other

Delayed payment interest (penal interest) levied on customers for delay in repayments/non payment of contractual cashflows is recognised on realisation.


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b) **Recognition of revenue from sale of goods or services**

Revenue (other than for Financial Instruments within the scope of Ind AS 109) is measured at an amount that reflects the considerations, to which an entity expects to be entitled in exchange for transferring goods or services to customer, excluding amounts collected on behalf of third parties.

Revenue from contract with customer for rendering services is recognised at a point in time when performance obligation is satisfied.

c) **Dividend Income**

Dividend income from investments is recognised when the shareholder's rights to receive payment have been established.

3.3 **Employee benefits**

(a) **Short-term obligations**

Liabilities for wages, salaries and other benefits that are expected to be settled wholly within 12 months after the end of the period in which the employees render the related service are recognised in respect of employees' services up to the end of the reporting period and are measured at the amounts expected to be paid when the liabilities are settled. The liabilities are presented as current employee benefit obligations in the balance sheet.

(b) **Post employment obligations**

Compensated absences

Accumulated compensated absences which are expected to be availed or encashed or contributed within the 12 months from the end of the year are treated as short term employee benefits and the balances expected to be availed or encashed or contributed beyond 12 months from the year end are treated as long term liability and are accounted on undiscounted basis.

Other short term employee benefits

Short term employee benefits are recognised as an expenses as per the Company's schemes based on the expected obligation on an undiscounted basis.

3.4 **Property, Plant & Equipment:**

Property, Plant & Equipment are stated at their original cost less accumulated depreciation. Cost comprises cost of acquisition, cost of improvements, borrowing costs and any attributable cost of bringing the assets to the condition for its intended use. Costs also include direct expenses incurred upto the date of capitalization/ commissioning.

On transition to Ind AS, the Company has elected to continue with the carrying value of all of its property, plant and equipment recognised as at 01 April, 2019 measured as per the previous GAAP and use that carrying value as the deemed cost of all the property, plant and equipment.

3.5 **Depreciation**

Depreciation has been provided on written down value method in accordance with the useful life of assets prescribed under Schedule- II of the Companies Act, 2013.

3.6 **Cash and Cash Equivalents**

Cash and cash equivalents comprise of cash at banks and on hand and short-term deposits with an original maturity of three months or less, which are subject to an insignificant risk of changes in value.

For the purpose of the statement of cash flows, cash and cash equivalents consist of cash and short-term deposits, as defined above, net of outstanding bank overdrafts if any, as they are considered an integral part of the Company's cash management.

3.7 **Provisions**

Provisions are recognised in the balance sheet when the Company has a present obligation (legal or constructive) as a result of a past event, which is expected to result in an outflow of resources embodying economic benefits which can be reliably estimated. Each provision is based on the best estimate of the expenditure required to settle the present obligation at the balance sheet date.

3.8 **Income taxes**

The income tax expense or credit for the period is the tax payable on the current period's taxable income based on the applicable income tax rate for each jurisdiction adjusted by changes in deferred tax assets and liabilities attributable to temporary differences and to unused tax losses.

The current income tax charge is calculated on the basis of the tax laws enacted or substantively enacted at the end of the reporting period.

Deferred income tax is provided in full, using the liability method, on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements.

Deferred income tax is determined using tax rates (and laws) that have been enacted or substantially enacted by the end of the reporting period and are expected to apply when the related deferred income tax asset is realised or the deferred income tax liability is settled.

Deferred tax assets are recognised for all deductible temporary differences and unused tax losses only if it is probable that future taxable amounts will be available to utilise those temporary differences and losses.

Deferred tax assets and liabilities are offset when there is a legally enforceable right to offset current tax assets and liabilities and when the deferred tax balances relate to the same taxation authority. Current tax assets and tax liabilities are offset where the entity has a legally enforceable right to offset and intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously. Current and deferred tax is recognised in profit or loss, except to the extent that it relates to items recognised in other comprehensive income or directly in equity. In this case, the tax is also recognised in other comprehensive income or directly in equity, respectively.




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3.9 Earnings per share

Earnings per share is calculated in accordance with IND AS 33 on earnings per share. It is calculated by dividing the net profit or loss for the year attributable to equity share holders, by the weighted average numbers of equity shares outstanding during the year.

For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and weighted average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares.

3.10 Inventory

The inventory consists of shares held for trading purpose and are measured as per "Ind AS-2 Inventories" at Cost or Net Realisable Value whichever is lower at the balance sheet date.

3.11 Provisions, contingent liabilities and contingent assets

Provisions are recognised only when:

- (i) an entity has a present obligation (legal or constructive) as a result of a past event; and
- (ii) it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation; and
- (iii) a reliable estimate can be made of the amount of the obligation

Provision is measured using the cash flows estimated to settle the present obligation and when the effect of time value of money is material, the carrying amount of the provision is the present value of those cash flows. Reimbursement expected in respect of expenditure required to settle a provision is recognised only when it is virtually certain that the reimbursement will be received.

Contingent liability is disclosed in case of:

- (i) a present obligation arising from past events, when it is not probable that an outflow of resources will be required to settle the obligation; and
- (ii) a present obligation arising from past events, when no reliable estimate is possible. Contingent assets are disclosed where an inflow of economic benefits is probable. Provisions, contingent liabilities and contingent assets are reviewed at each Balance Sheet date.

Where the unavoidable costs of meeting the obligations under the contract exceed the economic benefits expected to be received under such contract, the present obligation under the contract is recognised and measured as a provision.

Contingent Assets

Contingent Assets are neither recognised nor disclosed. However, when realisation of the income is virtually certain, related asset is recognised

3.12 Statement of Cash Flows

Statement of Cash Flows is prepared segregating the cash flows into operating, investing and financing activities. Cash flow from operating activities is reported using indirect method adjusting the net profit for the effects of:

- i. changes during the period in operating receivables and payables transactions of a non-cash nature;
- ii. non-cash items such as depreciation, provisions, deferred taxes, unrealised foreign currency gains and losses, and undistributed profits of associates and joint ventures; and
- iii. all other items for which the cash effects are investing or financing cash flows.

Cash and cash equivalents (including bank balances) shown in the Statement of Cash Flows exclude items which are not available for general use as on the date of Balance Sheet.

3.13 Event after reporting date

Where the events occurring after the Balance Sheet date provide evidence of conditions that existed at the end of the reporting period, the impact of such events adjusted within the financial statements. Otherwise, events after the Balance Sheet date of material size or nature are only disclosed.

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NOTES TO STANDALONE FINANCIAL STATEMENTS

Note 4 Cash & Cash Equivalents			
Particulars	31.03.2020	31.03.2019	01.04.2018
	(Rs in Lakhs)	(Rs in Lakhs)	(Rs in Lakhs)
Cash in hand (As certified by the Management)	0.05	0.10	0.10
Balance with banks			
- in current Accounts	572.63	78.98	40.38
- in Fixed Deposits Account (maturity less than 3 months)	639.00	-	-
TOTAL	1,211.68	79.07	40.48



Note 5 Loans			
Particulars	31.03.2020	31.03.2019	01.04.2018
	(Rs in Lakhs)	(Rs in Lakhs)	(Rs in Lakhs)
At Amortised Cost			
Secured			
Unsecured, considered good (unless otherwise stated)			
Loans to Bodies Corporate :			
Considered Good	2,215.10	2,459.02	994.02
Others			
Advance to Staff	0.08	-	0.09
(Recoverable in cash or in kind or value to be received thereof)			
Credit Impaired			
Considered Doubtful	56.25	50.00	50.00
Less: Provision for Doubtful Assets	56.25	50.00	50.00
TOTAL	2,215.18	2,459.02	994.11

Note 6 Investment			
Particulars	31.03.2020	31.03.2019	01.04.2018
	(Rs in Lakhs)	(Rs in Lakhs)	(Rs in Lakhs)
(A) Investments carried at Fair Value through profit or loss			
Investment in Bonds	588.40	618.69	500.00
Mutual Funds	1,405.65	1,413.76	1,341.01
(B) Investments carried at Fair Value Other Comprehensive Income			
Fully paid Equity Shares (Quoted)	135.74	486.28	272.50
(C) Investments carried at Amortised Cost			
Equity Shares (Unquoted)		203.00	203.00
Non-Convertible Preference Shares (Quoted)	749.51	203.00	203.00
Less: Provision for fair value loss of investment [Refer Note No. 22(9)]	400.57	348.94	1,032.99
Tax Free Bonds		417.33	417.33
TOTAL	3,099.06	4,378.21	3,766.83

Note 7 Other Financial Assets			
Particulars	31.03.2020	31.03.2019	01.04.2018
	(Rs in Lakhs)	(Rs in Lakhs)	(Rs in Lakhs)
Interest Receivable on Bonds	10.63	14.01	13.33
Interest Receivable on Fixed Deposit	0.80	-	-
Accrued Interest on Term Deposit	0.94	-	-
Total	12.37	14.01	13.33

Note 8 Inventories			
Particulars	31.03.2020	31.03.2019	01.04.2018
	(Rs in Lakhs)	(Rs in Lakhs)	(Rs in Lakhs)
Closing Stock of Shares	0.24	-	-
TOTAL	0.24	-	-

Note 9 Current Tax Assets			
Particulars	31.03.2020	31.03.2019	01.04.2018
	(Rs in Lakhs)	(Rs in Lakhs)	(Rs in Lakhs)
Advance Taxes (Net)	13.73	9.43	4.06
Total	13.73	9.43	4.06


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NOTES FORMING PART OF THE FINANCIAL STATEMENTS

6A - Investment							
Particulars	F.V.	31st March, 2020		31st March, 2019		01 April 2018	
		No. of Units	Rs. in Lakhs	No. of Units	Rs. in Lakhs	No. of Units	Rs. in Lakhs
A. Quoted Securities							
Investment in Equity Shares - Valued at FVOCI							
Coal India Ltd	10/-	3,500	4.90	1,529	3.63	1,529	4.33
Gujrat Fluoro chemical Ltd	1/-	16,700	47.76	16,800	185.60	21,400	170.45
CFL Ltd	1/-	16,700	13.71	-	-	-	-
Reliance Capital Ltd	10/-	400	0.02	400	0.82	400	1.69
Tata Steel Ltd	10/-	2,801	7.55	2,801	14.59	2,801	16.00
Indian Oil Corporation	10/-	-	-	-	-	21,000	37.09
Indian Oil Corporation - Bonus Shares	10/-	21,000	17.15	21,000	34.20	21,000	37.09
NHPC	10/-	54,000	10.77	19,054	4.71	20,000	5.54
Reliance Home Finance Ltd	10/-	400	0.00	400	0.12	400	0.24
Tata Steel Ltd - PP	10/-	57	0.02	57	0.04	57	0.08
Tata Steel BSL Ltd	2/-	20,000	3.29	20,000	5.89	-	-
National Aluminium Co. Ltd	5/-	30,000	8.73	20,000	11.09	-	-
Tourism Finance Corporation Ltd	10/-	64,500	21.83	10,000	11.89	-	-
West Coast Paper Mills Ltd	2/-	-	-	60,000	213.72	-	-
			135.74		486.28		272.50
Investment in Bond - Valued at FVTPL							
10.25% Yes Bank Perpetual-2020	1000000/-	50	500.00	50	500.00	50	500.00
9.40% Reliance Home Finance Ltd - 2032	1000/-	-	-	3,000	23.25	-	-
0% IDFC -2020	5000/-	-	-	1,030	95.44	-	-
11.45% MeECL Bonds-2030	1000000/-	5	50.00	-	-	-	-
9.75% UPFL Bond - 20 Oct.2027	1000000/-	4	38.40	-	-	-	-
			588.40		618.69		500.00
Investments in Non-Convertible Preference Shares - Valued at Amortised Cost							
6% Zee Entertainment Enterprises Ltd		45,25,000	348.94	98,00,000	838.58	70,25,000	632.42
16.46% Infrastructure Leasing & Financial-24SEP22	15000/-	1,335	200.47	1,335	200.47	1,335	200.47
16.46% Infrastructure Leasing & Financial-15OCT22	15000/-	1,334	200.10	1,334	200.10	1,334	200.10
			749.51		1,239.15		1,032.99
Investment in Tax Free Bonds- Valued at Amortised Cost							
8.00% IRFC Tax Free Bond-23FEB22	1000/-	4,590	45.12	4,590	45.12	4,590	45.12
8.10% Hudco Tax Free Bond-5MAR22	1000/-	1,227	12.58	1,227	12.58	1,227	12.58
8.10% IRFC Tax Free Bond-23FEB27	1000/-	600	5.89	600	5.89	600	5.89
8.20% Hudco Tax Free Bond-5MAR27	1000/-	132	1.36	132	1.36	132	1.36
8.30% NHAI Tax Free Bond-25JAN27	1000/-	1,931	19.35	1,931	19.35	1,931	19.35
8.50% IFCL Tax Free Bond- 11 Nov 33	1000/-	10,000	100.00	10,000	100.00	10,000	100.00
8.50% NHAI Tax Free Bond-05FEB29	1000/-	10,000	100.00	10,000	100.00	10,000	100.00
8.51% Hudco Tax Free Bond-2013-14	1000/-	2,000	20.00	2,000	20.00	2,000	20.00
8.66% IFCL Tax Free Bond-22JAN34	1000/-	10,000	100.00	10,000	100.00	10,000	100.00
8.67% NHPC Tax Free Bond-2NOV33	1000/-	805	8.05	805	8.05	805	8.05
8.50% NHAI Tax Free Bond-SPEB29	1000/-	500	4.98	500	4.98	500	4.98
			417.33		417.33		417.33
Investments in Mutual Funds - Valued at FVTPL							
AISL Savings Fund - Regular Growth		2,07,051.2	823.07	-	-	92,319	315.46
Axis Banking & PSU Debt Fund - Growth		3,093	75.16	-	-	-	-
Axis Mid Cap Fund - Growth		24,740	8.06	-	-	-	-
Axis Smallcap Fund - Growth		30,238	7.32	-	-	-	-
ICICI Prudential Floating Interest Fund - Growth		42,423	127.35	-	-	-	-
ICICI Prudential Short Term Plan - Growth		4,21,181	177.61	-	-	-	-
ICICI Prudential Liquid Plan		-	-	-	-	1,72,127	441.31
Indiabulls Liquid Fund		-	-	-	-	13,805	233.26
Nippon India Money Market Fund - Growth Plan		1,821	55.22	-	-	-	-
Nippon India Liquid Fund - Growth		-	-	12,193	503.46	8,313	350.96
Reliance Short Term Fund - Growth		-	-	15,05,087	522.57	-	-
Reliance Ultra Short Duration Fund - Growth		-	-	11,267	327.70	-	-
SBI Banking & PSU Fund - Growth		220	5.02	-	-	-	-
SBI Focused Equity Fund - Regular Growth		9,623	11.53	-	-	-	-
SBI Magnum Medium Duration Fund - Growth		2,50,533	90.29	-	-	-	-
Tata Banking & PSU Debt Fund - Regular Growth		2,41,572	25.04	-	-	-	-
Tata Money Market Fund - Growth		-	-	313	10.03	-	-
			1405.65		1413.76		1341.01
Total of Quoted Securities (A)			3296.63		4175.21		3563.83
B. Unquoted Securities							
Investment in Equity Shares -Valued at Amortised Cost							
Woodside Fashion Limited	10/-	5,39,000	134.75	5,39,000	134.75	5,39,000	134.75
Bengal NRI Complex Limited	10/-	7,22,500	68.25	7,22,500	68.25	7,22,500	68.25
Total of Unquoted Securities (B)			203.00		203.00		203.00
Total Investment (A+B)			3,499.63		4,378.21		3,766.83

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Deeplok Financial Services Limited

CIN: L17115WB1981PLC033469

Registered Office :

11/1, SARAT BOSE ROAD, SOUTH BLOCK, 2ND FLOOR, KOLKATA WB 700020 IN

NOTES TO STANDALONE FINANCIAL STATEMENTS

Note 10

Property, Plant & Equipment

(Rs. In Lakhs)

Particulars	Building	Office Equipment	Motor Cars	Total
Tangible Assets				
Cost/Deemed Cost				
As at 1st April 2018	2.90	0.15	12.68	15.73
Additions	-	-	-	-
Disposals	-	-	-	-
As at 31 March 2019	2.90	0.15	12.68	15.73
Additions	-	-	-	-
Disposals	-	-	-	-
As at 31 March 2020	2.90	0.15	12.68	15.73
Accumulated Depreciation				
As at 1st April 2018	-	-	-	-
Depreciation Expense	0.14	-	3.96	4.10
Deduction	-	-	-	-
As at 31 March 2019	0.14	-	3.96	4.10
Depreciation Expense	0.13	-	2.72	2.86
Deduction	-	-	-	-
As at 31 March 2020	0.28	-	6.68	6.96
Carrying Value				
As at 1st April 2018	2.90	0.15	12.68	15.73
As at 31 March 2019	2.76	0.15	8.72	11.63
As at 31 March 2020	2.62	0.15	6.00	8.77

