

Annual Report

The logo for Maharashtra Safe Chemists And Distributors Alliance Limited (MSCDA) is displayed in a stylized font. The letters 'M', 'S', and 'A' are black, while the 'C' and 'D' are red. A small green leaf is positioned above the 'D'.

MSCDA

Maharashtra Safe Chemists And Distributors Alliance Limited

14th Annual Report : 2019-2020



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Dear Shareholder(s),
The EVEN for this AGM is 114822

COMPANY INFORMATION

14TH ANNUAL REPORT 2019-20

BOARD OF DIRECTORS

MR. JAGANNATH S. SHINDE	CHAIRMAN
MR. JUGALKISHOR TAPADIYA	MANAGING DIRECTOR
MR. PARARI ATHMARAM PATIL	INDEPENDENT DIRECTOR
MR. DEVESH AMUBHAI PATHAK	INDEPENDENT DIRECTOR
MR. VIJAY PANDURANG PATIL	DIRECTOR
MR. PRASAD WAMAN DANAVE *	ADDITIONAL DIRECTOR & CFO

*Appointed as Additional Director w.e.f. 30th September 2020 & as CFO w.e.f. 23rd October 2020

CORPORATE INFORMATION

COMPANY SECRETARY

MS. SMITA BAGADE

STATUTORY AUDITORS

Mitesh Mehta & Associates

Chartered Accountants
423, Lamington Road, ,
2nd Floor, opera House,
Mumbai – 400 004
Tel : 91-22-30728380
Email :- helpdesk@miteshmehtaaca.com

PRINCIPAL BANKERS

**BANK OF INDIA
HDFC BANK
YES BANK**

REGISTERED & CORPORATE OFFICE

6th Floor, Corporate Park – II,
V. N. Purav Marg, Chembur,
Mumbai – 400 071.
Tel : +91 022 67730000
Fax : +91 022 25273473
Website : www.mscdaltd.com
Email Id: cs@aiocd.com
CIN: U24239MH2006PLC165149

REGISTRAR AND SHARE TRANSFER AGENT

Link Intime India Pvt. Ltd.
C-101, 247 Park, L.B.S. Marg
Vikhroli (West), Mumbai – 400 083.
Tel. (022) – 49186270
FAX: + 91 022 25273473
e-mail id: rnt.helpdesk@linkintime.co.in
Website : www.linkintime.co.in

SECRETARIAL AUDITOR

MS. DEEPA GUPTA
Practicing Company Secretary
ACS NO. 20860/ CP NO. 8168
512, Bawla Building, Muktai CHS,
Dattaram Lal Road,
Chinchpokali, Mumbai- 400012
Email :- deepaguptacs@gmail.com

MAHARASHTRA SAFE CHEMISTS AND DISTRIBUTORS ALLIANCE LIMITED

CIN: U24239MH2006PLC165149

Regd. Office: 6th Floor, Corporate Park II, V. N. Purav Marg, Chembur, Mumbai – 400 071

Tel No.: 022 -67730000 Fax No.: 022-25273473

E-mail : cs@aiocd.com Website : www.mscdaltd.com

Notice is hereby given that the 14th Annual General Meeting of the members of MAHARASHTRA SAFE CHEMISTS AND DISTRIBUTORS LIMITED will be held through VIDEO CONFERENCING (VC) OR OTHER AUDIO VISUAL MEANS (OAVM) on Friday, December 04, 2020 at 01.00 P. M. IST to transact the following business:

I ORDINARY BUSINESS

1. To consider and adopt the Audited Financial Statement of the Company for the Financial Year ended 31st March 2020 and the Reports of the Board of Directors and Auditors thereon;
2. To appoint a Director in place of **Mr. Vijay Pandurang Patil (DIN 06708245)**, who retires by rotation and, being eligible, offers himself for re-appointment;

II SPECIAL BUSINESS

3. **Appointment of Mr. Prasad Waman Danave (DIN:08425165) as a Director**

To consider and, if thought fit, to pass, as an **ORDINARY RESOLUTION** the following:

“**RESOLVED THAT** pursuant to the provisions of Section 161 and any other applicable provisions of the Companies Act, 2013(“Act”) and the rules made there under (including any statutory modification(s) or re-enactment thereof for the time being in force), **Mr. Prasad Waman Danave (DIN: 08425165)** who was appointed as an Additional Director and holds office up to the date of this Annual General Meeting of the Company, and is eligible for appointment and in respect of whom the Company has received a Notice in writing from a member under the provisions of Section 160 of the Companies Act, 2013 proposing his candidature for the office of Director, be and is hereby appointed as a Director.

