

J. B. S. & Company

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CHARTERED ACCOUNTANTS
60, BENTINCK STREET, 4TH FLOOR
KOLKATA - 700 069

INDEPENDENT AUDITOR'S REPORT ON AUDIT OF ANNUAL STANDALONE FINANCIAL RESULTS AND REVIEW OF QUARTERLY FINANCIAL RESULTS

TO

THE BOARD OF DIRECTORS OF
DEEPLOK FINANCIAL SERVICES LIMITED

Opinion

We have (a) audited the accompanying Standalone Financial Results for the year ended March, 2021 and (b) reviewed the standalone financial results for the quarter ended March 31, 2021, which were subject to limited review by us, both included in the accompanying "Standalone financial results for the quarter and year ended March 31, 2021" of **Deeplok Financial Services Limited** ("the Company") ("the Statement"), being submitted by the company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("the Listing Regulations").

(a) Opinion on Annual Financial Results

In our opinion and to the best of our information and according to the explanations given to us, the Standalone Financial Results for the year ended March 31, 2021:

- i. is presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended; and
- ii. gives a true and fair view in conformity with the recognition and measurement principles laid down in the Indian Accounting Standards and other accounting principles generally accepted in India of the net profit and total comprehensive income and other financial information of the Company for the year then ended.

(b) Conclusion on Unaudited Standalone Financial Results for the quarter ended March 31, 2021

With respect to the Standalone Financial Results for the quarter ended March 31, 2021, based on our review conducted as stated in paragraph (b) of Auditor's Responsibilities section below, nothing has come to our attention that causes us to believe that the Standalone Financial Results for the quarter ended March 31, 2021, prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standards and other accounting



principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.

Basis for Opinion on the Audited Standalone Financial Results for the year ended March 31, 2021

We conducted our audit in accordance with the Standards on Auditing ("SAs") specified under Section 143(10) of the Companies Act, 2013 ("the Act"). Our responsibilities under those Standards are further described in paragraph (a) of Auditor's Responsibilities section below. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ("the ICAI") together with the ethical requirements that are relevant to our audit of the Standalone Financial Results for the year ended March 31, 2021 under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion.

Management's Responsibilities for the Statement

This Statement which includes the Standalone Financial Results is the responsibility of the Company's Board of Directors and has been approved by them for the issuance. The Standalone Financial Results for the year ended March 31, 2021 has been compiled from the related audited standalone financial statements. This responsibility includes the preparation and presentation of the Standalone Financial Results for the quarter and year ended March 31, 2021 that give a true and fair view of the net profit and other comprehensive income and other financial information in accordance with the recognition and measurement principles laid down in the Indian Accounting Standards prescribed under Section 133 of the Act read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Standalone Financial Results that give a true and fair view and is free from material misstatement, whether due to fraud or error.

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

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

Auditor's Responsibilities

(a) Audit of the Standalone Financial Results for the year ended March 31, 2021



Our objectives are to obtain reasonable assurance about whether the Standalone Financial Results for the year ended March 31, 2021 as a whole is 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 this Standalone Financial Results.

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

- Identify and assess the risks of material misstatement of the Annual Standalone Financial Results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Board of Directors.
- Evaluate the appropriateness and reasonableness of disclosures made by the Board of Directors in terms of the requirements specified under Regulation 33 of the Listing Regulations.
- Conclude on the appropriateness of the Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of the Company 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 Statement 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 Annual Standalone Financial Results, including the disclosures, and whether the Annual Standalone Financial Results represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the Annual Standalone Financial Results of the Company to express an opinion on the Annual Standalone Financial Results.

Materiality is the magnitude of misstatements in the Annual Standalone Financial Results that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the Annual Standalone Financial Results may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in



evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the Annual Standalone Financial Results.

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.

(b) Review of the Standalone Financial Results for the quarter ended March 31, 2021

We conducted our review of the Standalone Financial Results for the quarter ended March 31, 2021 in accordance with the Standard on Review Engagements ("SRE") 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity", issued by the ICAI. A review of interim financial information consists of making inquiries, primarily of the Company's personnel responsible for financial and accounting matters and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with SAs specified under section 143(10) of the Act and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Other Matter

The Statement includes the results for the Quarter ended March 31, 2021 being the balancing figure between audited figures in respect of the full financial year and the published year to date figures up to the third quarter of the current financial year which were subject to limited review by us. Our report on the Statement is not modified in respect of this matter.



For J.B.S & Company
Chartered Accountants
Firm Registration No.: 323734E

A handwritten signature in blue ink, appearing to read "Sudhanshu Sen".