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Note 11 Deferred Tax Assets and Liabilities			
Particulars	31.03.2020 (Rs in Lakhs)	31.03.2019 (Rs in Lakhs)	01.04.2018 (Rs in Lakhs)
Deferred Tax Asset			
(a) Difference between WDV and Tax Base of PPE	1.30	0.95	0.45
(b) MAT Credit Entitlement	-	31.01	54.50
Deferred Tax Liability			
Changes in Fair Value of Investment	0.22	(11.72)	(4.72)
Net Deferred Tax Assets/Liabilities	1.42	20.24	50.23

The major components of deferred tax assets and liabilities for the year ended March 31, 2020 are as follows:

Particulars	Opening (Rs in Lakhs)	Recognised/ reversed through Profit and loss (Rs in Lakhs)	Recognised in OCI (Rs in Lakhs)	Closing Balance (Rs in Lakhs)
Tax effect of items constituting deferred tax assets				
(a) Difference between WDV and Tax Base of PPE	0.95	0.25	-	1.20
(b) MAT Credit Entitlement	31.01	(31.01)	-	-
Tax effect of items constituting deferred tax liability				
(a) Fair Value change in Investment	(11.72)	(0.55)	12.50	0.22
Net Deferred Tax Asset	20.24	(31.32)	12.50	1.42

The major components of deferred tax assets and liabilities for the year ended March 31, 2019 are as follows:

Particulars	Opening (Rs in Lakhs)	Recognised/ reversed through Profit and loss (Rs in Lakhs)	Recognised in OCI (Rs in Lakhs)	Closing Balance (Rs in Lakhs)
Tax effect of items constituting deferred tax assets				
(a) Difference between WDV and Tax Base of PPE	0.45	0.51	-	0.95
(b) MAT Credit Entitlement	54.50	(23.49)	-	31.01
Tax effect of items constituting deferred tax liability				
(a) Fair Value change in Investment	(4.72)	2.38	(9.38)	(11.72)
Net Deferred Tax Asset	50.23	(20.60)	(9.38)	20.24

Reconciliation of tax expense and the accounting profit multiplied by tax rate:

Particulars	31.03.2020 (Rs in Lakhs)	31.03.2019 (Rs in Lakhs)
Profit Before Tax		
Tax Rate for Corporate Entity as per Income Tax Act, 1961	(109.99)	2,115.42
Expected Tax Expense as per Income Tax Act, 1961	0.27	0.28
Tax Effect of:	(29.91)	588.51
Expenses not exempt from Tax	114.50	10.28
Income exempt from Tax	16.59	(510.51)
Deduction u/s 80G - CSR	(0.54)	(1.95)
Tax for earlier years	9.65	(2.36)
Deferred Tax Adjustments	0.31	0.69
Total Tax Expense as per the Statement of Profit & Loss	110.39	94.66

Note 12 Provisions			
Particulars	31.03.2020 (Rs in Lakhs)	31.03.2019 (Rs in Lakhs)	01.04.2018 (Rs in Lakhs)
Contingent Provision against Standard Assets	5.54	6.15	2.45
TOTAL	5.54	6.15	2.45

Note 13 Other Non Financial Liabilities			
Particulars	31.03.2020 (Rs in Lakhs)	31.03.2019 (Rs in Lakhs)	01.04.2018 (Rs in Lakhs)
Liabilities for Expenses			
Statutory Liabilities	5.25	0.71	0.68
TOTAL	5.97	1.61	0.80

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Note 14 Equity Share Capital			
	31.03.2020	31.03.2019	01.04.2018
	(Rs in Lakhs)	(Rs in Lakhs)	(Rs in Lakhs)
Authorized share capital 9,000,000, (P.Y. 9,000,000) Equity shares of Rs.10 each	900.00	900.00	900.00
Issued, Subscribed and Fully Paid up 952,595 (P.Y. 952,595) Equity shares of Rs.10 each fully paid up	95.26	95.26	95.26
Total Issued, Subscribed and Fully Paid up	95.26	95.26	95.26

Reconciliation of the shares outstanding at the beginning and at the end of the reporting period						
Equity shares	31.03.2020		31.03.2019		01.04.2018	
	No.	Rs in Lakhs	No.	Rs in Lakhs	No.	Rs in Lakhs
At the beginning of the period	9,52,595	95.26	9,52,595	95.26	9,52,595	95.26
Issued during the period	-	-	-	-	-	-
Outstanding at the end of the period	9,52,595.00	95.26	9,52,595.00	95.26	9,52,595.00	95.26

Terms/rights attached to equity shares

The company has only one class of equity shares having a par value of Rs.10 per share. On a show of hands, every member, present in person or by proxy, is entitled to one vote and in case of poll, the voting rights of every member shall be in proportion to his shares of the paid-up equity share capital of the company.

The company declares and pays dividends in Indian rupees. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting.

In the event of liquidation of the company, the holders of equity shares will be entitled to receive remaining assets of the company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

Details of shareholders holding more than 5% shares in the company							
Equity shares	31.03.2020		31.03.2019		01.04.2018		
	%	No.	%	No.	%	No.	
Rajendra Kumar Bachhawat	9.24	88,000	9.24	88,000	9.24	88,000	
Surendra Kumar Bachhawat	8.68	82,699	8.68	82,699	8.68	82,699	
Mahendra Kumar Bachhawat	7.18	68,350	7.18	68,350	7.18	68,350	
Prakash Bachhawat	7.85	74,750	7.85	74,750	7.85	74,750	
Deepak Bachhawat	5.83	55,500	5.83	55,500	-	-	
Davlet Financial Services (P) Ltd	7.17	68,300	7.17	68,300	7.17	68,300	
Deeplok Securities Limited	5.95	56,450	5.95	56,450	5.93	56,450	
Suharsh Trade & Holding Pvt Ltd	5.21	49,675	5.21	49,675	5.21	49,675	

Note 15 Other Equity			
Particulars	31.03.2020	31.03.2019	01.04.2018
	(Rs in Lakhs)	(Rs in Lakhs)	(Rs in Lakhs)
Retained Earnings	4,694.78	4,915.17	3,290.56
Securities Premium	356.00	356.00	356.00
Amalgamation Reserve	129.29	129.29	129.29
Special Reserve	1,252.56	1,252.56	846.41
General Reserve	23.76	23.76	23.76
Other Comprehensive Income	(0.71)	191.83	130.23
TOTAL	6,455.69	6,868.61	4,776.26

Nature and purpose of reserves

- a) Retained Earnings: Retained earnings are the profits that the Company has earned till date, less any transfers to general reserve, dividends or other distributions paid to shareholders.
- b) Securities Premium: Securities premium is used to record the premium on issue of shares. It can be utilised only for limited purposes in accordance with the provisions of the Companies Act, 2013.
- c) General Reserve: General Reserve are amounts set aside from retained profits as a reserve to be utilised for permissible general purpose as per Law.
- d) Reserve fund in terms of section 45-IC(1) of the Reserve Bank of India Act, 1934: Reserve fund is created as per the terms of section 45-IC(1) of the Reserve Bank of India Act, 1934 as a statutory reserve.
- e) Other comprehensive income represents fair value recognition and measurement of equity instruments through other comprehensive income.
- f) Amalgamation Reserve: This Reserve was created on the basis of the scheme of Amalgamation of Meadow Properties Pvt. Ltd, Vasant Lok Properties Pvt. Ltd, DAP Developers Private Limited and DAP Constructions Pvt Ltd with the Company in the year ended 31st March 1999.


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NOTES TO STANDALONE FINANCIAL STATEMENTS

Note 16

Interest Income on financial assets

Particulars	31.03.2020	31.03.2019
	(Rs in Lakhs)	(Rs in Lakhs)
Interest Income :		
On Tax Free Bond	35.37	35.35
On Others	299.86	303.22
Total	335.22	338.57

Note 17

Net Gain or loss on Fair Value Changes

Particulars	31.03.2020	31.03.2019
	(Rs in Lakhs)	(Rs in Lakhs)
Net Gain/(loss) on financial instruments at fair value through profit or loss - Investments	27.28	26.67
Total	27.28	26.67

Note 18

Other Income

Particulars	31.03.2020	31.03.2019
	(Rs in Lakhs)	(Rs in Lakhs)
Profit / (Loss) on disposal of Long term Investments Shares		
With STT - Taxable	0.27	5.28
With STT - Exempted	0.61	27.98
Without STT	(213.71)	(11.99)
Profit / (Loss) on disposal of Short term Investments Shares		
With STT	20.74	(50.39)
Bond		
Without STT	0.52	-
Mutual Fund		
Profit on Mutual Fund- Long Term	-	-
Profit on Mutual Fund- Short Term	124.67	88.24
Dividend Income		
Shares	140.34	1,766.39
Profit/(Loss) on Share Speculation	(0.04)	0.24
Profit on sale of Fixed Asset	-	-
Adjustment in Profit due to Fair Value changes	(52.22)	(16.80)
Total	21.17	1,808.95

Note 19

Employee Benefit expense

Particulars	31.03.2020	31.03.2019
	(Rs in Lakhs)	(Rs in Lakhs)
Salaries and Allowances	49.40	25.48
Staff's Mediciam Insurance Premium	0.28	0.27
Total	49.68	25.75


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Note 20

Other expenses

Particulars	31.03.2020	31.03.2019
	(Rs in Lakhs)	(Rs in Lakhs)
Advertisement	0.30	0.23
Car Expenses	1.18	0.83
CSR & Donation	4.00	14.00
Demat Charges	0.37	0.12
Filing Fees	0.08	0.13
Insurance Charges	0.34	0.35
Loss Asset - Interest Receivable on Bond Written off	3.79	-
Interest on Income Tax	0.44	0.15
Income Tax Appeal Fees	0.01	-
Internal Audit Fees	0.08	0.08
Secretarial & Professional Charges	3.85	3.88
Listing Fees	0.65	0.65
Maintenance Charges	0.62	0.57
Miscellaneous Expenses	1.35	1.54
Provision for Doubtful Assets	6.25	-
Rates & Taxes	0.25	0.25
STT - Investment	0.38	0.31
Travelling & Conveyance	0.83	0.80
Telephone Charges	0.23	0.35
Contingent provision against Standard Assets created / (reversed)	(0.61)	3.69
Payment to Auditors (Refer Note 20 A)	1.05	0.98
Total	25.45	28.92

Note 20 A




Payments to the auditor

Particulars	31.03.2020	31.03.2019
	(Rs in Lakhs)	(Rs in Lakhs)
For Statutory Audit	0.40	0.40
For Tax Audit	0.20	0.20
For other certification work	0.45	0.38
Total	1.05	0.98

Note 21

Exceptional items

Particulars	31.03.2020	31.03.2019
	(Rs in Lakhs)	(Rs in Lakhs)
Provision for fair value Loss of Investment [Refer Note No. 22 (9)]	400.57	-
Total	400.57	-




 Gautam Ghosh



NOTES TO STANDALONE FINANCIAL STATEMENTS

Note No.22 Additional Disclosures**1 Operating Segment:**

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision maker (CODM) of the Company. The CODM is responsible for allocating resources and assessing the performance of the operating segments of the Company.

As per requirement of Ind-AS 108 "Segment Reporting" no disclosures are required to be made since the Company's activities consist of a single business segment.

2 Earning Per Share:

Computation of Earnings per Equity Share (Basic and Diluted)		2019-20	2018-19
(I)	Basic		
(a)	(i) Number of Equity Shares at the beginning of the year	9,52,595	9,52,595
	(ii) Number of Equity Shares at the end of the year	9,52,595	9,52,595
	(iii) Weighted average number of Equity Shares outstanding during the year	9,52,595	9,52,595
	(iv) Face Value of each Equity Share (Rs.)	10	10
(b)	Amount of Profit after tax attributable to Equity Shareholders (Rs. in Lakhs)	(412.92)	2,092
(c)	Basic Earnings per Equity Share [(b)/(a)(iii)]	(43.35)	219.65
(II)	Diluted		
(a)	Dilutive Potential Equity Shares	9,52,595	9,52,595
(b)	Diluted Earnings per Equity Share [Same as (I)(c) above]	(43.35)	219.65

3 Related Party Disclosures:

A) List of related parties where control exists and related parties with whom transactions have taken place and relationships:

S/N	Name of the Related Party	Relationship
1	Woodside Fashions Limited	Associate
2	Surendra Kumar Bachhawat	Key Management Personnel
3	Mahendra Kumar Bachhawat	
4	Prakash Bachhawat	
5	Rajendra Kumar Bachhawat	Relative of Key Management Personnel

B) Transactions during the year with related parties:

(Rs. In Lakhs)

S/N	Nature of Transactions with Related Party	Associates	Key Management Personnel	Relative of Key Management Personnel	Outstanding as on 31st March 2020
1	Purchase of Investments (Shares)	-	-	113.93/- (170.69/-)	-
2	Sale of Investments (Shares)	-	-	515.67/- (52.96/-)	-
3	Director's Remuneration	-	30.00/- (7.50/-)	-	-

** Previous Year's figures are given in bracket

Gautam Gotche



Deeplok Financial Services Limited

CIN: L17115WB1981PLC033469

Registered Office :

11/1, SARAT BOSE ROAD, SOUTH BLOCK, 2ND FLOOR, KOLKATA WB 700020 IN

NOTES TO STANDALONE FINANCIAL STATEMENTS

- 4 As per notification no.RBI/DNBR/2016-17/44 issued by the Reserve Bank of India, Contingent Provision against Standard Assets have been reversed by Rs. 0.61 lakh/- during the year.(created in P.Y.Rs.3.69 lakh/-)
- 5 2,290 Shares of Tata Steel Limited shown under Non-current Investment in the financial statements is yet to be transferred in the name of the company due to litigation with respect to ownership of shares.
- 6 Schedule to the Balance Sheet of a Non - Banking Financial Company as required in terms of Paragraph 16 of Non-Banking Financial Company -Non-Systemically Important Non-Deposit taking Company (Reserve Bank) Directions, 2016 issued vide Notification No. DNBR.PD.007/03.10.119/2016-17 dated September 01, 2016 is as per Annexure 1.
- 7 The Company has a receivable of Rs. 6.25 lakh/- from M/s Varun Resources Ltd. (formerly known as Varun Shipping Company Ltd.) as per the terms of settlement agreement dated 22.02.2017. The said party has not paid the amount yet. The company accordingly made an application of claim under regulation 18 of the Insolvency and Bankruptcy Board of India vide application dated 25.07.2017. Hence the Company has made provision for doubtful of loan as per prudential norms of Reserve Bank of India.
- 8 The Company has held as non current investment in 50 numbers of 10.25% Yes Bank Perpetual bonds amounting to Rs.509.45 lakh/- as carrying value. The bonds are unsecured and perpetual in nature and can be sold in secondary in secondary market. The bank has not paid interest of Rs.51.25 lakh/- due to non permission of Reserve Bank of India , hence management has not consider the said interest amount as income during the financial year 2019-20.
- 9 The Company has principal investments of Rs.400.57 Lakhs/- in the Preference shares of Infrastructure Leasing & Financial Services Limited which are accounted at Amortised Cost as per Ind AS 109 - Financial Instrument. The company (IL & FS Ltd.) is classified as Red Entities by Resolution Consultant of Infrastructure Leasing & Financial Services Limited. Accordingly, the company has made provision for fair value loss of Rs. 400.57 Lakhs/- during the year ended 31.03.2020 and the same has been shown as exceptional item.
- 10 Contingent liability in respect of Income tax demand amounting to Rs.1.05 lakhs/- (Original demand Rs. 1.63 Lakhs/-) for the Asst. Year. 2017-18 has not been provided, the company has filed appeal with CIT (Appeals), Kolkata - 2 and paid 20% of original demand as tax of Rs.0.33 Lakh/- .

11 Impact of COVID-19 Pandemic:

COVID-19, a global pandemic has resulted in a significant decrease in the economic activities across the world including India, on account of lockdown announced on 23rd March, 2020. This has affected activities of organisations across the economic ecosystem impacting earnings prospects and valuations of Companies, which has created huge volatility in stock markets, in which the company operates. As a result, the company's business is impacted by decline in carrying value of investments and thus profitability .

The management is continuously focussing on company's capital and liquidity position, which remain strong. There have been no changes to the company's internal financial control during this pandemic.

The management has carried out current assessment of the potential impact of Covid-19 on the company and is of the view that the company is well capitalised with low leverage, widely diversified investment activities and has adequate liquidity to sustain its operations and look for appropriate investment opportunities. The impact assessment is continuous process and will continue to monitor for any material changes to the future economic conditions.

- 12 The Company has incurred towards Corporate Social Responsibility expenditure during the year as per the provisions of Companies Act 2013.

1) Gross amount required to be spent by the company during the year is Rs. 3.79 Lakhs/- (P.Y. Rs. 13.81 Lakhs/-)

2) Amount spent by the company during the year ending 31st March 2020 is Rs.4 Lakhs/- as CSR donation for promotion of Education. (P.Y. Rs. 14 Lakhs/-)

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Particulars	In Cash	Yet to be paid in Cash	Total
(i) Construction/acquisition of any asset (Previous Year)	Nil	Nil	Nil
(ii) On purposes other than (i) above (Previous Year)	4 Lakhs/-	Nil	Nil
	14 Lakhs/-	Nil	Nil

13 Deferred tax :

As per Ind AS 12, the Company has deferred tax liabilities due to difference in depreciation as per Companies Act and as per Income tax Act, MAT credit entitlement & Fair Value Change in Investment. (Refer Note. 11 to the financial statements)

14 Useful Life of Property, Plant & Equipment as per Companies Act 2013 are given below:

Assets	Useful life	Remaining Life
Building	60 years	39.9
Motor Car	8 years	5.41
Office Equipments	5 years	Nil



(Signatures)
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NOTES TO STANDALONE FINANCIAL STATEMENTS

Note No. : 22 Additional Disclosures (contd.)