RESOLVED FURTHER THAT any of the Directors or Company Secretary of the Company be and are hereby severally authorized to do all such acts, deeds and things as may be necessary to give full effect to this resolution.”

4. **To consider Extension of Redemption Period of Non-Cumulative Non-Convertible Redeemable Preference Shares alongwith variation of its terms and conditions**

To consider and, if thought fit, to pass, as a **SPECIAL RESOLUTION** the following:

“**RESOLVED THAT** pursuant to Sections 48, 55 and 102 and other applicable provisions, if any, of the Companies Act, 2013 and the Rules made thereunder (including any statutory modifications or re-enactments thereof for the time being in force) and in accordance with the Article of Association of Company and subject to such approvals and sanctions as may be required, the consent of the Equity Shareholders of the Company be and is hereby accorded to the Extension of the Redemption period of Preference Shares by 6 (Six) years from the due date of redemption as mentioned below:

1. The period of Redemption of the 2,00,00,000, 8% Non-Cumulative Non-convertible Redeemable Preference Shares of Rs. 10/- each aggregating Rs. 20,00,00,000/- (Rupees Twenty crore only) shall be extended for the further period of 6 (Six) years.
2. The aforesaid Preference Shares shall be now due for redemption on April 13, 2027;
3. All other terms and conditions associated with the aforesaid Preference Shares shall remain the same.

RESOLVED FURTHER THAT any one of the Director(s) or the Company Secretary of the Company for the purpose of giving effect to this resolution, be and is hereby authorized, severally or jointly, to take all steps and actions as may be necessary, proper, expedient and to do all such acts, deeds, matters and other things in connection therewith and incidental thereto."

By Order of the Board of Directors

**Sd/-
JAGANNATH SHINDE
CHAIRMAN
DIN: 01435827**

Place: Mumbai

Date: 23rd October, 2020

Note: **M/s Mitesh Mehta & Associates, Chartered Accountants**, Mumbai were appointed as the Statutory Auditors of the Company by the shareholders of the Company at their 11th Annual General Meeting held on 27th September, 2017 to hold office from the conclusion of the 11th Annual General Meeting upto the conclusion of 16th Annual General Meeting. In line with amended Section 139(1) of the Companies Act, 2013 effective from 7th May, 2018, ratification of appointment of Auditors at every Annual General Meeting is no more necessary.

NOTES

1. In view of the COVID-19 pandemic and the need for ensuring social distancing, the Government of India, Ministry of Corporate Affairs (“MCA”) allowed conducting Annual General Meeting through Video Conferencing (VC) or Other Audio-Visual Means (OAVM) without the physical presence of Members at a common venue. Accordingly, MCA issued Circular No. 14/2020 dated April 08, 2020, Circular No.17/2020 dated April 13, 2020 and Circular No. 20/2020 dated May 05, 2020 (“MCA Circulars”), prescribing the procedures and manner of conducting the Annual General Meeting through VC/OAVM. In compliance with the applicable provisions of the Companies Act, 2013, MCA Circulars the 14th Annual General Meeting (AGM) of the Members will be held through VC/ OAVM. Hence, Members can attend and participate in the AGM through VC/OAVM only. The venue of the Meeting shall be deemed to be the Registered Office of the Company.
2. Since this General Meeting is held through VC/OAVM the physical attendance of Members is dispensed with and no proxies would be accepted by the Company pursuant to the relevant MCA Circulars. However, the Body Corporates are entitled to appoint Authorised Representatives to attend the AGM through VC/OAVM and participate thereat and cast their votes through e-voting.
3. No attendance slip/route map has been sent along with this Notice of the Meeting as the Meeting is held through Audio Visual means.
4. The Notice is being sent to the Members whose names appear on the register of members/list of beneficial owners as received from the National Securities Depository Limited (NSDL) and Central Depository Services (India) Limited (CDSL) (collectively, the “Depositories”) as on 23rd October 2020. The Notice is also being sent to Members in electronic form to the email addresses registered with their Depository Participants (in case of electronic shareholding)/the Company's Registrar and Share Transfer Agents (in case of physical shareholding).
5. Members who are shareholders as on Friday, November 27, 2020 can join the AGM 30 minutes before the commencement of the AGM i.e at 12.30 P.M and till the time of the conclusion of the Meeting by following the procedure mentioned in this Notice. The facility of participation at the AGM through VC/OAVM will be made available for 1000 members on first come first served basis. This will not include large Shareholders (Shareholders holding 2% or more shareholding), Promoters, Institutional Investors, Directors, Key Managerial Personnel, the Chairpersons of the Audit Committee, Nomination and Remuneration Committee and Stakeholders Relationship Committee, Auditors etc. who are allowed to attend the AGM without restriction on account of first come first served basis.
6. The attendance of the Members attending the AGM through VC/OAVM will be counted for the purpose of reckoning the quorum under Section 103 of the Companies Act, 2013.
7. Pursuant to the provisions of Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014 (as amended) and the Circulars issued by the Ministry of Corporate Affairs dated April 08, 2020, April 13, 2020 and May 05, 2020 the Company is providing facility of remote e-voting to its Members in respect of the business to be transacted at the AGM. For this purpose, the Company has entered into an agreement with National Securities Depository Limited (NSDL) for facilitating voting through electronic means, as the authorized agency. The facility of casting votes by a member using remote e-voting system as well as venue voting on the date of the AGM will be provided by NSDL.
8. In line with the Ministry of Corporate Affairs (MCA) Circular No. 17/2020 dated April 13, 2020, the Notice calling the AGM has been uploaded on the website of the Company at www.mscdaltd.com. The AGM Notice is also available on the website of NSDL (agency for providing the Remote e-Voting facility) i.e. www.evoting.nsd.com.