Sudhanshu Sen, FCA
Partner
Membership Number: 306354

Place: Kolkata

Date: 30/06/2021

UDIN: 21306354AAAAHA1586

DEEPLOK FINANCIAL SERVICES LIMITED
CIN: L17115WB1981PLC033469
REGD. OFFICE: IDEAL PLAZA 11/1 SARAT BOSE ROAD, KOLKATA - 700 020

STATEMENT OF STANDALONE AUDITED FINANCIAL RESULTS
FOR THE QUARTER AND YEAR ENDED ON 31ST MARCH, 2021

[Amount in Rs. Lacs]

SL. NO.	PARTICULARS	Quarter Ended				
		Quarter Ended			Year Ended	
		March 31, 2021	December 31, 2020	March 31, 2020	March 31, 2021	March 31, 2020
		(Audited)	(Unaudited)	(Audited)	(Audited)	(Audited)
1	Revenue from Operations	48.49	168.38	83.33	430.06	404.44
2	Other Income	31.75	12.83	78.19	85.67	21.17
3	Total Income (1 + 2)	80.25	181.21	161.52	515.74	425.61
4	Expenses					
a)	Purchase of Shares	-	-	-	-	57.28
b)	Net (Increase)/Decrease in Stock	(0.11)	(0.05)	0.97	(0.16)	(0.24)
c)	Employee benefit expenses	14.84	11.96	14.97	50.76	49.68
d)	Depreciation and amortisation expenses	0.50	0.50	0.71	2.00	2.86
e)	Other expenses	(5.23)	11.63	12.16	238.97	25.45
	Total Expenses	10.01	24.04	28.81	291.58	135.03
5	Profit before Exceptional Items and tax (3 - 4)	70.24	157.17	132.71	224.16	290.58
6	Exceptional Items	-	-	-	-	400.57
7	Profit before tax (5 - 6)	70.24	157.17	132.71	224.16	(109.99)
8	Tax Expense					
a)	Current Tax	26.99	18.94	16.05	94.17	100.75
b)	Tax Adjustment for earlier years	-	-	-	-	9.65
	Total Tax Expenses	26.99	18.94	16.05	94.17	110.39
9	Net profit for the period (7 - 8)	43.25	138.23	116.66	129.99	(220.39)
10	Other comprehensive income, net of income tax					
a)	i) item that will not be reclassified to profit or loss	18.16	48.26	(205.03)	131.18	(205.03)
	ii) Income tax relating to items that will not be reclassified to profit or loss	(23.70)	7.19	12.50	(15.00)	12.50
b)	i) item that will be reclassified to profit or loss	-	-	-	-	-
	ii) Income tax relating to items that will be reclassified to profit or loss	-	-	-	-	-
	Total other comprehensive income, net of income tax	(5.54)	55.45	(192.54)	116.18	(192.54)
11	Total comprehensive income for the period (9+10)	37.70	193.68	(75.87)	246.16	(412.92)
12	Paid-up equity share capital (Face value Rs. 10 each)	95.26	95.26	95.26	95.26	95.26
13	Earnings per share (of Rs. 10 each) (not annualised)					
a)	Basic (in Rs.)	3.96	20.33	(7.96)	25.84	(43.35)
b)	Diluted (in Rs.)	3.96	20.33	(7.96)	25.84	(43.35)

On behalf of the Board
For Deeplok Financial Services Limited

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

Place: Kolkata
Date: 30/06/2021

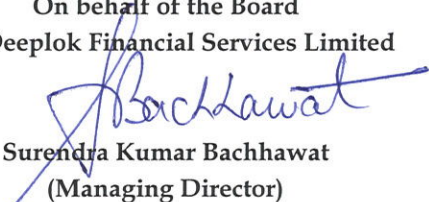


DEEPLOK FINANCIAL SERVICES LIMITED
CIN: L17115WB1981PLC033469
REGD. OFFICE: IDEAL PLAZA 11/1 SARAT BOSE ROAD, KOLKATA - 700 020
STANDALONE STATEMENT OF ASSETS AND LIABILITIES

(Amount in Rs. lacs)

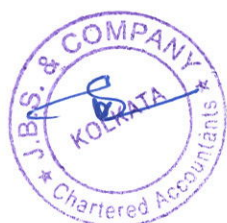
S.No.	PARTICULARS	AS AT 31.03.2021 (AUDITED)	AS AT 31.03.2020 (AUDITED)
I	ASSETS		
(1)	Financial Assets		
(a)	Cash and cash equivalents	628.42	572.68
(b)	Bank Balance other than included in (a) above	2,711.32	639.00
(c)	Loans	1,215.82	2,215.18
(d)	Investments	2,203.38	3,099.06
(e)	Other Financial assets	34.76	12.37
		6,793.69	6,538.29
(2)	Non-financial Assets		
(a)	Inventories	0.39	0.24
(b)	Current tax assets (Net)	10.80	13.73
(c)	Deferred Tax Asset (Net)	-	1.42
(d)	Property, Plant and Equipment	6.77	8.77
		17.97	24.17
	Total Assets	6,811.66	6,562.46
II	LIABILITIES AND EQUITY		
A	LIABILITIES		
(1)	Non Financial Liabilities		
(a)	Provisions	3.04	5.54
(b)	Deferred Tax Liabilities (Net)	10.15	-
(c)	Other non-financial liabilities	1.36	5.97
		14.55	11.51
B	EQUITY		
(a)	Equity Share capital	95.26	95.26
(b)	Other Equity	6,701.85	6,455.69
		6,797.11	6,550.94
	Total Liabilities and Equity	6,811.66	6,562.46