15 Financial Instrument related disclosures

(i) Financial instruments- Accounting, Classification and Fair Value Measurement

A. Accounting classification and fair values

The following table shows the carrying amounts and fair values of financial assets and financial liabilities, including their levels in the fair value hierarchy. It does not include fair value information for financial assets and financial liabilities not measured at fair value if the carrying amount is a reasonable approximation of fair value.

(Rs. In Lakhs)

Particulars	31st March 2020			31st March 2019			01 April 2018		
	FVPL	FVOCI	Amortised cost	FVPL	FVOCI	Amortised cost	FVPL	FVOCI	Amortised cost
A Financial Assets									
1 Investments	1,994.05	135.74	969.27	2,032.45	486.28	1,859.48	1,841.01	272.50	1,653.32
3 Cash and cash equivalents	-	-	1,211.68	-	-	79.07	-	-	40.48
4 Trade Receivables	-	-	-	-	-	-	-	-	-
5 Loans	-	-	2,215.18	-	-	2,459.02	-	-	984.11
6 Other financial assets	-	-	12.37	-	-	14.01	-	-	13.33
Total financial assets	1,994.05	135.74	4,408.50	2,032.45	486.28	4,411.59	1,841.01	272.50	2,691.24
B Financial liabilities									
1 Borrowings	-	-	-	-	-	-	-	-	-
2 Trade payables	-	-	-	-	-	-	-	-	-
3 Other financial liabilities(Current)	-	-	-	-	-	-	-	-	-
Total Financial Liabilities	-	-	-	-	-	-	-	-	-

B. Measurement of fair values

(i) Fair Value hierarchy

This section explains the judgements and estimates made in determining the fair values of the financial instruments that are (a) recognised and measured at fair value and (b) measured at amortised cost and for which fair values are disclosed in the financial statements. To provide an indication about the reliability of the inputs used in determining fair value, the Company has classified its financial instruments into the three levels prescribed under the accounting standard.

Level 1: Level 1 hierarchy includes financial instruments measured using quoted prices.

Level 2: The fair value of financial instruments that are not traded in an active market is determined using valuation techniques which maximise the use of observable market data and rely as little as possible on entity-specific estimates. If all significant inputs required to fair value an instrument are observable, the instrument is included in level 2.

Level 3: If one or more of the significant inputs is not based on observable market data, the instrument is included in level 3. Fair values are determined in whole or in part, using a valuation model based on assumptions that are neither supported by prices from observable current market transactions in the same instrument nor are they based on available market data.

(ii) Valuation technique used to determine fair value

Management uses its best judgement in estimating the fair value of its financial instruments. The fair value of financial instruments that are not traded in an active market is determined using valuation techniques. The Company uses its judgments to select a variety of methods and makes assumptions that are mainly based on market conditions existing at the end of each reporting period. However, there are inherent limitations in any estimation technique. Therefore, for substantially all financial instruments, the fair value estimates presented above are not necessarily indicative of the amounts that the Company could have realised or paid in sale transactions as of respective dates. As such, fair value of financial instruments subsequent to the reporting dates may be different from the amounts reported at each reporting date.

Specific valuation techniques used to value financial instruments include:

- the fair value of the financial instruments is determined using discounted cash flow analysis/ other method
- the use of quoted market price

(Rs. In Lakhs)

Particulars	31st March 2020			31st March 2019			01st April 2018		
	Level 1	Level 2	Level 3	Level 1	Level 2	Level 3	Level 1	Level 2	Level 3
Financial assets:									
Investments measured at FVTPL	1,994.05	-	-	2,032.45	-	-	1,841.01	-	-
Investments measured at FVOCI	135.74	-	-	486.28	-	-	272.50	-	-
Total	2,129.79	-	-	2,518.73	-	-	2,113.51	-	-

The carrying amounts of remaining financial assets and liabilities are considered to be the same as their fair values due to short term nature.

Notes:

- There have been no transfers between Level 1 and Level 2 for the years ended March 31, 2020, March 31, 2019 and 01 April, 2018
- Costs of certain unquoted equity instruments has been considered as an appropriate estimate of fair value because of a wide range of possible fair value measurements and cost represents the best estimate of fair value within that range.



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NOTES TO STANDALONE FINANCIAL STATEMENTS

Note No. : 22 Additional Disclosures (contd.)

16 Financial risk management

The Company's business activities are exposed to a variety of financial risks, namely liquidity risk, market risks and credit risk. The Company's senior management has the overall responsibility for establishing and governing the Company's financial risk management framework.

(A) Credit risk

Credit risk refers to risk that a counterparty will default on its contractual obligations resulting in financial loss to the Company. Credit risk arises primarily from financial assets such as trade receivables, bank balances and loans.

At each reporting date, the Company measures loss allowance for certain class of financial assets based on historical trend, industry practices and the business environment in which the Company operates.

Credit risk arising from balances with banks is limited because the counterparties are banks with high credit worthiness.

Credit risk arising from loans given/inter-corporate deposits (ICD) are limited due to due to the Borrower's profiles and historical experience of collection. All such ICDs are reviewed and assessed on a quarterly basis.

(B) Liquidity Risk

Liquidity risk is the risk that the Company will face in meeting its obligations associated with its financial liabilities. The Company's approach in managing liquidity is to ensure that it will have sufficient funds to meet its liabilities when due without incurring unacceptable losses. In doing this, management considers both normal and stressed conditions.

The Company maintained a cautious liquidity strategy, with a positive cash balance throughout the year ended 31st March, 2020 and 31st March, 2019. Cash flow from operating activities provides the funds to service the financial liabilities on a day-to-day basis. The Company regularly monitors the rolling forecasts to ensure it has sufficient cash on an on-going basis to meet operational needs. Any short-term surplus cash generated, over and above the amount required for working capital management and other operational requirements, is retained as cash and cash equivalents (to the extent required) and any excess is invested in interest bearing NCDs, bonds and other highly marketable debt investments with appropriate maturities to optimise the cash returns on investments while ensuring sufficient liquidity to meet its liabilities.

(C) Market Risk

Market Risk is the risk of loss of future earnings/future cash flows that may result from a change in the price of a financial instrument. The price of a financial instrument may fluctuate because of changes in market prices, equity prices and other market changes that effect market risk sensitive instruments. The goal of market risk management is optimization of profit and controlling the exposure to market risk within acceptable limits.

(i) *Currency Risk* is not material, as the Company's primary business activities are within India and does not have any exposure in foreign currency.

(ii) *Interest Rate Risk* is the risk that the fair value or future cash flows of a financial instruments will fluctuate because of changes in market interest rates. The Company is not exposed to the interest rate risk due to its investment in fixed rate instruments which are being carried at cost and not subject to interest rate risk.


Gautam Gutch



NOTES TO STANDALONE FINANCIAL STATEMENTS

Note No. : 22 Additional Disclosures (contd.)

17 Capital management

Regulatory capital

The Reserve Bank of India (RBI) sets and monitors capital adequacy requirements for the Company from time to time. The Companies regulatory capital consists of the sum of the following elements:

Tier 1 Capital includes:

Tier 1 Capital includes:

- 1) Ordinary share capital,
- 2) Securities premium reserve,
- 3) Retained earnings,
- 4) Cumulative compulsorily convertible preference Shares (CCCPs),
- 5) Debenture redemption reserve
- 6) Perpetual debt
- 7) Special reserve.
- 8) General reserve

Tier 1 Capital does not include unrealised fair value gain/loss booked for financial instruments measured at fair value through profit and loss statement and shares option outstanding account Following items are deducted from Tier I


- a) Intangibles
- b) Deferred revenue expenditure for raising borrowings
- c) Deferred tax assets

Tier II capital includes

- 1) Subordinated debt
Impairment allowance provisioning for stage 1 and stage 2 financial assets to the extent the same does not exceed
- 2) 1.25% of Risk weighted assets,
- 3) Perpetual debt to the extent not eligible for Tier I.

(Rs. In Lakhs)

Particulars	As at 31.03.2020	As at 31.03.2019	As at 01.04.2018
Tier 1 capital			
Ordinary share capital	95.26	95.26	95.26
Securities premium reserve	356.00	356.00	356.00
Amalgamation Reserve	129.29	129.29	129.29
Retained earnings	4,694.78	4,915.17	3,290.56
Special reserve	1,252.56	1,252.56	846.41
General reserve	23.76	23.76	23.76
Other Comprehensive Income	(0.71)	191.83	130.23
Less:			
- Deferred Tax Asset	1.42	20.24	50.23
Tier I Capital	6,549.52	6,943.63	4,821.29
Tier II Capital	-	-	-
Tier I + Tier II Capital	6,549.52	6,943.63	4,821.29


 Gautam Gutch



NOTES TO STANDALONE FINANCIAL STATEMENTS

Note No. : 22 Additional Disclosures (contd.)

18 First-time Adoption of Ind AS

These financial statements, for the year ended 31st March, 2020, are the first financial statements, the Company has prepared in accordance with Ind AS.

Accordingly, the Company has prepared financial statements which comply with Ind AS applicable for year ended 31st March, 2020, together with the comparative figures for the year ended 31st March, 2019, as described in the summary of significant accounting policies [Refer Note No.1-3].

The Company has prepared the opening Balance Sheet as per Ind AS as of 1st April, 2018 (the transition date) by:

- a. recognising all assets and liabilities whose recognition is required by Ind AS,
- b. not recognising items of assets or liabilities which are not permitted by Ind AS,
- c. reclassifying items from previous Generally Accepted Accounting Principles (GAAP) to Ind AS as required under Ind AS, and
- d. applying Ind AS in measurement of recognised assets and liabilities.

Reconciliations Between Previous GAAP and Ind AS

Ind AS 101 requires an entity to reconcile equity, total comprehensive income and cash flows for prior periods. The following tables represent the reconciliations from previous GAAP to Ind AS.

- (i) A. Reconciliation of total comprehensive income for the year ended 31st March, 2019:

Particulars	(Rs. In Lakhs)
	For the year ended 31st March, 2019
Profit After Tax as reported under previous GAAP	2,018.50
Add/(Less) - Effect of transition to Ind AS	
Fair Value changes through Profit & Loss	26.67
Fair Value changes through OCI	70.98
Tax impact on above	(7.00)
Change in Profit due to Fair Value Changes	(16.80)
Profit After Tax as reported under Ind AS	2,092.35

- B. Reconciliation of equity as reported under previous GAAP is summarized as follows:

Particulars	As at 1st April, 2018	As at 31st March, 2019
Equity as reported under previous GAAP	4,723.20	6,741.70
Add/(Less) - Effect of transition to Ind AS		
2017-18		
Fair Value changes through Profit & Loss	25.78	25.78
Fair Value changes through OCI	127.25	127.25
Tax impact on above	(4.72)	(4.72)
2018-19		
Fair Value changes through Profit & Loss	-	26.67
Fair Value changes through OCI	-	70.98
Tax impact on above	-	(7.00)
Change in Profit due to Fair Value Changes	-	(16.80)
Equity as reported under Ind AS	4,871.52	6,963.87

- (ii) Ind AS 101 mandates certain exceptions and allows first-time adopters exemptions from the retrospective application of certain requirements under Ind AS. The Company has applied the following exemptions in the financial statements:

- a) Property, plant and equipment and capital work in progress were carried in the Balance Sheet prepared in accordance with previous GAAP on 31st March, 2018. Under Ind AS, the Company has elected to regard such carrying values as deemed cost at the date of transition.


 Gautam Gotche



NOTES TO STANDALONE FINANCIAL STATEMENTS

Note No. : 22 Additional Disclosures (contd.)

(iii) Effect of Ind AS adoption on the balance sheet as at March 31, 2019 and April 1, 2018

(Rs. In Lakhs)

Particulars	As at 31st March 2019			As at 31st March 2018		
	Previous GAAP	Effect of transition to IND AS	As per IND AS	Previous GAAP	Effect of transition to IND AS	As per IND AS
I. ASSETS						
(1) Financial Assets						
(a) Cash and cash equivalents	79.07	-	79.07	40.48	-	40.48
(b) Loans	2,459.02	-	2,459.02	984.11	-	984.11
(c) Investments	4,144.32	(233.89)	4,378.21	3,613.80	(153.03)	3,766.83
(d) Other Financial assets (to be specified)	14.01	-	14.01	13.33	-	13.33
	6,696.43	(233.89)	6,930.32	4,651.72	(153.03)	4,804.75
(2) Non-financial Assets						
(a) Current tax assets (Net)	9.43	-	9.43	4.06	-	4.06
(b) Deferred tax Assets (Net)	0.95	(19.29)	20.24	0.45	(49.78)	50.23
(c) Property, Plant and Equipment	11.63	-	11.63	15.73	-	15.73
(d) Other non-financial assets	31.01	31.01	-	54.50	54.50	-
	53.03	11.72	41.30	74.74	4.72	70.02
Total Assets	6,749.46	(222.17)	6,971.63	4,726.46	(148.32)	4,874.77
II. EQUITY AND LIABILITIES						
LIABILITIES						
(1) Non Financial Liabilities						
(a) Provisions	6.15	-	6.15	2.45	-	2.45
(b) Other non-financial liabilities	1.61	-	1.61	0.80	-	0.80
	7.76	-	7.76	3.26	-	3.26
(1) EQUITY						
(a) Equity Share capital	95.26	-	95.26	95.26	-	95.26
(b) Other Equity	6,546.44	(222.17)	6,868.61	4,627.94	(148.32)	4,776.26
	6,741.70	(222.17)	6,963.87	4,723.20	(148.32)	4,871.52
Total Equity and Liabilities	6,749.46	(222.17)	6,971.63	4,726.46	(148.32)	4,874.77

(iv) Effect of Ind AS Adoption on the statement of profit and loss for the year ended March 31, 2019

(Rs. In Lakhs)

Particulars	Notes No.	Previous GAAP	Effect of transition to IND AS	IND AS
I Revenue from Operations				
Interest Income		338.57	-	338.57
Net Gain on Fair Value Changes		-	26.67	26.67
II Other Income		1,825.75	(16.80)	1,808.95
III Total Revenue (I+II)		2,164.32	9.88	2,174.19
IV Expenses				
Employee benefits expense		25.75	-	25.75
Depreciation and amortisation expense		4.10	-	4.10
Other expenses		28.92	-	28.92
Total Expenses		58.78	-	58.78
V Profit / (Loss) before Tax		2,105.54	9.88	2,115.42
VI Tax Expense :				
(1) Current Tax		66.43	-	66.43
(2) Deferred Tax		(0.51)	21.11	20.60
(3) Earlier Years		(2.36)	-	(2.36)
(4) Mat Credit Utilization/ Entitlements		19.91	(19.91)	-
(5) MAT Credit adjustment for earlier years		3.58	(3.58)	-
Total Tax Expenses		87.04	(2.38)	84.66
VII Profit for the year (V - VI)		2,018.50	12.26	2,030.76



(Signatures)
Gautam Gotche

IX	Other Comprehensive Income				
	A. Items that will not be reclassified to Profit or Loss				
	(i) Change in fair value FVOCI equity instruments		-	70.98	70.98
	(ii) Income tax relating to above item		-	(9.38)	(9.38)
	B. Items that will be reclassified to Profit or Loss		-	61.59	61.59
	Other Comprehensive Income for the Year (Net of Tax)		-	61.59	61.59
	Total Comprehensive Income for the year		2,018.50	73.85	2,092.35

(v) Effect of Ind AS adoption on the statement of cash flows for the year ended March 31, 2019

Particulars		Previous GAAP	Effect of transition to IND AS or due to Regrouping	IND AS
Net Cash from Operating Activities		93.52	107.97	201.49
Net Cash from Investing Activities		(54.92)	(107.97)	(162.89)
Net Cash from Financing Activities		-	-	-
Net Increase/ (Decrease) in cash and cash equivalents		38.60	(0.00)	38.60
Cash and cash equivalents the beginning of the year		40.48	-	40.48
Cash and cash equivalents at the end of the year		79.07	-	79.07

19 The previous period's figures have been reworked, regrouped, rearranged and reclassified wherever necessary to correspond to those of the current year. Amounts and other disclosures for the preceding year are included as an integral part of the current year financial statements and are to be read in relation to the amounts and other disclosures relating to the current year.

As per our Report of even date attached.