9. The Register of Members and Transfer Books of the Company will be closed from Saturday, November 28, 2020 to Friday, December 04, 2020 (both days inclusive).
10. Corporate members intending to send their Authorized Representatives to attend the Meeting are requested to send to the Company a certified copy of the Board Resolution authorizing their representative to attend and vote on their behalf at the Meeting.
11. In case of joint holders attending the Meeting, only such joint holder who is higher in the order of names will be entitled to vote.
12. The relative Explanatory Statement as required under Section 102 of the Companies Act, 2013, relating to the Special Business to be transacted at the Meeting is annexed hereto.
13. Members holding Shares in single name are advised to make nomination in respect of their shareholding in the Company.
14. Members are requested to register their e-mail ID's and Bank account details with the Secretarial Department of the Company/ Link Intime. If there is any change in the e-mail ID already registered with the Company, Members are requested to immediately notify such change to the Secretarial Department of the Company/ Link Intime.
15. Shareholders desirous of obtaining any information / clarification on the accounts and operations of the Company are requested to send in written queries to the Company, at least one week before the date of the Meeting. Replies will be provided only in respect of such written queries received, at the Meeting.
16. The Company has appointed Mr. Jay Mehta, Practicing Company Secretary (Membership No. 8672) as the scrutinizer to scrutinize the votes cast at the said meeting and submit the report on the same.
17. The Scrutinizer shall submit not later than three days from the conclusion of the AGM, a Consolidated Scrutinizer's Report of the total votes cast in favour or against, if any, to the Chairman or a person authorized by him in writing, who shall countersign the same and declare the result of the voting forthwith.
18. The Results declared, along with the Scrutinizer's Report, shall be placed on the Company's website viz. www.mscdaltd.com and on the website of NSDL immediately after the declaration of the result by the Chairman or a person authorized by him in writing.

THE INSTRUCTIONS FOR MEMBERS FOR REMOTE E-VOTING ARE AS UNDER:-

The remote e-voting period begins on Tuesday, December 01, 2020 at 09:00 A.M. and ends on Thursday, December 03, 2020 at 05:00 P.M. The remote e-voting module shall be disabled by NSDL for voting thereafter.

How do I vote electronically using NSDL e-Voting system?

The way to vote electronically on NSDL e-Voting system consists of “Two Steps” which are mentioned below:

Step 1: Log-in to NSDL e-Voting system at <https://www.evoting.nsdl.com/>

Step 2: Cast your vote electronically on NSDL e-Voting system.

Details on Step 1 is mentioned below:

How to Log-in to NSDL e-Voting website?

1. Visit the e-Voting website of NSDL. Open web browser by typing the following URL:
<https://www.evoting.nsdl.com/> either on a Personal Computer or on a mobile.
2. Once the home page of e-Voting system is launched, click on the icon “Login” which is available under 'Shareholders' section.
3. A new screen will open. You will have to enter your User ID, your Password and a Verification Code as shown on the screen.