On behalf of the Board
For Deeplok Financial Services Limited


Surendra Kumar Bachhawat
(Managing Director)

DIN : 00129471

Place: Kolkata
Date: 30/06/2021



Deeplok Financial Services Limited

CIN: L17115WB1981PLC033469

Registered Office :

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

AUDITED STANDALONE CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2021

		Amount in Rs. Lacs	
		31st March, 2021	31st March, 2020
A	<u>CASH FLOW FROM OPERATION ACTIVITIES</u>		
	Net Profit before tax	224.16	(109.99)
	Adjustment for:		
	Depreciation	2.00	2.86
	Provisions for standard and sub standard assets	(2.50)	(0.61)
	Net Changes in Fair Market Value	4.20	(27.28)
	(Profit)/Loss on Sale of Investment	160.24	66.94
	Dividend Income	(21.04)	(140.34)
	Operating Profit/Loss before Working Capital Changes	367.06	(208.42)
	Adjustments for Changes in Working Capital		
	(Increase)/Decrease in Other Financial Asset and other assets	(22.39)	1.64
	(Increase)/Decrease in Other Bank Balance	(2,072.32)	(639.00)
	(Increase)/Decrease in Inventory	(0.16)	(0.24)
	Increase/(Decrease) in Other Liability	(4.61)	4.36
	Changes in Working Capital	(2,099.47)	(633.24)
	Cash(used in)/ generated from operating activities	(1,732.41)	(841.66)
	Income Tax Payments	94.68	83.38
	Net Cash(used in)/ from Operating Activities	(1,827.08)	(925.03)
B	<u>CASH FLOW FROM INVESTING ACTIVITIES</u>		
	Loan Disbursed, Recd,& Repayment recd.(net)	999.36	243.84
	(Purchase) / Sale of Non-Current Investments (net)	862.42	1,034.46
	Dividend Received	21.04	140.34
	Net Cash(used in)/ from Investing Activities	1,882.82	1,418.64
C	<u>CASH FLOW FROM FINANCING ACTIVITIES</u>		
	Net Cash(used in)/from Financing Activities	-	-
	Net increase in cash and cash equivalents	55.74	493.60
	Opening Cash and Cash equivalents	572.68	79.07
	Closing Cash and Cash equivalents	628.42	572.68

On Behalf of the Board
For Deeplok Financial Services Limited

Surendra Kumar Bachhawat
Surendra Kumar Bachhawat
(Managing Director)

DIN : 00129471

Place: Kolkata
Date: 30/06/2021



Notes:

- 1) The above results have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on 30.06.2021
- 2) The figures for the last quarter of the current and previous financial year are the balancing figures between audited figures in respect of full financial year and the published year to date figures up to the end of third quarter of the current and previous financial year which has been subjected to limited review by statutory auditors. Published year to date figures up to the end of third quarter of the current and previous financial year were recasted to confirm to the presentation requirement of division III of Schedule III of the Companies Act, 2013.
- 3) The Company has adopted Indian Accounting Standards ('Ind AS') notified under Section 133 of the Companies Act 2013 ("the Act") read with the Companies (Indian Accounting Standards) Rules, 2015 as amended, from 1st April 2019 and the effective date of such transition is 1st April 2018. Such transition has been carried out from the erstwhile Accounting Standards notified under the Act, read with relevant rules issued thereunder and guidelines issued by the Reserve Bank of India ('RBI') (collectively referred to as 'the Previous GAAP'). Accordingly, the impact of transition has been recorded in the opening reserves as at 1st April 2018 and the corresponding adjustments pertaining to comparative previous years/ quarters as presented in these financial result have been restated reclassified in order to confirm to current year/ period presentation.
- 4) The Company has principal investments of Rs.400.57 lacs in the Preference shares of Infrastructure Leasing & Financial Services Limited which are accounted at fair value through Profit or loss 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 had made provision for fair value loss of Rs. 400.57 lacs during the previous year ended 31.03.2020 and the same has been shown as exceptional item.
- 5) The Statutory Aduitors have audited the financial statements for the year ended 31st March 2021 and have issued an unqualified opinion thereon. The information presented above is an extract from the audited financial statements as stated
- 6) The Company 's primary activity is Investment in shares and Securities and as such no separate information is required to be furnished in terms of Indian Accounting Standard -108 , Operating Segments prescribed under Sec 133 of the Companies Act ,2013
- 7) There were no undisputed investor complaints that were unresolved as on 31st March,2021 the company has not received any investors complaint during the quarter under review.
- 8) COVID-19, a global pandemic has resulted in a significant decrease in the economic activities across the world including India, an 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 results, 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.

Place: Kolkata

Date: 30/06/2021

**On behalf of the Board
For Deeplok Financial Services Limited**


**Surendra Kumar Bachhawat
(Managing Director)**

DIN : 00129471