For R. Kothari & Co. LLP
Chartered Accountants
FRN No. 307069E/2300266

CA Kailash Chandra Soni
(Partner)
Membership No. 057620

Place : Kolkata
Date : 30.07.2020



For and on behalf of the Board

Surendra Kumar Bachhawat
Director
DIN: 00129471

Prakash Bachhawat
Director
DIN: 05156658

Gautam Gole
Company Secretary

Pradip Kumar Bera
Chief Financial Officer

**SCHEDULE TO THE BALANCE SHEET AS AT 31.03.2020 OF
DEEPLOK FINANCIAL SERVICES LIMITED a Non-Deposit taking Non-Banking Financial Company**

**(As required in terms of Paragraph 18 of Non-Banking Financial Company -Non-Systemically
Important Non-Deposit taking Company (Reserve Bank) Directions, 2016 issued vide Notification No.
DNBR.PD.007/03.10.119/2016-17 as updated on 31.05.2018)**

Long Term Investments :			
1. Quoted :			
(i) Shares : (a) Equity			135.74
(b) Preference			348.94
(ii) Debentures and Bonds			1005.73
(iii) Units of Mutual Funds			--
(iv) Government Securities			--
(v) Others			--
2. Unquoted :			
(i) Shares : (a) Equity			203.00
(b) Preference			--
(ii) Debentures and Bonds			--
(iii) Units of Mutual Funds			--
(iv) Government Securities			--
(v) Others (Gold Coins)			--
(6) Borrower group-wise classification of assets financed as in (3) and (4) above :			
Category	Amount net of provision		
	Secured	Unsecured	Total
1. Related Parties			
(a) Subsidiaries	--	--	--
(b) Companies in the same group	--	--	--
(c) Other related parties	--	--	--
2. Other than related parties	--	2215.18	2215.18
TOTAL :	0.00	2215.18	2215.18
(7) Investor 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 Provisions)	
1. Related Parties			
(a) Subsidiaries	-	-	
(b) Companies in the same group	134.75	134.75	
(c) Other related parties	-	-	
2. Other than related parties	2,843.04	2,964.31	
TOTAL :	2,977.79	3,099.06	
(8) Other Information			
Particulars	Amount		
(i) Gross Non-Performing Assets			
(a) Related Parties			--
(b) Other than related Parties			--
(ii) Net Non-Performing Assets			
(a) Related Parties			--
(b) Other than related Parties			--
(iii) Assets acquired in satisfaction of debts			--

For R.Kothari & Co LLP
Chartered Accountants
FRN - 307069E/C-300 266

(CA Kailash Chandra Soni)
Partner
Membership No.: 057620

Place : Kolkata
Date : 30.07.2020



For and on Behalf of the Board

Surendra Kumar Bachhawat
Director
DIN: 00129471

Prakash Bachhawat
Director
DIN: 05156658

Gantern Goolcho

Pradip Kumar Prasa.

R Kothari & Co LLP

*CHARTERED ACCOUNTANTS
KOLKATA, NEW DELHI*

INDEPENDENT AUDITOR'S REPORT

**TO
THE MEMBERS OF
DEEPLOK FINANCIAL SERVICES LIMITED**

Report on the Ind-AS Consolidated Financial Statements

Opinion

We have audited the Ind-AS Consolidated financial statements of **DEEPLOK FINANCIAL SERVICES LIMITED** ("the Parent Company") and its Associate (the Parent and its Associate together referred to as "the Group"), which comprise the Consolidated balance sheet as at 31st March 2020, and the Consolidated statement of Profit and Loss (including Other Comprehensive Income), the Consolidated Statement of Changes in Equity and the Consolidated statement of cash flows for the year then ended, and notes to the Ind-AS Consolidated financial statements, including a summary of significant accounting policies and other explanatory information (hereinafter referred to as "the Ind-AS Consolidated Financial Statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Ind-AS Consolidated 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 Group as at March 31, 2020, and loss for the year, and its cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Ind-AS Consolidated Financial Statements section of our report. We are independent of the Group 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 Ind-AS Consolidated financial statements 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.

16A, SHAKESPEARE SARANI, KOLKATA -700 071 PHONE: 2282-6776/6809/6807, FAX NO: 91(033) 282-5921
Website : www.rkothari.in, Web-mail: kolkata@rkothari.in



R Kothari & Co (a partnership firm with FRN-307069E) converted into R Kothari & Co LLP, (a Limited Liability Partnership with LLP Identification No.AAS-5294 w.e.f 3rd June,2020)

Key audit matters

We have determined that there are no key audit matters to communicate in our report.

Emphasis of Matter

We draw your attention to Note No. 22(11) to the Ind AS Consolidated financial statements which explain the uncertainties and the management's assessment of the financial impact due to the lock-downs and other restrictions and conditions related to the COVID-19 pandemic situation, for which a definite assessment of the impact in the subsequent period is highly dependent upon circumstances as they evolve.

Information other than the Ind AS Consolidated Financial Statements and Auditor's Report Thereon

The Parent Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Annual Return but does not include the Ind AS Consolidated Financial Statements and our Auditor's report thereon.

Our opinion on the Ind AS Consolidated 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 Ind AS Consolidated Financial Statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the Ind AS Consolidated 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 Ind-AS Consolidated Financial Statements

The Parent 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 Ind-AS Consolidated financial statements that give a true and fair view of the financial position, financial performance, total comprehensive income, changes in equity and cash flows of the Group in accordance with the Ind AS and other accounting principles generally accepted in India. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Group and for preventing and detecting frauds and other irregularities; selection and application of appropriate implementation and maintenance of 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 Ind-AS Consolidated financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the Ind-AS Consolidated financial statements, management is responsible for assessing the Group'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 Group or to cease operations, or has no realistic alternative but to do so.

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

Auditor's Responsibilities for the Audit of the Ind-AS Consolidated Financial Statements

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

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

- Identify and assess the risks of the material misstatement of the Ind AS Consolidated financial statement, 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 financial controls 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 Group has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the management.



- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group'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 Ind AS Consolidated 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 Group to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the Ind AS Consolidated Financial Statements, including the disclosures, and whether the Ind AS Consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

Other Matters

The consolidated financial statements also include the Group's share of net profit (and other comprehensive income) of 223.64 lakhs for the year ended 31 March, 2020, as considered in the Ind-AS Consolidated financial statements, in respect of one associate whose financial statements/financial information have been audited by us.

Report on Other Legal and Regulatory Requirements

1. 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 Group so far as it appears from our examination of those books.
 - c) The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss including Other Comprehensive Income, Consolidated Statement of Changes in Equity and the Consolidated Statement of Cash Flow dealt with by this Report are in agreement with the relevant books of accounts.



- d) In our opinion, the aforesaid Ind-AS Consolidated financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2015 as amended.
- e) On the basis of the written representations received from the directors of the Parent Company and its associate as on 31st March, 2020 taken on record by the Board of Directors of the Parent Company, none of the directors of the Group are disqualified as on 31st 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 Group and the operating effectiveness of such controls, refer to our separate Report in "Annexure - A".
- 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 Group has disclosed the impact of pending litigations on the financial position in its Consolidated financial statements [*Refer Note No. 22(10) to its Consolidated Financial Statements*]
 - ii. The Group did not have any long term contracts including derivative contracts for which there were any material foreseeable losses:
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Group.
- h) With respect to the other matters to be included in the Auditor's Report under Section 197(16) of the Act:
In our opinion and according to the information and explanations given 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.



For R. Kothari & Co. LLP
Chartered Accountants
FRN: 307069E/E300266

[Signature]
CA Kailash Chandra Soni
Partner
Membership Number: 057620

Place: Kolkata
Date: 30.07.2020
UDIN: 20057620AAAAEE5696

"ANNEXURE A" TO THE INDEPENDENT AUDITORS' REPORT**Report on the Internal Financial Controls Over Financial Reporting under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")**

In conjunction with our audit of the consolidated Ind AS financial statements of DEEPLOK FINANCIAL SERVICES LIMITED as of and for the year ended 31 March 2020, we have audited the internal financial controls over financial reporting of Deeplok Financial Services Limited (hereinafter referred to as the 'Parent Company') and its Associate Company, which are companies incorporated in India, as of that date.

Management's Responsibility for Internal Financial Controls

The respective Board of Directors of the Parent company and its associate is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Parent 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 respective 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") issued by the Institute of Chartered Accountants of India and the Standards on Auditing 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 Ind-AS Consolidated 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 Ind-AS Consolidated 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 Group; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of Ind-AS Consolidated financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the Company are being made only in accordance with authorizations of management and directors of the Group; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the Company's assets that could have a material effect on the Ind-AS Consolidated 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 Group 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 31 March 2020, based on the internal control over financial reporting criteria established by the Group 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 R. Kothari & Co. LLP
Chartered Accountants
FRN: 307069E/E300266

CA Kailash Chandra Soni
Partner
Membership Number: 057620

Place: Kolkata
Date: 30.07.2020
UDIN: 20057620AAAAEE5696

Deeplok Financial Services Limited

CIN: L17115WB1981PLC033469

Registered Office :

11/1, SARAT BOSE ROAD, SOUTH BLOCK, 2ND FLOOR, KOLKATA WB 700020 IN

Consolidated Statement of Assets and Liabilities as on 31st March 2020

(Rs. In Lakhs)

Particulars	Note No.	31 March 2020	31 March 2019	01 April 2018
I ASSETS				
(1) Financial Assets				
(a) Cash and cash equivalents	4	1,211.68	79.07	40.48
(c) Loans	5	2,215.18	2,459.02	984.11
(d) Investments	6	5,759.96	6,815.47	5,945.06
(e) Other Financial assets	7	12.37	14.01	13.33
		9,199.19	9,367.58	6,982.99
(2) Non-financial Assets				
(a) Inventories	8	0.24	-	-
(b) Current tax assets (Net)	9	13.73	9.43	4.06
(c) Deferred Tax Asset (Net)	11	1.42	20.24	50.23
(d) Property, Plant and Equipment	10	8.77	11.63	15.73
		24.17	41.30	70.02
Total Assets		9,223.36	9,408.88	7,053.01
II LIABILITIES AND EQUITY				
A LIABILITIES				
(1) Non Financial Liabilities				
(a) Provisions	12	5.54	6.15	2.45
(b) Other non-financial liabilities	13	5.97	1.61	0.80
		11.51	7.76	3.26
B EQUITY				
(a) Equity Share capital	14	95.26	95.26	95.26
(b) Other Equity	15	9,116.59	9,305.87	6,954.49
		9,211.85	9,401.13	7,049.75
Total Liabilities and Equity		9,223.36	9,408.88	7,053.01

The accompanying notes 1-22 are an integral part of these Financial Statements.

As per our Report of even date attached.

For R. Kothari & Co. LLP
Chartered Accountants
FRN No. 307069E/E300266

CA Kailash Chandra Soni
(Partner)
Membership No. 057620



For and on behalf of the Board

Surendra Kumar Bachhawat
Director
DIN: 00129471

Prakash Bachhawat
Director
DIN: 05156658

Place : Kolkata
Date : 30.07.2020

Geetanjali Gutschlo
Company Secretary

Pradyip Kumar Bora
Chief Financial Officer

Consolidated Statement of Profit & Loss for the Year Ended 31st March 2020

(Rs. In Lakhs)

Particulars	Notes	2019-2020	2018-2019
INCOME			
Revenue from operations			
Interest Income	16	335.22	338.57
Sale of Securities : Shares		41.94	-
Net Gain on Fair Value Changes	17	27.28	26.67
Total Revenue from Operation		404.44	365.24
Other income	18	21.17	1,808.95
Total Income		425.61	2,174.19
EXPENSES			
Purchase of Shares		57.28	-
Net (Increase)/ Decrease in Stock		(0.24)	-
Employee benefits expense	19	49.68	25.75
Depreciation and amortisation expense		2.86	4.10
Other expenses	20	25.45	28.92
Total Expenses		135.03	58.78
Profit/(loss) Before Share of Profit of Associate and Exceptional items and Tax		290.58	2,115.42
Share of Profit of Associate (net of tax)		230.07	243.57
Profit/(loss) Before Exceptional items and Tax		520.65	2,358.99
Exceptional Items	21	400.57	-
Profit/(loss) before Tax		120.08	2,358.99
Tax Expenses			
Current Tax		69.43	66.43
Deferred Tax		31.32	20.60
Earlier Years		9.65	(2.36)
Profit for the Year		110.39	84.66
		9.68	2,274.32
Other Comprehensive Income			
Items that will not be reclassified to profit or loss			
Change in fair value FVOCI equity instruments		(205.03)	70.98
Income tax relating to these items - Deferred Tax		12.50	(9.38)
Items that will be reclassified to profit or loss			
Share of OCI of Associate (net of tax)		(6.43)	15.45
Other Comprehensive Income for the Year		(198.97)	77.05
Total Comprehensive Income for the Year		(189.28)	2,351.37
Earning Per Shares			
Basic and Diluted		(19.87)	246.84
Nominal Value Per Share		10.00	10.00

The accompanying notes 1-22 are an integral part of these Financial Statements.

As per our Report of even date attached.

For R. Kothari & Co. LLP
Chartered Accountants
FRN No. 30769E/300266

CA Kailash Chandra Soni
(Partner)
Membership No. 057620



For and on behalf of the Board

Bachhawat
Surendra Kumar Bachhawat
Director
DIN: 00129471

Bachhawat
Prakash Bachhawat
Director
DIN: 05156658

Place : Kolkata
Date : 30.07.2020

Gautam Gupto
Gautam Gupto
Company Secretary

Pradyumn Kumar Prasad
Pradyumn Kumar Prasad
Chief Financial Officer

PARTICULARS	31.03.2020		31.03.2019	
	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)	Amount (Rs.)
A. CASH FLOW FROM OPERATING ACTIVITIES				
Net Profit before Tax :		120.08		2,358.99
Adjustment for:				
Depreciation	2.86		4.10	
Provisions for standard and sub standard assets	(0.61)		3.69	
Share of Profit of Associate	(230.07)		(243.57)	
Profit on Sale of Car	-		-	
Net Changes in Fair Market Value	(27.28)		(26.67)	
(Profit)/Loss on Sale of Investment	66.94		(59.36)	
Dividend Income	(140.34)	(328.49)	(1,766.39)	(2,088.19)
Operating Profit Before Working Capital Changes		(208.42)		270.79
Adjustment for Changes in Working Capital :				
(Increase)/Decrease in Other Financial Asset and other assets	1.64		(0.68)	
(Increase)/Decrease in Inventory	(0.24)			
Increase/(Decrease) in Other Liability	4.36	5.76	0.81	0.13
Cash used for Operations		(302.66)		270.92
Direct Taxes Paid:				
Income Taxes Paid		83.38		69.43
Net Cash inflow/(outflow) from Operating Activities (A)		(286.03)		201.49
B. CASH FLOW FROM INVESTING ACTIVITIES				
Loan Disbursed, Recd, & Repayment recd. (net)	243.84			(1,474.91)
Sale of Fixed Assets & CWIP	-			-
Purchase of Fixed Assets	-			-
(Purchase) / Sale of Investments	1,034.46			(454.38)
Dividend Received	140.34			1,766.39
Net Cash Inflow/(Outflow) from Investing Activities (B)		1,418.64		(162.89)
C. CASH FLOW FROM FINANCING ACTIVITIES				
Net Cash Inflow/(Outflow) from Financing Activities (C)				
Net Increase/(Decrease) in Cash & Cash Equivalents		1,132.60		38.60
Add: Opening Cash & Cash Equivalents		79.07		40.48
Closing Cash & Cash Equivalents		1,211.68		79.07

Notes:

- a) Cash and cash equivalent under financial asset at note no.4 are cash and cash equivalent for the purpose of drawing cash flow statement. Therefore reconciliation statement required under para 45 of Ind AS 7 is not required.
- b) Figures in the brackets are cash outflow/income as the case may be.

The accompanying notes 1-22 are an integral part of these Financial Statements.

As per our Report of even date attached.

For R.Kothari & Co LLP
Chartered Accountants
FRN - 307069E/E300266

CA Kailash Chandra Soni
(Partner)
Membership No. 057620



Place : Kolkata
Date : 30.07.2020

For and on behalf of the Board

Surendra Kumar Bachhawat
Surendra Kumar Bachhawat
Director
DIN: 00129471

Prakash Bachhawat
Prakash Bachhawat
Director
DIN: 05156658

Gautam Golcha
Gautam Golcha
Company Secretary

Pradyumn Kumar Bera
Pradyumn Kumar Bera
Chief Financial Officer

Consolidated Statement of Change In Equity for the Year Ended 31st March 2020

A. Equity Share Capital

Particulars	(Rs. In Lakhs)	
	2020	2019
Balance at the beginning of the Year	95.26	95.26
Changes in equity share capital during the year	-	-
Balance at the end of the year	95.26	95.26

B. Other Equity

Description	(Rs. In Lakhs)						Total
	Retained Earnings	Securities Premium	Amalgamation Reserve	Special Reserve	General Reserve	Other Comprehensive Income	
Balance at 01 April 2018	5,468.93	356.00	129.29	846.41	23.76	130.10	6,954.49
Profit for the year	2,274.32	-	-	-	-	-	2,274.32
Other Comprehensive Income	-	-	-	-	-	77.05	77.05
Gross Balance	7,743.25	356.00	129.29	846.41	23.76	207.15	9,305.87
Less: Appropriations	(406.15)	-	-	406.15	-	-	-
- Transfer to Special Reserve (45-IC of RBI Act)							
Balance at 31 March 2019	7,337.10	356.00	129.29	1,252.56	23.76	207.15	9,305.87
Balance at 01 April 2019	7,337.10	356.00	129.29	1,252.56	23.76	207.15	9,305.87
Profit for the year	9.68	-	-	-	-	-	9.68
Other Comprehensive Income	-	-	-	-	-	(198.97)	(198.97)
Gross Balance	7,346.79	356.00	129.29	1,252.56	23.76	8.18	9,116.59
Less: Appropriations	-	-	-	-	-	-	-
- Transfer to Special Reserve (45-IC of RBI Act)							
Balance at 31 March 2020	7,346.79	356.00	129.29	1,252.56	23.76	8.18	9,116.59

The accompanying notes 1-22 are an integral part of these Financial Statements.
This is the Statement of Changes in Equity method referred to in our report of even date.