Alternatively, if you are registered for NSDL eservices i.e. IDEAS, you can log-in at <https://eservices.nsdl.com/> with your existing IDEAS login. Once you log-in to NSDL eservices after using your log-in credentials, click on e-Voting and you can proceed to Step 2 i.e. Cast your vote electronically.

4. Your User ID details are given below :

Manner of holding shares i.e. Demat (NSDL or CDSL) or Physical	Your User ID is:
a) For Members who hold shares in demat account with NSDL.	8 Character DP ID followed by 8 Digit Client ID For example if your DP ID is IN3 00*** and Client ID is 12***** then your user ID is IN300***12*****.
b) For Members who hold shares in demat account with CDSL.	16 Digit Beneficiary ID For example if your Beneficiary ID is 12***** then your user ID is 12*****
c) For Members holding shares in Physical Form.	EVEN Number followed by Folio Number registered with the company For example if folio number is 001*** and EVEN is 101456 then user ID is 101456001***

5. Your password details are given below:
 - a) If you are already registered for e-Voting, then you can use your existing password to login and cast your vote.
 - b) If you are using NSDL e-Voting system for the first time, you will need to retrieve the 'initial password' which was communicated to you. Once you retrieve your 'initial password', you need to enter the 'initial password' and the system will force you to change your password.
 - c) How to retrieve your 'initial password'?
 - (i) If your email ID is registered in your demat account or with the company, your 'initial password' is communicated to you on your email ID. Trace the email sent to you from NSDL from your mailbox. Open the email and open the attachment i.e. a .pdf file. Open the .pdf file. The password to open the .pdf file is your 8 digit client ID for NSDL account, last 8 digits of client ID for CDSL account or folio number for shares held in physical form. The .pdf file contains your 'User ID' and your 'initial password'
 - (ii) If your email ID is not registered, please follow steps mentioned below in **process for those shareholders whose email ids are not registered**
6. If you are unable to retrieve or have not received the “ Initial password” or have forgotten your password:
 - a) Click on “Forgot User Details/Password?”(If you are holding shares in your demat account with NSDL or CDSL) option available on www.evoting.nsdl.com.
 - b) Physical User Reset Password?” (If you are holding shares in physical mode) option available on www.evoting.nsdl.com.
 - c) If you are still unable to get the password by aforesaid two options, you can send a request at evoting@nsdl.co.in mentioning your demat account number/folio number, your PAN, your name and your registered address.
 - d) Members can also use the OTP (One Time Password) based login for casting the votes on the e-Voting system of NSDL.
7. After entering your password, tick on Agree to “Terms and Conditions” by selecting on the check box.
8. Now, you will have to click on “Login” button.
9. After you click on the “Login” button, Home page of e-Voting will open.

Details on Step 2 is given below:

How to cast your vote electronically on NSDL e-Voting system?

1. After successful login at Step 1, you will be able to see the Home page of e-Voting. Click on e-Voting. Then, click on Active Voting Cycles.
2. After click on Active Voting Cycles, you will be able to see all the companies “EVEN” in which you are holding shares and whose voting cycle is in active status.
3. Select “EVEN” of company for which you wish to cast your vote.
4. Now you are ready for e-Voting as the Voting page opens.

5. Cast your vote by selecting appropriate options i.e. assent or dissent, verify/modify the number of shares for which you wish to cast your vote and click on "Submit" and also "Confirm" when prompted.
6. Upon confirmation, the message "Vote cast successfully" will be displayed.
7. You can also take the printout of the votes cast by you by clicking on the print option on the confirmation page.
8. Once you confirm your vote on the resolution, you will not be allowed to modify your vote.

General Guidelines for shareholders

- 1 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. with attested specimen signature of the duly authorized signatory(ies) who are authorized to vote, to the Scrutinizer by e-mail to jaymehtaandassociates@gmail.com with a copy marked to evoting@nsdl.co.in.
2. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential. Login to the e-voting website will be disabled upon five unsuccessful attempts to key in the correct password. In such an event, you will need to go through the "[Forgot User Details/Password?](#)" or "[Physical User Reset Password?](#)" option available on www.evoting.nsdl.com to reset the password.
3. In case of any queries, you may refer the Frequently Asked Questions (FAQs) for Shareholders and e-voting user manual for Shareholders available at the download section of www.evoting.nsdl.com or call on toll free no.: 1800-222-990 or send a request to (Name of NSDL Official) at evoting@nsdl.co.in