As per our Report of even date attached.

For R. Kothari & Co. LLP
Chartered Accountants
ERN No. 397069E / E3 00366



CA Kailash Chandra Soni
(Partner)
Membership No. 057620

For and on behalf of the Board

(Signature)
Sangdra Kumar Bachhawat
Director
DIN: 00129471

(Signature)
Prakash Bachhawat
Director
DIN: 05156658

Place : Kolkata
Date : 30.07.2020

(Signature)
Company Secretary

(Signature)
Chief Financial Officer

Significant Accounting Policies

1. Company Overview

Deeplok Financial Services Limited (the 'Company') is a public limited Company, incorporated and domiciled in India. The equity shares of the Company are listed. The registered office of the Company is located at 11/1, Sarat Bose Road, South Block, 2nd Floor, Kolkata 700020, West Bengal, India.

The Company is mainly engaged in investment in shares and securities.

The functional and presentation currency of the Company is Indian Rupee ("INR") which is the currency of the primary economic environment in which the Company operates.

2.1 Presentation of financial statements

The Consolidated Balance Sheet, Consolidated Statement of Profit and Loss and Consolidated Statement of changes in Equity are prepared and presented in the format prescribed in the Division III of Schedule III to the Companies Act, 2013 ("the Act"). The Consolidated Statement of Cash Flows has been prepared and presented as per the requirements of Ind AS. Amounts in the Consolidated financial statements are presented in Indian Rupees in Lakhs.

2.2 Basis of preparation

The Consolidated financial statements have been prepared in accordance with Indian Accounting Standards (Ind AS) as per the Companies (Indian Accounting Standards) Rules, 2015 as amended from time to time and notified under section 133 of the Companies Act, 2013 (the Act) along with other relevant provisions of the Act and the Master Direction - Non-Banking Financial Company - Non-Systemically Important Non-Deposit taking Company (Reserve Bank) Directions, 2016 (the NBFC Master Directions) issued by RBI. The Consolidated financial statements have been prepared on a going concern basis. The Company uses accrual basis of accounting except in case of significant uncertainties.

For all periods up to and including the year ended 31 March 2019, the Company had prepared its Consolidated financial statements in accordance with accounting standards notified under Section 133 of the Companies Act 2013, read together with paragraph 7 of the Companies (Accounts) Rules, 2014 and the Companies (Accounting Standards) Amendment Rules, 2016 and the NBFC Master Directions (hereinafter referred as 'Previous GAAP'). These financial statements for the year ended 31 March 2020 are the first Financial Statements the Company has prepared in accordance with Ind AS. The Company has applied Ind AS 101 'First-time Adoption of Indian Accounting Standards', for transition from previous GAAP to Ind AS. An explanation of how transition to Ind AS has affected the previously reported financial position, financial performance and cash flows of the Company is provided in Note no. 22.

2.3 Principles of consolidation

(i) The consolidated financial statements of Deeplok Financial Services Limited and its associate have been prepared in accordance with the Indian Accounting Standards as per the Companies (Indian Accounting Standards) Rules 2015 as amended and notified under Section 133 of the Companies Act, 2013 ("the Act"), in conformity with the accounting principles generally accepted in India and other relevant provisions of the Act.

The consolidated financial statements comprise the financial statements of the Company and its associate.

Associates are the entities over which the Group has significant influence. Investment in associates are accounted for using the equity method of accounting, after initially being recognised at cost.

(ii) The Consolidated financial statements include results of the Associate of Deeplok Financial Services Limited (Parent Company), consolidated in accordance with Ind AS 110 'Consolidated Financial Statements'.

Name of the Company	Country of incorporation	Proportion of ownership as at Reporting Date	Consolidated as
Woodside Fashions Limited	India	23.96%	Associate

Figures for preparation of consolidated financial statements have been derived from the audited financial statements of the respective company in the Group.

(iii) Disclosure in terms of Schedule III of the Companies Act, 2013

Name of the entities in the Group	Net Assets (i.e. total assets minus total liabilities)		Share in Profit or (Loss)		Share in other comprehensive income		Share in total comprehensive income	
	As a % of consolidated net assets	Rs. in Lakhs	As a % of consolidated profit or loss	Rs. in Lakhs	As a % of consolidated other comprehensive income	Rs. in Lakhs	As a % of consolidated total comprehensive income	Rs. in Lakhs
Parent Deeplok Financial Services Limited	71.11%	6,550.94	-2275.66%	(230.39)	96.77%	(192.54)	218.15%	(412.92)
Associate Woodside Fashions Limited	28.89%	2,660.90	2375.66%	230.07	3.23%	(6.43)	-118.15%	223.64
Total	100.00%	9,211.85	100.00%	9.68	100.00%	(198.97)	100.00%	(189.28)



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2.4 Measurement of fair values

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date, regardless of whether that price is directly observable or estimated using another valuation technique.

Fair value measurements under Ind AS are categorised into Level 1, 2, or 3 based on the degree to which the inputs to the fair value measurements are observable and the significance of the inputs to the fair value measurement in its entirety, which are described as follows:

- a) Level 1: inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the Company can access at measurement date
- b) Level 2: inputs are inputs, other than quoted prices included within level 1, that are observable for the asset or liability, either directly or indirectly; and
- c) Level 3: inputs are unobservable inputs for the valuation of assets or liabilities that the Company can access at measurement date.

2.5 Estimates of uncertainties relating to the Global health pandemic from COVID-19

The Company has considered the possible effects that may result from the pandemic relating to COVID-19 on the carrying amounts of receivables, unbilled revenues and investment in subsidiaries. In developing the assumptions relating to the possible future uncertainties in the global economic conditions because of this pandemic, the Company, as at the date of approval of these financial statements has used internal and external sources of information including credit reports and related information, economic forecasts. The Company has performed sensitivity analysis on the assumptions used and based on current estimates expects the carrying amount of these assets will be recovered. The impact of COVID-19 on the Company's financial statements may differ from that estimated, as at the date of approval of these financial statements.

2.6 Use of estimates and judgements

The preparation of financial statements requires the management of the Company to make judgements, assumptions and estimates that affect the reported balances of assets and liabilities and disclosures relating to the contingent liabilities as at the date of the financial statements and reported amounts of income and expenses for the reporting period. The application of accounting policies that require critical accounting estimates involving complex and subjective judgements and the use of assumptions in the financial statements have been disclosed as applicable in the respective notes to accounts. Accounting estimates could change from period to period. Future results could differ from these estimates. Appropriate changes in estimates are made as the Management becomes aware of changes in circumstances surrounding the estimates. Changes in estimates are reflected in the financial statements in the period in which changes are made and, if material, their effects are disclosed in the notes to the financial statements.

Income Taxes:-

The Company's tax jurisdiction is India. Significant judgements are involved in determining the provisions for income taxes including amount expected to be paid or recovered for uncertain tax positions.

3 Significant accounting policies

This note provides a list of the significant accounting policies adopted in the preparation of these financial statements. These policies have been consistently applied to all the years presented, unless otherwise stated.

3.1 Financial Instruments

Financial assets and financial liabilities are recognised when the Company becomes a party to the contractual provisions of the instrument. Financial assets and liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through profit or loss) are added to or deducted from the fair value measured on initial recognition of financial asset or financial liability. The transaction costs directly attributable to the acquisition of financial assets and financial liabilities at fair value through profit and loss are immediately recognised in the statement of profit and loss.

i) Financial Assets

Subsequent Recognition

The classification of financial assets depends on the Company's business model for managing financial assets and the contractual terms of cash flow.

The financial assets are classified in the following categories:

- a) Financial assets measured at amortised cost,
- b) financial assets measured at fair value through profit and loss (FVTPL), and
- c) financial assets measured at fair value through other comprehensive income (FVOCI).

Financial assets measured at amortised cost

Assets that are held for collection of contractual cash flows where those flows represent solely payments of principal and interest are measured at amortised cost. After initial measurement, such financial assets are subsequently measured at amortised cost using the effective interest rate method. The losses arising from impairment are recognised in the Statement of Profit & Loss.

Trade receivables are recognised initially at fair value and subsequently measured at amortised cost using the effective interest method less provision for impairment, if any.

Financial Instruments measured at FVTPL

Financial instruments included within FVTPL category are measured initially as well as at each reporting period at fair value plus transaction costs as applicable. Fair value movements are recorded in Statement of Profit & Loss.




Gautam Gochha 

Financial assets at FVOCI

Financial assets are measured at FVOCI if these financial assets are held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

Investment in Bonds (other than Tax free) and Mutual fund

Investment in Equity Oriented Mutual Funds, Debt Oriented Mutual fund and Bonds (other than Tax free) are classified as FVTPL and measured at fair value with all changes recognised in the statement of profit and loss.

Investment in Tax Free Bonds and Non- Convertible Preference Shares

Investment in Tax Free Bonds and Non- Convertible Preference Shares are measured at Cost.

Investment in Equity

Investment in Equity are classified as FVTOCI and measured at fair value with all changes recognized in Other Comprehensive Income.

Investments in Associates

The Company has elected to measure investment in associates at cost.

Other Unquoted Equity Investments

The Company has elected to measure investment in Unquoted Equity Shares at cost.

De-recognition of financial assets

The company de-recognises a financial asset when the contractual rights to the cash flows for the financial assets expires or it transfer the financial assets and such transfer qualifies for de-recognition under Ind AS 109- Financial Instruments.

All investments other than those disclosed otherwise are carried at cost less accumulated impairment losses, if any. Where an indication of impairment exists, the carrying amount of the investment is assessed and is written down immediately to its recoverable amount. On disposal of such investments, the difference between net disposal proceeds and the carrying amounts are recognised in the Statement of Profit and Loss.

Impairment of financial assets

The Company assesses on a forward looking basis the expected credit losses associated with its assets carried at amortised cost. The impairment methodology applied depends on whether there has been a significant increase in credit risk.

Only for Loans the implied approach of life time expected credit losses is recognised from initial recognition of the receivables as required by Ind AS 109- financial instruments. Impairment loss allowance recognised / reversed during the year is charged / written back to Statement of Profit & Loss.

Presentation of ECL allowance for financial asset:

Type of Financial asset	Disclosure
Financial asset measured at amortised Cost	shown separately under the head "provisions" and not as a deduction from the gross carrying amount of the assets
Financial assets measured at FVTOCI	
Loan commitments and financial guarantee contracts	shown separately under the head "provisions"

Where a financial instrument includes both a drawn and an undrawn component and the Company cannot identify the ECL on the loan commitment separately from those on the drawn component, the Company presents a combined loss allowance for both components under "provisions".

Gautam Guchra



ii) Financial Liabilities

Subsequent Measurement

Financial liabilities are subsequently carried at amortized cost using the effective interest method.

Borrowings are initially recognised at fair value, net of transaction costs incurred. Borrowings are subsequently measured at amortised cost. Any difference between the proceeds (net of transaction costs) and the redemption amount is recognised in profit or loss over the period of the borrowings using effective interest method.

Borrowings are classified as current liabilities unless the company has an unconditional right to defer settlement of the liability for at least 12 months after the reporting period. Where there is a breach of a material provision of a long term loan arrangement on or before the end of the reporting period with the effect that the liability becomes payment on demand on the reporting date, the entity does not classify the liability as current, if the lender agreed, after the reporting period and before the approval of the financial statement for issue, not to demand payment as a consequence of the breach.

For Trade and other payables maturing within one year from the balance sheet date, the carrying amount approximates fair value to short-term maturity of these instruments.

Derecognition of financial liabilities

The Company derecognises financial liabilities when, and only when, the Company's obligations are discharged, cancelled or they expire or it transfer the financial assets and such transfer qualifies for de-recognition under Ind AS 109- Financial Instruments.

All investments other than those disclosed otherwise are carried at cost less accumulated impairment losses, if any. Where an indication of impairment exists, the carrying amount of the investment is assessed and is written down immediately to its recoverable amount. On disposal of such investments, the difference between net disposal proceeds and the carrying amounts are recognised in the Statement of Profit and Loss.

Offsetting Financial Instruments

Financial assets and liabilities are offset and the net amount is reported in the balance sheet where there is a legally enforceable right to offset the recognised amounts and the there is an intention to settle on a net basis or realise the asset and settle the liability subsequently. The legally enforceable right must not be contingent on future events and must be enforceable in the normal course of business and in event of default, insolvency or bankruptcy of the company or the counter party.

3.2 Income recognition

a) Interest income

The Company recognises interest income using Effective Interest Rate (EIR) on all financial assets. The Company recognises interest income by applying the EIR to the gross carrying amount of financial assets other than delayed payment interest (penal interest) levied on customers for delay in repayments/ non payment of contractual cashflows is recognised on realization.

b) Recognition of revenue from sale of goods or services

Revenue (other than for Financial Instruments within the scope of Ind AS 109) is measured at an amount that reflects the considerations, to which an entity expects to be entitled in exchange for transferring goods or services to customer, excluding amounts collected on behalf of third parties.

Revenue from contract with customer for rendering services is recognised at a point in time when performance obligation is satisfied.

c) Dividend Income

Dividend income from investments is recognised when the shareholder's rights to receive payment have been established.

3.3 Employee benefits

(a) Short-term obligations

Liabilities for wages, salaries and other benefits that are expected to be settled wholly within 12 months after the end of the period in which the employees render the related service are recognised in respect of employees' services up to the end of the reporting period and are measured at the amounts expected to be paid when the liabilities are settled. The liabilities are presented as current employee benefit obligations in the balance sheet.

(b) Post employment obligations

Compensated absences

Accumulated compensated absences which are expected to be availed or encashed or contributed within the 12 months from the end of the year are treated as short term employee benefits and the balances expected to be availed or encashed or contributed beyond 12 months from the year end are treated as long term liability and are accounted on undiscounted basis.


Other short term employee benefits

Short term employee benefits are recognised as an expenses as per the Company's schemes based on the expected obligation on an undiscounted basis.

3.4 Property, Plant & Equipment

Property, Plant & Equipment are stated at their original cost less accumulated depreciation. Cost comprises cost of acquisition, cost of improvements, borrowing costs and any attributable cost of bringing the assets to the condition for its intended use. Costs also include direct expenses incurred upto the date of capitalization/ commissioning.

On transition to Ind AS, the Company has elected to continue with the carrying value of all of its property, plant and equipment recognised as at 01 April, 2019 measured as per the previous GAAP and use that carrying value as the deemed cost of all the property, plant and equipment.


Gautam Gulcho



3.5 Depreciation

Depreciation has been provided on written down value method in accordance with the useful life of assets prescribed under Schedule-II of the Companies Act, 2013.

3.6 Cash and Cash Equivalents

Cash and cash equivalents comprise of cash at banks and on hand and short-term deposits with an original maturity of three months or less, which are subject to an insignificant risk of changes in value.

For the purpose of the statement of cash flows, cash and cash equivalents consist of cash and short-term deposits, as defined above, net of outstanding bank overdrafts if any, as they are considered an integral part of the Company's cash management.

3.7 Provisions

Provisions are recognised in the balance sheet when the Company has a present obligation (legal or constructive) as a result of a past event, which is expected to result in an outflow of resources embodying economic benefits which can be reliably estimated. Each provision is based on the best estimate of the expenditure required to settle the present obligation at the balance sheet date.

3.8 Income taxes

The income tax expense or credit for the period is the tax payable on the current period's taxable income based on the applicable income tax rate for each jurisdiction adjusted by changes in deferred tax assets and liabilities attributable to temporary differences and to unused tax losses.

The current income tax charge is calculated on the basis of the tax laws enacted or substantively enacted at the end of the reporting period.

Deferred income tax is provided in full, using the liability method, on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements.

Deferred income tax is determined using tax rates (and laws) that have been enacted or substantially enacted by the end of the reporting period and are expected to apply when the related deferred income tax asset is realised or the deferred income tax liability is settled.

Deferred tax assets are recognised for all deductible temporary differences and unused tax losses only if it is probable that future taxable amounts will be available to utilise those temporary differences and losses.

Deferred tax assets and liabilities are offset when there is a legally enforceable right to offset current tax assets and liabilities and when the deferred tax balances relate to the same taxation authority. Current tax assets and tax liabilities are offset where the entity has a legally enforceable right to offset and intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

Current and deferred tax is recognised in profit or loss, except to the extent that it relates to items recognised in other comprehensive income or directly in equity. In this case, the tax is also recognised in other comprehensive income or directly in equity, respectively.

3.9 Earnings per share

Earnings per share is calculated in accordance with IND AS 33 on earnings per share. It is calculated by dividing the net profit or loss for the year attributable to equity share holders, by the weighted average number of equity shares outstanding during the year.

For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and weighted average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares.

3.10 Inventory

The inventory consists of shares held for trading purpose and are measured as per "Ind AS-2 Inventories" at Cost or Net Realisable Value whichever is lower at the balance sheet date.

3.11 Provisions, contingent liabilities and contingent assets

Provisions are recognised only when:

- (i) an entity has a present obligation (legal or constructive) as a result of a past event; and
- (ii) it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation; and
- (iii) a reliable estimate can be made of the amount of the obligation

Provision is measured using the cash flows estimated to settle the present obligation and when the effect of time value of money is material, the carrying amount of the provision is the present value of those cash flows. Reimbursement expected in respect of expenditure required to settle a provision is recognised only when it is virtually certain that the reimbursement will be received.

Contingent liability is disclosed in case of:

- (i) a present obligation arising from past events, when it is not probable that an outflow of resources will be required to settle the obligation; and

(ii) a present obligation arising from past events, when no reliable estimate is possible. Contingent assets are disclosed where an inflow of economic benefits is probable. Provisions, contingent liabilities and contingent assets are reviewed at each Balance Sheet date.

Where the unavoidable costs of meeting the obligations under the contract exceed the economic benefits expected to be received under such contract, the present obligation under the contract is recognised and measured as a provision.

Contingent Assets

Contingent Assets are neither recognised nor disclosed. However, when realisation of the income is virtually certain, related asset is recognised.

3.12 Statement of Cash Flows

Statement of Cash Flows is prepared segregating the cash flows into operating, investing and financing activities. Cash flow from operating activities is reported using indirect method adjusting the net profit for the effects of:

- i. changes during the period in operating receivables and payables transactions of a non-cash nature;
- ii. non-cash items such as depreciation, provisions, deferred taxes, unrealised foreign currency gains and losses, and undistributed profits of associates and joint ventures; and
- iii. all other items for which the cash effects are investing or financing cash flows.

Cash and cash equivalents (including bank balances) shown in the Statement of Cash Flows exclude items which are not available for general use as on the date of Balance Sheet.

3.13 Event after reporting date

Where the events occurring after the Balance Sheet date provide evidence of conditions that existed at the end of the reporting period, the impact of such events adjusted within the financial statements. Otherwise, events after the Balance Sheet date of material size or nature are only disclosed.


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NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

Note 4 Cash & Cash Equivalents			
Particulars	31.03.2020	31.03.2019	01.04.2018
	(Rs. in Lakhs)	(Rs. in Lakhs)	(Rs. in Lakhs)
Cash in hand (As certified by the Management)	0.05	0.10	0.10
Balance with banks			
- in current Accounts	572.63	78.96	40.38
- in Fixed Deposits Account (maturity less than 3 months)	639.00	-	-
TOTAL	1,211.68	79.07	40.48

Note 5 Loans				
Particulars	31.03.2020		31.03.2019	01.04.2018
	(Rs. in Lakhs)		(Rs. in Lakhs)	(Rs. in Lakhs)
At Amortised Cost				
Secured				
Unsecured, considered good (unless otherwise stated)				
Loans to Bodies Corporate :				
Considered Good	2,215.10		2,459.02	984.02
Others				
Advance to Staff	0.08		-	0.09
(Recoverable in cash or in kind or value to be received thereof)				
Credit Impaired				
Considered Doubtful	56.25	50.00		50.00
Less : Provision for Doubtful Assets	56.25	50.00		50.00
TOTAL	2,215.18		2,459.02	984.11

Note 6 Investment				
Particulars	31.03.2020		31.03.2019	01.04.2018
	(Rs. in Lakhs)		(Rs. in Lakhs)	(Rs. in Lakhs)
(A) Investments carried at Fair Value through profit or loss				
Investment in Bonds			588.40	618.69
Mutual Funds			1,405.65	1,413.76
(B) Investments carried at Fair Value Other Comprehensive Income				
Fully paid Equity Shares (Quoted)			135.74	486.28
(C) Investments carried at Amortised Cost				
Equity Shares (Unquoted)			2,863.90	2,640.26
Non- Convertible Preference Shares (Quoted)		749.51		2,381.24
Less: Provision for fair value loss of investment [Refer Note No. 22(9)]		400.57		1,032.99
Tax Free Bonds			417.33	417.33
TOTAL			5,759.96	6,815.47

Note 7 Other Financial Assets				
Particulars	31.03.2020		31.03.2019	01.04.2018
	(Rs. in Lakhs)		(Rs. in Lakhs)	(Rs. in Lakhs)
Interest Receivable on Bonds			10.63	14.01
Interest Receivable on Fixed Deposit			0.80	-
Accrued Interest on Term Deposit			0.94	-
Total			12.37	14.01

Note 8 Inventories				
Particulars	31.03.2020		31.03.2019	01.04.2018
	(Rs. in Lakhs)		(Rs. in Lakhs)	(Rs. in Lakhs)
Closing Stock of Shares	0.24		-	-
TOTAL	0.24		-	-

Note 9 Current Tax Assets				
Particulars	31.03.2020		31.03.2019	01.04.2018
	(Rs. in Lakhs)		(Rs. in Lakhs)	(Rs. in Lakhs)
Advance Taxes (Net)	13.73		9.43	4.06
Total	13.73		9.43	4.06



Chartered Accountants

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

6A : Investment							
Particulars	F.V.	31st March, 2020		31st March, 2019		01 April 2018	
		No. of Units	Rs. in Lakhs	No. of Units	Rs. in Lakhs	No. of Units	Rs. in Lakhs
A. Quoted Securities							
Investment in Equity Shares - Valued at FVOCI							
Coal India Ltd	10/-	3,500	4.90	3,529	3.63	3,529	4.33
Capraj Fluoro chemical Ltd	1/-	16,700	47.76	16,800	185.60	21,400	170.45
GFL Ltd	1/-	16,700	13.71	-	-	-	-
Reliance Capital Ltd	10/-	400	0.02	400	0.82	400	1.69
Tata Steel Ltd	10/-	2,801	7.55	2,801	14.99	2,801	16.00
Indian Oil Corporation	10/-	-	-	-	-	21,000	37.00
Indian Oil Corporation - Bonus Shares	10/-	-	-	-	-	21,000	37.00
NHPC	10/-	21,000	17.15	21,000	34.20	21,000	37.09
Reliance Home Finance Ltd	10/-	54,000	10.77	39,054	4.71	20,000	5.54
Tata Steel Ltd - PP	10/-	400	0.00	400	0.12	400	0.34
Tata Steel BSL Ltd	10/-	57	0.02	57	0.04	57	0.08
National Aluminium Co. Ltd.	2/-	20,000	3.29	20,000	5.89	-	-
Tourism Finance Corporation Ltd	3/-	30,000	8.73	20,000	11.09	-	-
West Coast Paper Mills Ltd	10/-	64,500	21.83	10,000	11.89	-	-
	2/-	-	-	80,000	213.72	-	-
			135.74		486.28		272.50
Investment in Bond - Valued at FVTPL							
10.25% Yes Bank Perpetual-2020	1000000/-	50	500.00	50	500.00	50	500.00
9.40% Reliance Home Finance Ltd - 2032	1000/-	-	-	3,000	23.25	-	-
0% IDFC - 2020	5000/-	-	-	1,030	95.44	-	-
11.45% MoECL Bonds-2030	1000000/-	5	30.00	-	-	-	-
9.75% UPPL Bond - 20 Oct.2027	1000000/-	4	38.40	-	-	-	-
			568.40		638.69		500.00
Investments in Non-Convertible Preference Shares - Valued at Amortised Cost							
6% Zee Entertainment Enterprises Ltd		45,25,000	348.94	96,00,000	838.58	70,25,000	632.42
16.46% Infrastructure Leasing & Financial-24SEP22	15000/-	1,335	200.47	1,335	200.47	1,335	200.47
16.46% Infrastructure Leasing & Financial-15OCT22	15000/-	1,334	200.10	1,334	200.10	1,334	200.10
			749.51		1,239.15		1,032.99
Investment in Tax Free Bonds - Valued at Amortised Cost							
8.00% IRPC Tax Free Bond-23FEB22	1000/-	4,590	45.12	4,590	45.12	4,590	45.12
8.10% Hsdco Tax Free Bond-5MAR22	1000/-	1,227	12.58	1,227	12.58	1,227	12.58
8.10% IRPC Tax Free Bond-23FEB22	1000/-	600	5.89	600	5.89	600	5.89
8.20% Hsdco Tax Free Bond-5MAR22	1000/-	132	1.36	132	1.36	132	1.36
8.30% NHAI Tax Free Bond-25JAN22	1000/-	1,931	19.35	1,931	19.35	1,931	19.35
8.30% IRPC Tax Free Bond-11 Nov 23	1000/-	10,000	100.00	10,000	100.00	10,000	100.00
8.50% NHAI Tax Free Bond-15FEB29	1000/-	10,000	100.00	10,000	100.00	10,000	100.00
8.51% Hsdco Tax Free Bond-2013-14	1000/-	2,000	20.00	2,000	20.00	2,000	20.00
8.66% IRPC Tax Free Bond-22JAN24	1000/-	10,000	100.00	10,000	100.00	10,000	100.00
8.67% NHPC Tax Free Bond-25OCT23	1000/-	805	8.05	805	8.05	805	8.05
8.80% NHAI Tax Free Bond-SFEB29	1000/-	500	4.98	500	4.98	500	4.98
			417.33		417.33		417.33
Investments in Mutual Funds - Valued at FVTPL							
ABSL Savings Fund - Regular Growth		2,07,051.2	823.07	-	-	92,319	315.46
Axis Banking & PSU Debt Fund - Growth		3,932	75.16	-	-	-	-
Axis Mid Cap Fund - Growth		24,740	8.06	-	-	-	-
Axis Smallcap Fund - Growth		50,238	7.32	-	-	-	-
ICICI Prudential Floating Interest Fund - Growth		42,423	127.35	-	-	-	-
ICICI Prudential Short Term Plan - Growth		4,21,181	177.61	-	-	-	-
ICICI Prudential Liquid Plan		-	-	-	-	1,72,127	441.31
Indiabulls Liquid Fund		-	-	-	-	13,805	253.26
Nippon India Money Market Fund - Growth Plan		1,621	55.22	-	-	-	-
Nippon India Liquid Fund - Growth		-	-	12,193	53.46	8,313	350.98
Reliance Short Term Fund - Growth		-	-	15,05,087	522.57	-	-
Reliance Ultra Short Duration Fund - Growth		-	-	11,267	327.70	-	-
SBI Banking & PSU Fund - Growth		220	5.02	-	-	-	-
SBI Focused Equity Fund - Regular Growth		9,623	11.53	-	-	-	-
SBI Magnum Medium Duration Fund - Growth		2,30,533	90.29	-	-	-	-
Tata Banking & PSU Debt Fund - Regular Growth		2,41,572	25.04	-	-	-	-
Tata Money Market Fund - Growth		-	-	313	10.03	-	-
			1,408.65		1,413.76		1,341.01
Total of Quoted Securities (A)			3,296.63		4,175.21		3,563.83
B. Unquoted Securities							
Investment in Equity Shares - Valued at Amortised Cost							
Woodside Fashion Limited*	10/-	5,39,000	2,795.65	5,39,000	2,572.01	5,39,000	2,312.99
Bengal NRI Complex Limited	10/-	7,22,500	68.25	7,22,500	68.25	7,22,500	68.25
Total of Unquoted Securities (B)			2,863.90		2,640.26		2,381.24
Total Investment (A+B)			6,160.53		6,815.47		5,945.06
* Cost of Investments (including Goodwill of Rs. 37,67,020/-)			134.75		134.75		134.75
Add: Post Acquisition profit of Associate till 31.03.2018			2,457.36		2,178.24		1,967.81
Add: Post Acquisition profit of Associate for current year			323.64		259.02		210.43
Carrying amount of Investments as at 31.03.2019			2,795.65		2,572.01		2,312.99




 Gautam Golcha

Deeplok Financial Services Limited

CIN: L17115WB1981PLC033469

Registered Office :

11/1, SARAT BOSE ROAD, SOUTH BLOCK, 2ND FLOOR, KOLKATA WB 700020 IN

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

(Rs. In Lakhs)

Note 10

Property, Plant & Equipment

Particulars	Building	Office Equipment	Motor Cars	Total
Tangible Assets				
Cost/Deemed Cost				
As at 1st April 2018	2.90	0.15	12.68	15.73
Additions	-	-	-	-
Disposals	-	-	-	-
As at 31 March 2019	2.90	0.15	12.68	15.73
Additions	-	-	-	-
Disposals	-	-	-	-
As at 31 March 2020	2.90	0.15	12.68	15.73
Accumulated Depreciation				
As at 1st April 2018	-	-	-	-
Depreciation Expense	0.14	-	3.96	4.10
Deduction	-	-	-	-
As at 31 March 2019	0.14	-	3.96	4.10
Depreciation Expense	0.13	-	2.72	2.86
Deduction	-	-	-	-
As at 31 March 2020	0.28	-	6.68	6.96
Carrying Value				
As at 1st April 2018	2.90	0.15	12.68	15.73
As at 31 March 2019	2.76	0.15	8.72	11.63
As at 31 March 2020	2.62	0.15	6.00	8.77



(Handwritten signatures)
 Grantam Gutscha

Note 11 Deferred Tax Assets and Liabilities			
Particulars	31.03.2020	31.03.2019	01.04.2018
	(Rs. in Lakhs)	(Rs. in Lakhs)	(Rs. in Lakhs)
Deferred Tax Asset			
(a) Difference between WDV and Tax Base of PPE	1.20	0.95	0.45
(b) MAT Credit Entitlement	-	31.01	54.50
Deferred Tax Liability			
Changes in Fair Value of Investment	0.22	(11.72)	(4.72)
Net Deferred Tax Assets/Liabilities	1.42	20.24	50.23

The major components of deferred tax assets and liabilities for the year ended March 31, 2020 are as follows:

Particulars	Opening	Recognised/ reversed through Profit and loss	Recognised in OCI	Closing Balance
	(Rs. in Lakhs)	(Rs. in Lakhs)	(Rs. in Lakhs)	(Rs. in Lakhs)
Tax effect of items constituting deferred tax assets				
(a) Difference between WDV and Tax Base of PPE	0.95	0.25	-	1.20
(b) MAT Credit Entitlement	31.01	(31.01)	-	-
Tax effect of items constituting deferred tax liability				
(a) Fair Value change in Investment	(11.72)	(0.55)	12.50	0.22
Net Deferred Tax Asset	20.24	(31.32)	12.50	1.42

The major components of deferred tax assets and liabilities for the year ended March 31, 2019 are as follows:

Particulars	Opening	Recognised/ reversed through Profit and loss	Recognised in OCI	Closing Balance
	(Rs. in Lakhs)	(Rs. in Lakhs)	(Rs. in Lakhs)	(Rs. in Lakhs)
Tax effect of items constituting deferred tax assets				
(a) Difference between WDV and Tax Base of PPE	0.45	0.51	-	0.95
(b) MAT Credit Entitlement	54.50	(23.49)	-	31.01
Tax effect of items constituting deferred tax liability				
(a) Fair Value change in Investment	(4.72)	2.38	(9.38)	(11.72)
Net Deferred Tax Asset	50.23	(20.60)	(9.38)	20.24

Reconciliation of tax expense and the accounting profit multiplied by tax rate:

Particulars	31.03.2020	31.03.2019
	(Rs. in Lakhs)	(Rs. in Lakhs)
Profit Before Tax		
Tax Rate for Corporate Entity as per Income Tax Act, 1961	(109.99)	2,115.42
Expected Tax Expense as per Income Tax Act, 1961		
	(29.91)	588.51
Tax Effect of:		
Expenses not exempt from Tax	114.50	10.28
Income exempt from Tax	16.39	(510.51)
Deduction u/s 80G -CSR	(0.54)	(1.95)
Tax for earlier years	9.65	(2.36)
Deferred Tax Adjustments	0.31	0.69
Total Tax Expense as per the Statement of Profit & Loss	110.39	84.66

Note 12

Provisions			
Particulars	31.03.2020	31.03.2019	01.04.2018
	(Rs. in Lakhs)	(Rs. in Lakhs)	(Rs. in Lakhs)
Contingent Provision against Standard Assets	5.54	6.15	2.45
TOTAL	5.54	6.15	2.45

Note 13

Other Non Financial Liabilities			
Particulars	31.03.2020	31.03.2019	01.04.2018
	(Rs. in Lakhs)	(Rs. in Lakhs)	(Rs. in Lakhs)
Liabilities for Expenses	5.25	0.71	0.68
Statutory Liabilities	0.72	0.90	0.13
TOTAL	5.97	1.61	0.80



(Signature)
Gautam Garg

Note 14 Equity Share Capital			
	31.03.2020	31.03.2019	01.04.2018
	(Rs. in Lakhs)	(Rs. in Lakhs)	(Rs. in Lakhs)
Authorized share capital 9,000,000, (P.Y. 9,000,000) Equity shares of Rs.10 each	900.00	900.00	900.00
Issued, Subscribed and Fully Paid up 952,595 (P.Y. 952,595) Equity shares of Rs.10 each fully paid up	95.26	95.26	95.26
Total Issued, Subscribed and Fully Paid up	95.26	95.26	95.26

Reconciliation of the shares outstanding at the beginning and at the end of the reporting period						
Equity shares	31.03.2020		31.03.2019		01.04.2018	
	No.	(Rs. in Lakhs)	No.	(Rs. in Lakhs)	No.	(Rs. in Lakhs)
At the beginning of the period	9,52,595	95.26	9,52,595	95.26	9,52,595	95.26
Issued during the period	-	-	-	-	-	-
Outstanding at the end of the period	9,52,595	95.26	9,52,595	95.26	9,52,595	95.26

Terms/rights attached to equity shares

The company has only one class of equity shares having a par value of Rs.10 per share. On a show of hands, every member, present in person or by proxy, is entitled to one vote and in case of poll, the voting rights of every member shall be in proportion to his shares of the paid-up equity share capital of the company.