Process for those shareholders whose email ids are not registered with the depositories for procuring user id and password and registration of e mail ids for e-voting for the resolutions set out in this notice:

1. In case shares are held in physical mode please provide Folio No., Name of shareholder, scanned copy of the share certificate (front and back), PAN (self attested scanned copy of PAN card), AADHAR (self attested scanned copy of Aadhar Card) by email to cs@aiocd.com.
2. In case shares are held in demat mode, please provide DPID-CLID (16 digit DPID + CLID or 16 digit beneficiary ID), Name, client master or copy of Consolidated Account statement, PAN (self attested scanned copy of PAN card), AADHAR (self attested scanned copy of Aadhar Card) to cs@aiocd.com.

THE INSTRUCTIONS FOR MEMBERS FOR E-VOTING ON THE DAY OF THE AGM ARE AS UNDER:-

1. The procedure for e-Voting on the day of the AGM is same as the instructions mentioned above for remote e-voting.
2. Only those Members/ shareholders, who will be present in the AGM through VC/OAVM facility and have not casted their vote on the Resolutions through remote e-Voting and are otherwise not barred from doing so, shall be eligible to vote through e-Voting system in the AGM.
3. Members who have voted through Remote e-Voting will be eligible to attend the AGM. However, they will not be eligible to vote at the AGM.
4. The details of the person who may be contacted for any grievances connected with the facility for e-Voting on the day of the AGM shall be the same person mentioned for Remote e-voting.

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

1. Member will be provided with a facility to attend the AGM through VC/OAVM through the NSDL e-Voting system. Members may access the same at <https://www.evoting.nsdl.com> under Shareholders/Members login by using the remote e-voting credentials. The link for VC/OAVM will be available in Shareholder/Members login where the EVEN 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 to avoid last minute rush. Further members can also use the OTP based login for logging into the e-Voting system of NSDL.
2. Members are encouraged to join the Meeting through Laptops for better experience.
3. Further Members will be required to allow Camera and use Internet with a good speed to avoid any disturbance during the meeting.
4. Please note that Participants Connecting from Mobile Devices or Tablets or through Laptop connecting 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.
5. In case of grievances connected with facility for voting by electronic means, Members are requested to contact Ms Pallavi Mhatre, at evoting@nsdl.co.in or pallavid@nsdl.co.in or on 022-2499 45 45. Members may also write to him at NSDL, Trade World, 'A' Wing, 4th Floor, Kamala Mills Compound, Senapati Bapat Marg, Lower Parel, Mumbai 400 013.

EXPLANATORY STATEMENT

As required by Section 102 of the Companies Act, 2013, the following Explanatory Statement sets out material facts relating to the business under item no. 2 to 4 of the accompanying Notice dated October 23, 2020.

Item No.2

Details of Mr. Vijay Pandurang Patil (DIN:084255165), Director retiring by rotation and being eligible for reappointment:

Date of Birth	July 06, 1973
Age	47 Years
Qualifications	D.Pharm
Experience	26 years of experience in pharma retail & distribution
Terms and Conditions of appointment	As mutually agreed between the Company and Mr. Vijay Pandurang Patil
Date of first appointment	15/02/2019
Shareholding in the Company	5,500 Equity Shares
Relationship with other director/Manager and other KMP	N.A.
Number of Board Meetings attended during the financial year 2019 -20	3 of 4
Directorships/Designated Partnership on other Boards/LLP's	N.A.
Membership/Chairmanship of Committees of other Board	N.A.

Item No.3

On the recommendation of the Nomination & Remuneration Committee, the Board of Directors appointed **Mr. Prasad Waman Danave (DIN: 08425165)** as an Additional Director with effect from September 30, 2020. In terms of Section 161(1) of the Companies Act, 2013, Mr. Prasad Waman Danave holds office as additional director upto the date of this Annual General Meeting. The Company has received a notice in writing from a member under Section 160 of the Companies Act, 2013, proposing his candidature for the office of Director of the Company.

On the recommendation of the Nomination & Remuneration Committee, the Board of Directors appointed **Mr. Prasad Waman Danave (DIN: 08425165)** as Chief Financial Officer of the Company with effect from October 23, 2020.

Except **Mr. Prasad Waman Danave**, being an appointee, none of the Directors and Key Managerial Personnel of the Company and their relatives is concerned or interested, financial or otherwise, in the Resolution.

As stipulated under Secretarial Standard-2, brief profile of **Mr. Prasad Waman Danave**, including names of Companies in which he holds directorships and memberships/chairmanships of Board Committees, is provided in table below

Date of Birth	November 14, 1962
Age	58 years
Qualifications	Diploma in Pharmacy
Expertise	Expertise in pharma retail & distribution
Terms and Conditions of appointment	As mutually agreed between Company and Mr Prasad Waman Danave
Date of first appointment	30/09/2020
Shareholding in the Company	5000 Equity Shares
Relationship with other director/Manager and other KMP	N.A.
Number of Board Meetings attended during the financial year 2019-20	N.A.
Directorships/Designated Partnership on other Boards/LLP's	Credensure Corporate Solutions LLP
Membership/Chairmanship of Committees of other Board	N.A.

Item No.4

The Company had allotted 1,51,64,795, 8% Non-Cumulative Non-Convertible Redeemable Preference Shares, with a view to improve its net worth, on 18th April 2007, the Company had further allotted of 5,200, 8% Non-Cumulative Non-Convertible Redeemable Preference Shares on 5th March 2008.

Further, the period of redemption of Preference Shares for all the shares allotted on 18th April 2007 and 5th March 2008 was extended vide Special Resolution passed by the Shareholders on 19th October, 2011.

In view of the carried forward losses, the Board of Directors have been invariably led to approach the Preference Shareholders for seeking extension of the period of redemption of said Preference Shares. The Board believes that it would serve the long term interests of the Company as well as the Shareholders of the Company.

Section 48 of the Companies Act, 2013 provides that the rights attached to the shares of any class may be varied with the consent in writing of the holders of not less than three-fourths (3/4th) of the issued shares of that class or by means of a special resolution passed at a separate meeting of the holders of the issued shares of that class and if such variation by one class of shareholders affects the rights of any other class of shareholders, the consent of three-fourths (3/4th) of such other class of shareholders shall also be obtained. In view of the circumstances explained above, the Company requested Preference shareholders, for variation in terms and conditions of Preference shares, by changing the terms regarding extension of the redemption period for by 6 years i.e. from April 14, 2021 to April 13, 2027. Consent of the Preference Shareholder as required under the Section 48 of the Companies Act, 2013 which has already been obtained to this effect by Extra Ordinary General Meeting dated November 20, 2020.

The above proposal may be considered as affecting the rights of the existing Equity Shareholders of the Company also, and hence their consent is accordingly being sought.

None of the other Directors, Key Managerial Personnel and / or the relatives of the Directors / Key Managerial Personnel are, in anyway, concerned or interested in this resolution.

The Board of Directors of your Company recommends the passing of Special Resolution as set out in the Notice.

By Order of the Board of Directors

**Sd/-
JAGANNATH SHINDE
CHAIRMAN
DIN: 01435827**

Place: Mumbai

Date: 23rd October, 2020

DIRECTORS' REPORT

To,
The Members,
Maharashtra Safe Chemists and Distributors Alliance Limited,
CIN- U24239MH2006PLC165149
Mumbai

Your Directors have pleasure in presenting their 14th Annual Report on the business and operations of the Company and the Audited Financial Statements for the Financial Year ended on March 31st, 2020.

1. FINANCIAL HIGHLIGHTS:

(Amount in Rs.)

Particulars	2019-20	2018-19
Total Income	68,77,61,692	57,87,49,230
Profit / (Loss) before Tax	2,19,43,489	1,04,02,996
Profit after deductions	1,54,60,805	50,38,335
Add : Balance bought forward	(3,23,83,644)	(3,74,22,486)
Add: Additions during the year	1,54,60,805	50,38,335
Less: Transfer to Reserve	-	-
Surplus/(Deficit) carried forward	(1,69,22,839)	(32,384,151)

2. DIVIDEND

In view of the planned business growth, your Directors deem it proper to preserve the resources of the Company for its activities and therefore, do not propose any dividend for the Financial Year ended March 31st, 2020.

3. DEPOSITORY SYSTEM:

As the members are aware, the Company's Shares are compulsorily tradable in electronic form. As on March 31, 2020, 12.38% of the Company's total Equity Paid-up Capital representing 4,339,075 Equity Shares are in dematerialized form. In view of the numerous advantages offered by the Depository system as well as to avoid frauds, members holding shares in physical mode are advised to avail of the facility of dematerialization from either of the depositories. Accordingly, any investor desirous of transferring shares (which are held in physical form) can transfer only after their shares are dematerialized.