The company declares and pays dividends in Indian rupees. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting.

In the event of liquidation of the company, the holders of equity shares will be entitled to receive remaining assets of the company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

Details of shareholders holding more than 5% shares in the company						
Equity shares	31.03.2020		31.03.2019		01.04.2018	
	%	No.	%	No.	%	No.
Rajendra Kumar Bachhawat	9.24	88,000	9.24	88,000	9.24	88,000
Surendra Kumar Bachhawat	8.68	82,699	8.68	82,699	8.68	82,699
Mahendra Kumar Bachhawat	7.18	68,350	7.18	68,350	7.18	68,350
Prakash Bachhawat	7.85	74,750	7.85	74,750	7.85	74,750
Deepak Bachhawat	5.83	55,500	5.83	55,500	-	-
Daulat Financial Services (P) Ltd	7.17	68,300	7.17	68,300	7.17	68,300
Deeplok Securities Limited	5.93	56,450	5.93	56,450	5.93	56,450
Suharsh Trade & Holding Pvt Ltd	5.21	49,675	5.21	49,675	5.21	49,675

Note 15 Other Equity			
Particulars	31.03.2020	31.03.2019	01.04.2018
	(Rs. in Lakhs)	(Rs. in Lakhs)	(Rs. in Lakhs)
Retained Earnings	7,346.79	7,337.10	5,468.93
Securities Premium	356.00	356.00	356.00
Amalgamation Reserve	129.29	129.29	129.29
Special Reserve	1,252.56	1,252.56	846.41
General Reserve	23.76	23.76	23.76
Other Comprehensive Income	8.18	207.15	130.10
TOTAL	9,117	9,306	6,954

Nature and purpose of reserves

- a) Retained Earnings: Retained earnings are the profits that the Company has earned till date, less any transfers to general reserve, dividends or other distributions paid to shareholders.
- b) Securities Premium: Securities premium is used to record the premium on issue of shares. It can be utilised only for limited purposes in accordance with the provisions of the Companies Act, 2013
- c) General Reserve: General Reserve are amounts set aside from retained profits as a reserve to be utilised for permissible general purpose as per Law.
- d) Reserve fund in terms of section 45-IC(1) of the Reserve Bank of India Act, 1934; Reserve fund is created as per the terms of section 45-IC(1) of the Reserve Bank of India Act, 1934 as a statutory reserve.
- e) Other comprehensive income represents fair value recognition and measurement of equity instruments through other comprehensive income.
- f) Amalgamation Reserve: This Reserve was created on the basis of the scheme of Amalgamation of Meadow Properties Pvt. Ltd, Vasant Lok Properties Pvt. Ltd, DAP Developers Private Limited and DAP Constructions Pvt Ltd with the Company in the year ended 31st March 1999.



(Signature)
Gautam G. G. G.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

Note 16

Interest Income on financial assets

Particulars	31.03.2020	31.03.2019
	(Rs. in Lakhs)	(Rs. in Lakhs)
Interest Income :		
On Tax Free Bond	35.37	35.35
On Others	299.86	303.22
Total	335.22	338.57

Note 17

Net Gain or loss on Fair Value Changes

Particulars	31.03.2020	31.03.2019
	(Rs. in Lakhs)	(Rs. in Lakhs)
Net Gain/ (loss) on financial instruments at fair value through profit or loss - Investments	27.28	26.67
Total	27.28	26.67

Note 18

Other Income

Particulars	31.03.2020	31.03.2019
	(Rs. in Lakhs)	(Rs. in Lakhs)
Profit / (Loss) on disposal of Long term Investments		
Shares		
With STT - Taxable	0.27	5.28
With STT - Exempted	0.61	27.98
Without STT	(213.71)	(11.99)
Profit / (Loss) on disposal of Short term Investments		
Shares		
With STT	20.74	(50.39)
Bond		
Without STT	0.52	-
Mutual Fund		
Profit on Mutual Fund- Long Term	-	-
Profit on Mutual Fund- Short Term	124.67	88.24
Dividend Income		
Shares	140.34	1,766.39
Profit/(Loss) on Share Speculation	(0.04)	0.24
Profit on sale of Fixed Asset	-	-
Adjustment in Profit due to Fair Value changes	(52.22)	(16.80)
Total	21.17	1,808.95


 Gautam Gorcha



Note 19

Employee Benefit expense

Particulars	31.03.2020	31.03.2019
	(Rs. in Lakhs)	(Rs. in Lakhs)
Salaries and Allowances	49.40	25.48
Staff's Mediclaim Insurance Premium	0.28	0.27
Total	49.68	25.75

Note 20

Other expenses

Particulars	31.03.2020	31.03.2019
	(Rs. in Lakhs)	(Rs. in Lakhs)
Advertisement	0.30	0.23
Car Expenses	1.18	0.83
CSR & Donation	4.00	14.00
Demat Charges	0.37	0.12
Filing Fees	0.08	0.13
Insurance Charges	0.34	0.35
Loss Asset - Interest Receivable on Bond Written off	3.79	-
Interest on Income Tax	0.44	0.15
Income Tax Appeal Fees	0.01	-
Internal Audit Fees	0.08	0.08
Secretarial & Professional Charges	3.85	3.88
Listing Fees	0.65	0.65
Maintenance Charges	0.62	0.57
Miscellaneous Expenses	1.35	1.54
Provision for Doubtful Assets	6.25	-
Rates & Taxes	0.25	0.25
STT - Investment	0.38	0.31
Travelling & Conveyance	0.83	0.80
Telephone Charges	0.23	0.35
Contingent provision against Standard Assets created / (reversed)	(0.61)	3.69
Payment to Auditors (Refer Note 20 A)	1.05	0.98
Total	25.45	28.92

Note 20 A

Payments to the auditor

Particulars	31.03.2020	31.03.2019
	(Rs. in Lakhs)	(Rs. in Lakhs)
For Statutory Audit	0.40	0.40
For Tax Audit	0.20	0.20
For other certification work	0.45	0.38
Total	1.05	0.98

Note 21

Exceptional items

Particulars	31.03.2020	31.03.2019
	(Rs. in Lakhs)	(Rs. in Lakhs)
Provision for fair value Loss of Investment [Refer Note No. 22 (9)]	400.57	-
Total	400.57	-

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Gautam Girdha



NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

Note No.22 Additional Disclosures

1 Operating Segment:

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision maker (CODM) of the Company. The CODM is responsible for allocating resources and assessing the performance of the operating segments of the Company.

As per requirement of Ind-AS 108 "Segment Reporting" no disclosures are required to be made since the Company's activities consist of a single business segment.

2 Earning Per Share:

Computation of Earnings per Equity Share (Basic and Diluted)		2019-20	2018-2019
(I)	Basic		
(a)	(i) Number of Equity Shares at the beginning of the year	9,52,595	9,52,595
	(ii) Number of Equity Shares at the end of the year	9,52,595	9,52,595
	(iii) Weighted average number of Equity Shares outstanding during the year	9,52,595	9,52,595
	(iv) Face Value of each Equity Share (Rs.)	10	10
(b)	Amount of Profit after tax attributable to Equity Shareholders (Rs. in Lakhs)	(189.28)	2,351
(c)	Basic Earnings per Equity Share [(b)/(a)(iii)]	(19.87)	246.84
(II)	Diluted		
(a)	Dilutive Potential Equity Shares	9,52,595	9,52,595
(b)	Diluted Earnings per Equity Share [Same as (I)(c) above]	(19.87)	246.84

3 Related Party Disclosures:


A) List of related parties where control exists and related parties with whom transactions have taken place and relationships:

S/N	Name of the Related Party	Relationship
1	Woodside Fashions Limited	Associate
2	Surendra Kumar Bachhawat	Key Management Personnel
3	Mahendra Kumar Bachhawat	
4	Prakash Bachhawat	
5	Rajendra Kumar Bachhawat	Relative of Key Management Personnel

B) Transactions during the year with related parties:

S/N	Nature of Transactions with Related Party	Associates	Key Management Personnel	Relative of Key Management Personnel	Outstanding as on 31st March'2020
1	Purchase of Investments (Shares)	-	-	113.94/- (170.69/-)	-
2	Sale of Investments (Shares)	-	-	515.68/- (52.97/-)	-
3	Director's Remuneration	-	30.00/- (7.50/-)	-	-

** Previous Year's figures are given in bracket


Gautam Guicha



NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

- 4 As per notification no.RBI/DNBR/2016-17/44 issued by the Reserve Bank of India, Contingent Provision against Standard Assets have been reversed by Rs. 0.61 Lakh/- during the year.(created in P.Y.Rs.3.69 Lakhs/-)
- 5 2,290 Shares of Tata Steel Limited shown under Non-current Investment in the financial statements is yet to be transferred in the name of the company due to litigation with respect to ownership of shares.
- 6 Schedule to the Balance Sheet of a Non - Banking Financial Company as required in terms of Paragraph 16 of Non-Banking Financial Company -Non-Systemically Important Non-Deposit taking Company (Reserve Bank) Directions, 2016 issued vide Notification No. DNBR.PD.007/03.10.119/2016-17 dated September 01, 2016 is as per Annexure 1.
- 7 The Company has a receivable of Rs. 6.25 Lakhs/- from M/s Varun Resources Ltd. (formerly known as Varun Shipping Company Ltd.) as per the terms of settlement agreement dated 22.02.2017. The said party has not paid the amount yet. The company accordingly made an application of claim under regulation 18 of the insolvency and Bankruptcy Board of India vide application dated 25.07.2017. Hence the Company has made provision for doubtful of loan as per prudential norms of Reserve Bank of India.
- 8 The Company has held as non current investment in 50 numbers of 10.25% Yes Bank Perpetual bonds amounting to Rs.509.45 Lakhs/- as carrying value. The bonds are unsecured and perpetual in nature and can be sold in secondary in secondary market. The bank has not paid interest of Rs.51.25/ Lakhs- due to non permission of Reserve Bank of India , hence management has not consider the said interest amount as income during the financial year 2019-20.
- 9 The Company has principal investments of Rs.400.57 Lakhs/- in the Preference shares of Infrastructure Leasing & Financial Services Limited which are accounted at Amortised Cost as per Ind AS 109 - Financial Instrument. The company (IL & FS Ltd.) is classified as Red Entities by Resolution Consultant of Infrastructure Leasing & Financial Services Limited. Accordingly, the company has made provision for fair value loss of Rs. 400.57 Lakhs/- during the year ended 31.03.2020 and the same has been shown as exceptional item.
- 10 Contingent liability in respect of Income tax demand amounting to Rs.1.05 Lakhs/- (Original demand Rs. 1.63 Lakhs/-) for the Asst. Year. 2017-18 has not been provided, the company has filled appeal with CIT (Appeals), Kolkata - 2 and paid 20% of original demand as tax of Rs.0.33 Lakh/- .

11 Impact of COVID-19 Pandemic:

COVID-19, a global pandemic has resulted in a significant decrease in the economic activities across the world including India, on account of lockdown announced on 23rd March, 2020. This has affected activities of organisations across the economic ecosystem impacting earnings prospects and valuations of Companies, which has created huge volatility in stock markets, in which the company operates. As a result, the company's business is impacted by decline in carrying value of investments and thus profitability .

The management is continuously focussing on company's capital and liquidity position, which remain strong. There have been no changes to the company's internal financial control during this pandemic.

The management has carried out current assessment of the potential impact of Covid-19 on the company and is of the view that the company is well capitalised with low leverage, widely diversified investment activities and has adequate liquidity to sustain its operations and look for appropriate investment opportunities. The impact assessment is continuous process and will continue to monitor for any material changes to the future economic conditions.

- 12 The Company has incurred towards Corporate Social Responsibility expenditure during the year as per the provisions of Companies Act 2013.

1) Gross amount required to be spent by the company during the year is Rs. 3.79 Lakhs/- (P.Y. Rs. 13.81 Lakhs/-)

2) Amount spent by the company during the year ending 31st March 2020 is Rs.4 Lakhs/- as CSR donation for promotion of Education. (P.Y. Rs. 14 Lakhs/-)

(Rs. In Lakhs)

Particulars	In Cash	Yet to be paid in Cash	Total
(i) Construction/acquisition of any asset (Previous Year)	Nil	Nil	Nil
(ii) On purposes other than (i) above (Previous Year)	4 Lakhs/-	Nil	Nil
	14 Lakhs/-	Nil	Nil

13 Deferred tax :

As per Ind AS 12, the Company has deferred tax liabilities due to difference in depreciation as per Companies Act and as per Income tax Act, MAT credit entitlement & Fair Value Change in Investment. (Refer Note. 11 to the financial statements)

- 14 Useful Life of Property, Plant & Equipment as per Companies Act 2013 are given below:

Assets	Useful life	Remaining Life
Building	60 years	39.9
Motor Car	8 years	5.41
Office Equipments	5 years	Nil

Grantam G. Chatterjee



NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

Note No.22 Additional Disclosures (contd.)

15 Financial Instrument related disclosures

(i) Financial instruments- Accounting, Classification and Fair Value Measurement

A. Accounting classification and fair values

The following table shows the carrying amounts and fair values of financial assets and financial liabilities, including their levels in the fair value hierarchy. It does not include fair value information for financial assets and financial liabilities not measured at fair value if the carrying amount is a reasonable approximation of fair value.

Particulars	31st March 2020			31st March 2019			01 April 2018		
	FVPL	FVOCI	Amortised cost	FVPL	FVOCI	Amortised cost	FVPL	FVOCI	Amortised cost
A Financial Assets									
1 Investments	1,994.05	135.74	3,630.17	2,032.45	486.28	4,296.74	1,841.01	272.50	3,831.55
3 Cash and cash equivalents	-	-	1,211.68	-	-	79.07	-	-	40.48
4 Trade Receivables	-	-	-	-	-	-	-	-	-
5 Loans	-	-	2,215.18	-	-	2,459.02	-	-	984.11
6 Other financial assets	-	-	12.37	-	-	14.01	-	-	13.33
Total financial assets	1,994.05	135.74	7,069.40	2,032.45	486.28	6,848.85	1,841.01	272.50	4,869.47
B Financial liabilities									
1 Borrowings	-	-	-	-	-	-	-	-	-
2 Trade payables	-	-	-	-	-	-	-	-	-
3 Other financial liabilities(Current)	-	-	-	-	-	-	-	-	-
Total Financial Liabilities	-	-	-	-	-	-	-	-	-

B. Measurement of fair values

(i) Fair Value hierarchy

This section explains the judgements and estimates made in determining the fair values of the financial instruments that are (a) recognised and measured at fair value and (b) measured at amortised cost and for which fair values are disclosed in the financial statements. To provide an indication about the reliability of the inputs used in determining fair value, the Company has classified its financial instruments into the three levels prescribed under the accounting standard.

Level 1: Level 1 hierarchy includes financial instruments measured using quoted prices.

Level 2: The fair value of financial instruments that are not traded in an active market is determined using valuation techniques which maximise the use of observable market data and rely as little as possible on entity-specific estimates. If all significant inputs required to fair value an instrument are observable, the instrument is included in level 2.

Level 3: If one or more of the significant inputs is not based on observable market data, the instrument is included in level 3. Fair values are determined in whole or in part, using a valuation model based on assumptions that are neither supported by prices from observable current market transactions in the same instrument nor are they based on available market data.

(ii) Valuation technique used to determine fair value

Management uses its best judgement in estimating the fair value of its financial instruments. The fair value of financial instruments that are not traded in an active market is determined using valuation techniques. The Company uses its judgments to select a variety of methods and makes assumptions that are mainly based on market conditions existing at the end of each reporting period. However, there are inherent limitations in any estimation technique. Therefore, for substantially all financial instruments, the fair value estimates presented above are not necessarily indicative of the amounts that the Company could have realised or paid in sale transactions as of respective dates. As such, fair value of financial instruments subsequent to the reporting dates may be different from the amounts reported at each reporting date.

Specific valuation techniques used to value financial instruments include:

- the fair value of the financial instruments is determined using discounted cash flow analysis/ other method
- the use of quoted market price

Particulars	31st March 2020			31st March 2019			01st April 2018		
	Level 1	Level 2	Level 3	Level 1	Level 2	Level 3	Level 1	Level 2	Level 3
Financial assets:									
Investments measured at FVTPL	1,994.05	-	-	2,032.45	-	-	1,841.01	-	-
Investments measured at FVOCI	135.74	-	-	486.28	-	-	272.50	-	-
Total	2,129.79	-	-	2,518.73	-	-	2,113.51	-	-

The carrying amounts of remaining financial assets and liabilities are considered to be the same as their fair values due to short term nature.