4. AMOUNT TO BE CARRIED TO RESERVES

The Company has not transferred any amount to the reserves during the current financial year.

5. BRIEF DESCRIPTION OF THE COMPANY'S WORKING DURING THE YEAR AND FUTURE OUTLOOK

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

Revenue from operations has increased from Rs. 55,47,57,656/-toRs. 66,42,19,685/- in the current year.

Company's profits have increased from 50,38,842/- from last year to Rs. 1,54,60,805/- in the current year.

Earning per share for the year is Rs.0.44/- which was Rs. 0.14/- last year

Revenue of the last F.Y. i.e. 01.04.2018 to 31.03.2019	Rs. 57,87,49,230/-
Revenue of the current F.Y. i.e. 01.04.2019 to 31.03.2020	Rs. 68,77,61,692/-

6. FUTURE OUTLOOK

Indian pharmaceutical industry is on a strong growth path with and we expect that our business sector will improve considerably and with the upcoming changes and development in the sector, we expect to improve our performance for the coming years. We are working relentlessly to curb and unify the Distribution Chain, which is highly fragmented.

7. CHANGE IN THE NATURE OF BUSINESS, IF ANY

During the year under review, there has been no change in the nature of business of the Company.

8. 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

During the year under the review, there have been no material changes and commitments affecting the Financial Position.

9. 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

The National Company Law Tribunal (NCLT), vide Order dtd. 5th March 2020, had issued order for conducting the General Meeting of the Shareholders of the Company, and other directions pertaining to Merger of the All Indian Origin Chemists and Distributors Limited (AIOCD Ltd.) and Maharashtra Safe Chemists and Distributors Alliance Limited (MSCDA Ltd). In its order, the NCLT has done away with Meeting of Creditors. The NCLT convened Meeting of the Shareholders of MSCDA Ltd is proposed to be convened on 20th November, 2020.

10. DETAILS OF SUBSIDIARY/JOINT VENTURES/ASSOCIATE COMPANIES

There is no other company(s) which have become or ceased to be its Subsidiaries, joint ventures or associate companies during the year.

11. DEPOSITS

The Company has neither accepted nor renewed any "deposits" within the meaning of Section 73 of the Companies Act, 2013 during the year under review.

12. STATUTORY AUDITORS

The Company at its 11th Annual General Meeting held on 27th September 2017 has appointed **Mitesh Mehta & Associates , Chartered Accountants** (firm Registration no. 106447W), Mumbai, as Statutory Auditors to hold office as the Statutory Auditors of the Company up to the conclusion of 16th AGM of the Company to be held in 2022, subject to the ratification by the shareholders in the Annual General Meeting. The recent Companies Amendment Act 2017 has done away with the requirement to ratify the auditors in every Annual General Meeting. Considering the same going forward the appointment of the Statutory Auditor is not subject to ratification every year.

13. AUDITORS' REPORT

The Auditor's Report to the Members on the Accounts of the Company for the financial year ended March 31st, 2020 does not contain any qualification, reservation or adverse remark.

14. SECRETARIAL AUDITOR'S

In terms of Section 204 of the Companies Act, 2013, on the recommendation of the Audit Committee, the Board of Directors had appointed M/s. Deepa Gupta., Practicing Company Secretaries (PCS Registration No. 8168) as the Secretarial Auditors of the Company for the financial year 2020-21. The Company has received their consent for appointment. The Secretarial Audit was carried out by M/s. Deepa Gupta., Practicing Company Secretaries (PCS Registration No. 8168) for the Financial Year 2019-20. The Report given by the Secretarial Auditors is annexed as **Annexure – II** and forms integral part of this Report.

There has been no qualification, reservation or adverse remark or disclaimer in their Report.

15. SHARE CAPITAL

A) Issue of equity shares with differential rights

Company has not issued any equity shares with differential rights.

B) Issue of sweat equity shares

Company has not issued any sweat equity shares

C) Issue of employee stock options

Company has not issued any stock options to employees

D) Provision of money by company for purchase of its own shares by employees or by trustees for the benefit of employees

Company has not provided money to its employees or to any employees' trust for purchase of its own shares.