Notes:

- There have been no transfers between Level 1 and Level 2 for the years ended March 31, 2020, March 31, 2019 and 01 April, 2018
- Costs of certain unquoted equity instruments has been considered as an appropriate estimate of fair value because of a wide range of possible fair value measurements and cost represents the best estimate of fair value within that range.


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NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

Note No.22 Additional Disclosures (contd.)

16 Financial risk management

The Company's business activities are exposed to a variety of financial risks, namely liquidity risk, market risks and credit risk. The Company's senior management has the overall responsibility for establishing and governing the Company's financial risk management framework.

(A) Credit risk

Credit risk refers to risk that a counterparty will default on its contractual obligations resulting in financial loss to the Company. Credit risk arises primarily from financial assets such as trade receivables, bank balances and loans.

At each reporting date, the Company measures loss allowance for certain class of financial assets based on historical trend, industry practices and the business environment in which the Company operates.

Credit risk arising from balances with banks is limited because the counterparties are banks with high credit worthiness.

Credit risk arising from loans given/inter-corporate deposits (ICD) are limited due to due to the Borrower's profiles and historical experience of collection. All such ICDs are reviewed and assessed on a quarterly basis.

(B) Liquidity Risk

Liquidity risk is the risk that the Company will face in meeting its obligations associated with its financial liabilities. The Company's approach in managing liquidity is to ensure that it will have sufficient funds to meet its liabilities when due without incurring unacceptable losses. In doing this, management considers both normal and stressed conditions.

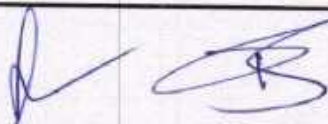
The Company maintained a cautious liquidity strategy, with a positive cash balance throughout the year ended 31st March, 2020 and 31st March, 2019. Cash flow from operating activities provides the funds to service the financial liabilities on a day-to-day basis. The Company regularly monitors the rolling forecasts to ensure it has sufficient cash on an on-going basis to meet operational needs. Any short-term surplus cash generated, over and above the amount required for working capital management and other operational requirements, is retained as cash and cash equivalents (to the extent required) and any excess is invested in interest bearing NCDs, bonds and other highly marketable debt investments with appropriate maturities to optimise the cash returns on investments while ensuring sufficient liquidity to meet its liabilities.

(C) Market Risk

Market Risk is the risk of loss of future earnings/future cash flows that may result from a change in the price of a financial instrument. The price of a financial instrument may fluctuate because of changes in market prices, equity prices and other market changes that effect market risk sensitive instruments. The goal of market risk management is optimization of profit and controlling the exposure to market risk within acceptable limits.

(i) *Currency Risk* is not material, as the Company's primary business activities are within India and does not have any exposure in foreign currency.

(ii) *Interest Rate Risk* is the risk that the fair value or future cash flows of a financial instruments will fluctuate because of changes in market interest rates. The Company is not exposed to the interest rate risk due to its investment in fixed rate instruments which are being carried at cost and not subject to interest rate risk.



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NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

Note No.22 Additional Disclosures (contd.)

17 Capital management

Regulatory capital

The Reserve Bank of India (RBI) sets and monitors capital adequacy requirements for the Company from time to time. The Companies regulatory capital consists of the sum of the following elements:

Tier 1 Capital includes:

Tier 1 Capital includes:

- 1) Ordinary share capital,
- 2) Securities premium reserve,
- 3) Retained earnings,
- 4) Cumulative compulsorily convertible preference Shares (CCCPS),
- 5) Debenture redemption reserve
- 6) Perpetual debt
- 7) Special reserve
- 8) General reserve

Tier 1 Capital does not include unrealised fair value gain/loss booked for financial instruments measured at fair value through profit and loss statement and shares option outstanding account Following items are deducted from Tier I

- a) Intangibles
- b) Deferred revenue expenditure for raising borrowings
- c) Deferred tax assets

Tier II capital includes

- 1) subordinated debt
impairment allowance provisioning for stage 1 and stage 2 financial assets to the extent the same does not exceed
- 2) 1.25% of Risk weighted assets,
- 3) perpetual debt to the extent not eligible for Tier I.

(Rs. In Lakhs)

Particulars	(Rs. In Lakhs)		
	As at 31.03.2020	As at 31.03.2019	As at 01.04.2018
Tier 1 capital			
Ordinary share capital	95.26	95.26	95.26
Securities premium reserve	356.00	356.00	356.00
Amalgamation Reserve	129.29	129.29	129.29
Retained earnings	7,346.79	7,337.10	5,468.93
Special reserve	1,252.56	1,252.56	846.41
General reserve	23.76	23.76	23.76
Other Comprehensive Income	8.18	207.15	130.10
Less:			
- Deferred Tax Asset	1.42	20.24	50.23
Tier I Capital	9,210.42	9,380.88	6,999.53
Tier II Capital	-	-	-
Tier I + Tier II Capital	9,210.42	9,380.88	6,999.53



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NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

Note-No.22 Additional Disclosures (contd.)

18 First-time Adoption of Ind AS

These financial statements, for the year ended 31st March, 2020, are the first financial statements, the Company has prepared in accordance with Ind AS.

Accordingly, the Company has prepared financial statements which comply with Ind AS applicable for year ended 31st March, 2020, together with the comparative figures for the year ended 31st March, 2019, as described in the summary of significant accounting policies [Refer Note No.1-3].

The Company has prepared the opening Balance Sheet as per Ind AS as of 1st April, 2018 (the transition date) by:

- recognising all assets and liabilities whose recognition is required by Ind AS,
- not recognising items of assets or liabilities which are not permitted by Ind AS,
- reclassifying items from previous Generally Accepted Accounting Principles (GAAP) to Ind AS as required under Ind AS, and
- applying Ind AS in measurement of recognised assets and liabilities.

Reconciliations Between Previous GAAP and Ind AS

Ind AS 101 requires an entity to reconcile equity, total comprehensive income and cash flows for prior periods. The following tables represent the reconciliations from previous GAAP to Ind AS.

(i) A. Reconciliation of total comprehensive income for the year ended 31st March, 2019 :

Particulars	(Rs. In Lakhs)	
	For the year ended 31st March, 2019	
Profit After Tax as reported under previous GAAP	2,292.13	
Add/(Less) - Effect of transition to Ind AS		
Fair Value changes through Profit & Loss	26.67	
Fair Value changes through OCI	70.98	
Tax impact on above	(7.00)	
Change in Profit due to Fair Value Changes	(16.80)	
Impact on Share of Profit of Associate as per Ind AS	(14.61)	
Profit After Tax as reported under Ind AS	2,351.37	

B. Reconciliation of equity as reported under previous GAAP is summarized as follows:

Particulars	(Rs. In Lakhs)	
	As at 1st April, 2018	As at 31st March, 2019
Equity as reported under previous GAAP	6,891.01	9,183.14
Add/(Less) - Effect of transition to Ind AS		
2017-18		
Fair Value changes through Profit & Loss	25.78	25.78
Fair Value changes through OCI	127.25	127.25
Tax impact on above	(4.72)	(4.72)
Impact on Share of Profit of Associate as per Ind AS	10.43	10.43
2018-19		
Fair Value changes through Profit & Loss	-	26.67
Fair Value changes through OCI	-	70.98
Tax impact on above	-	(7.00)
Change in Profit due to Fair Value Changes	-	(16.80)
Impact on Share of Profit of Associate as per Ind AS	-	(14.61)
Equity as reported under Ind AS	7,049.75	9,401.13



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NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

Note No.22 Additional Disclosures (contd.)

(ii) Effect of Ind AS adoption on the balance sheet as at March 31, 2019 and April 1, 2018

(Rs. In Lakhs)

Particulars	As at 31st March 2019			As at 31st March 2018		
	Previous GAAP	Effect of transition to IND AS	As per IND AS	Previous GAAP	Effect of transition to IND AS	As per IND AS
I. ASSETS						
(1) Financial Assets						
(a) Cash and cash equivalents	79.07	-	79.07	40.48	-	40.48
(b) Loans	2,459.02	-	2,459.02	984.11	-	984.11
(c) Investments	6,585.77	(229.70)	6,815.47	5,781.60	(163.46)	5,945.06
(d) Other Financial assets (to be specified)	14.01	-	14.01	13.33	-	13.33
	9,137.88	(229.70)	9,367.58	6,819.53	(163.46)	6,982.99
(2) Non-financial Assets						
(a) Current tax assets (Net)	9.43	-	9.43	4.06	-	4.06
(b) Deferred tax Assets (Net)	0.95	(19.29)	20.24	0.45	(49.78)	50.23
(c) Property, Plant and Equipment	11.63	-	11.63	15.73	-	15.73
(d) Other non-financial assets	31.01	31.01	-	54.50	54.50	-
	53.03	11.72	41.30	74.74	4.72	70.02
Total Assets	9,190.90	(217.98)	9,408.88	6,894.27	(158.74)	7,053.01
II. EQUITY AND LIABILITIES						
LIABILITIES						
(1) Non Financial Liabilities						
(a) Provisions	6.15	-	6.15	2.45	-	2.45
(b) Other non-financial liabilities	1.61	-	1.61	0.80	-	0.80
	7.76	-	7.76	3.26	-	3.26
(1) EQUITY						
(a) Equity Share capital	95.26	-	95.26	95.26	-	95.26
(b) Other Equity	9,087.89	(217.98)	9,305.87	6,795.75	(158.74)	6,954.49
	9,183.14	(217.98)	9,401.13	6,891.01	(158.74)	7,049.75
Total Equity and Liabilities	9,190.90	-217.98	9,408.88	6,894.27	-158.74	7,053.01

(iii) Effect of Ind AS Adoption on the statement of profit and loss for the year ended March 31, 2019

(Rs. In Lakhs)

Particulars	Notes No	Previous GAAP	Effect of transition to IND AS	IND AS
I Revenue from Operations				
Interest Income		338.57	-	338.57
Net Gain on Fair Value Changes		-	26.67	26.67
II Other Income		1,825.75	(16.80)	1,808.95
III Total Revenue (I+II)		2,164.32	9.88	2,174.19
IV Expenses				
Employee benefits expense		25.75	-	25.75
Depreciation and amortisation expense		4.10	-	4.10
Other expenses		28.92	-	28.92
Total Expenses		58.78	-	58.78
V Profit/(loss) Before Share of Profit of Associate and Tax		2,105.54	9.88	2,115.42
Share of Profit of Associate (net of tax)		273.64	(30.07)	243.57
VI Profit/(Loss) before Tax		2,379.18	(20.19)	2,358.99




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VII	Tax Expense :			
	(1) Current Tax	66.43	-	66.43
	(2) Deferred Tax	(0.51)	21.11	20.60
	(3) Earlier Years	(2.36)	-	(2.36)
	(4) Mat Credit Utilization/ Entitlements	19.91	(19.91)	-
	(5) MAT Credit adjustment for earlier years	3.58	(3.58)	-
	Total Tax Expenses	87.04	(2.38)	84.66
VIII	Profit for the year (VI - VII)	2,292.13	(17.81)	2,274.32
IX	Other Comprehensive Income			
	A. Items that will not be reclassified to Profit or Loss			
	(i) Change in fair value FVOCI equity instruments	-	70.98	70.98
	ii) Income tax relating to above item	-	(9.38)	(9.38)
	Items that will be reclassified to profit or loss			
	(i) Share of OCI of Associate (net of tax)	-	15.45	15.45
		-	77.05	77.05
	B. Items that will be reclassified to Profit or Loss			
		-		-
		-		-
	Other Comprehensive Income for the Year (Net of Tax)	-	77.05	77.05
	Total Comprehensive Income for the year	2,292.13	59.24	2,351.37

(iv) Effect of Ind AS adoption on the statement of cash flows for the year ended March 31, 2019

(Rs. In Lakhs)

Particulars	Previous GAAP	Effect of transition to IND AS or due to Regrouping	IND AS
Net Cash from Operating Activities	93.52	107.97	201.49
Net Cash from Investing Activities	(54.92)	(107.97)	(162.89)
Net Cash from Financing Activities	-	-	-
Net Increase/ (Decrease) in cash and cash equivalents	38.60	(0.00)	38.60
Cash and cash equivalents the beginning of the year	40.48	-	40.48
Cash and cash equivalents at the end of the year	79.07	-	79.07

19 The previous period's figures have been reworked, regrouped, rearranged and reclassified wherever necessary to correspond to those of the current year. Amounts and other disclosures for the preceding year are included as an integral part of the current year financial statements and are to be read in relation to the amounts and other disclosures relating to the current year.

As per our Report of even date attached.

For R. Kothari & Co. LLP
Chartered Accountants
FRN No. 307069E/E300266

CA Kailash Chandra Soni
(Partner)
Membership No. 057620

Place : Kolkata
Date : 30.07.2020



For and on behalf of the Board

Sanjendra Kumar Bachhawat
Sanjendra Kumar Bachhawat
Director
DIN: 00129471

Prakash Bachhawat
Prakash Bachhawat
Director
DIN: 05156658

Gautam Canteo
Gautam Canteo
Company Secretary

Pradip Kumar Prera
Pradip Kumar Prera
Chief Financial Officer

FORM AOC - 1

[Pursuant to first proviso to sub-section (3) of section 129 read with Rule 5 of Companies (Accounts) Rules, 2014]

Statement containing salient features of the Financial Statement of Subsidiaries/Associate Companies/ Joint Ventures

PART "A" - Subsidiaries

Sl. No.	(Rs.)
1	
2	N.A.
3	
4	
5	
6	
7	
8	
9	
10	
11	
12	
13	
14	
15	

1. Name of Subsidiaries which are yet to commence operations : None
2. Name of Subsidiaries which have been liquidated or sold during the year : None

PART "B" - Associates and Joint Ventures

Statement pursuant to Section 129 (3) of the Companies Act, 2013 related to Associate Companies and Joint Ventures :

Sl. No.	Name of Associate	Woodside Fashions Limited
1	Latest Audited Balance Sheet date	31st March 2020
2	Shares of Associate held by the Company on the year end	
	No. of Shares	5,39,000
	Amount of Investment in Associate (Rs. In lakhs)	134.75
	Extend of Holding %	23.96%
3	Description of how there is significant influence	Due to Shareholding
4	Reason why the Associate is not consolidated	N.A.
5	Networth attributable to Shareholding as per latest audited Balance Sheet (Rs. In lakhs)	2,623.05
6	Profit/Loss for the year (Rs. in lakhs)	960.23
	i. Considered in Consolidation	230.07
	ii. Not Considered in Consolidation	730.16

1. Names of Associates or Joint Ventures which are yet to commence operations : None
2. Names of Associates or Joint Ventures which have been liquidated or sold during the year : None

As per our report of even date

For R. Kothari & Co. LLP
Chartered Accountants
Firm Registration No : 307069E / E300266

CA Kailash Chandra Soni
Partner
Membership No : 057620



Place: Kolkata
Date: 30.07.2020

For and on behalf of the Board

Surendra Kumar Bachhawat
Surendra Kumar Bachhawat
Director
DIN: 00129471

Prakash Bachhawat
Prakash Bachhawat
Director
DIN: 05156658

Gautam Gulcha

Pradyumn Kumar Prasad

**SCHEDULE TO THE BALANCE SHEET AS AT 31.03.2020 OF
DEEPLOK FINANCIAL SERVICES LIMITED a Non-Deposit taking Non-Banking Financial Company**

**(As required in terms of Paragraph 18 of Non-Banking Financial Company -Non-Systemically
Important Non-Deposit taking Company (Reserve Bank) Directions, 2016 issued vide Notification No.
DNBR.PD.007/03.10.119/2016-17 as updated on 31.05.2018)**

(6) Borrower group-wise classification of assets financed as in (3) and (4) above :			
Category	Amount net of provision		
	Secured	Unsecured	Total
1. Related Parties			
(a) Subsidiaries	-	-	-
(b) Companies in the same group	-	-	-
(c) Other related parties	-	-	-
2. Other than related parties	-	2215.18	2215.18
TOTAL:	0.00	2215.18	2215.18
(7) Investor 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 Provisions)
1. Related Parties			
(a) Subsidiaries		-	-
(b) Companies in the same group		134.75	134.75
(c) Other related parties		-	-
2. Other than related parties		2,843.04	2,964.31
TOTAL:		2,977.79	3,099.06
(8) Other Information			
Particulars	Amount		
(i) Gross Non-Performing Assets			
(a) Related Parties	-		
(b) Other than related Parties	-		
(ii) Net Non-Performing Assets			
(a) Related Parties	-		
(b) Other than related Parties	-		
(iii) Assets acquired in satisfaction of debts	-		

For R.Kothari & Co LLP
Chartered Accountants
FRN - 307069E/E300266

(CA Kallash Chandra Soni)
Partner
Membership No.: 057620

Place : Kolkata
Date : 30.07.2020



For and on Behalf of the Board

Surendra Kumar Bachhawat
Surendra Kumar Bachhawat
Director
DIN: 00129471

Prakash Bachhawat
Prakash Bachhawat
Director
DIN: 05156658

Grantam Gotele

Pradeep Kumar Bhowmik