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

Conservation of Energy

i.	the steps taken or impact on conservation of energy	Company's operation does not consume significant amount of energy.
ii.	the steps taken by the company for utilising alternate sources of energy	Not applicable, in view of comments in clause (i)
iii.	the capital investment on energy conservation equipments	Not applicable, in view of comments in clause (i)

i.	the efforts made towards technology absorption	The company is engaged in Activities of Distribution of Pharmaceutical and FMCG products .In view of this Company has nothing to report under this head
ii.	the benefits derived like product improvement, cost reduction, product development or import substitution	
iii.	in case of imported technology (imported during the last three years reckoned from the beginning of the financial year) - NIL	
	a.	the details of technology imported
	b.	the year of import
	c.	whether the technology been fully absorbed
	d.	if not fully absorbed, areas where absorption has not taken place, and the reasons thereof; and
iv.	the expenditure incurred on Research and Development	Nil

Foreign exchange earnings and Outgo (in Rupees) -

i.	Foreign Exchange earned in terms of actual inflows during the year	Nil
ii.	Foreign Exchange outgo during the year in terms of actual outflows	Nil

17. RISK MANAGEMENT

Risk Management is the process of identification, assessment and prioritization of risks followed by coordinated efforts to minimize, monitor and mitigate/control the probability and/or impact of unfortunate events or to maximise the realization of opportunities. The Company has laid down a comprehensive Risk Assessment and Minimization Procedure which is reviewed by the Board from time to time. These procedures are reviewed to ensure that executive management controls risk through means of a properly defined framework. The major risks have been identified by the Company and its mitigation process/measures have been formulated in the areas such as business, project execution, event, financial, human, environment and statutory compliance.

18 IMPACT OF COVID-19

The Management does not see any medium to long term risks in the Company's ability to continue as a going concern and meeting its various liabilities and compliances.

19. DIRECTORS AND KEY MANAGERIAL PERSONNEL (KMP):

As on date, your Board of Directors comprises of following Directors and KMP's:

Mr. Jagannath Sakharam Shinde	–Chairman
Mr. Jugalkishor Kisanlal Tapadiya	–Managing Director
Mr. Devesh Amubhai Pathak	–Independent Director

Mr. Parari Athmaram Patil	–Independent Director
Mr. Vijay Pandurang Patil	–Non Executive Director
Mr. Prasad Waman Danave*	–Additional Director and CFO
Ms. Smita Laxman Bagade#	– Company Secretary

In terms of Section 152 and 160 of the Companies Act, 2013 and in accordance with the Articles of Association of the Company, **Mr. Vijay Pandurang Patil** (DIN: 06708245) would retire at the ensuing Annual General Meeting and being eligible offer himself for reappointment. Requisite Notice has been received in respect of his reappointment as a Retiring Director. The Board recommends his appointment.

***Mr. Prasad Waman Danave** (DIN: 08425165) was appointed as Additional Director w.e.f. 30th September 2020 and will be regularized in upcoming Annual General Meeting.

***Mr. Prasad Waman Danave** was appointed as Chief Financial Officer w.e.f. 23rd October 2020.

Ms. Smita Laxman Bagade was appointed as a Company Secretary, w.e.f. 19th February 2020.

Mr. Ravindra Savant (DIN: 00569661) was resigned from the Board w.e.f. 1st October 2019 due to end of his term as an Independent Director.

Mr. Dhaval Harshad Bharwada was resigned from the post of Chief Financial Officer w.e.f. 12th October 2020.

Ms. Aditi Aniruddha Bhor was resigned from the post of Company Secretary w.e.f. 23rd December, 2019.

The Company has received requisite disclosures and undertakings from all the Directors under section 149(7) of Companies Act, 2013 and other applicable statutes.

20. DECLARATION BY AN INDEPENDENT DIRECTOR(S)

The Company has received necessary declarations from Independent Directors under section 149(7) of Companies Act, 2013, that he meets the criteria of independence laid down under section 149(6) of Companies Act, 2013.

The Declarations pertaining to compliance of Rule 6(3) of the Companies (Appointment and Qualification of Directors) Rules, 2014, (Registration of Independent Director on IICA Databank), have also been received from the Independent Directors.

21. POLICY ON DIRECTORS APPOINTMENT AND REMUNERATION

The Nomination and Remuneration Committee is responsible for developing competency requirements for the Board based on the industry and strategy of the Company. The Board composition analysis reflects in-depth understanding of the Company, including its strategies, environment, operations, financial condition and compliance requirements.

The Nomination and Remuneration Committee conducts a gap analysis to refresh the Board on a periodic basis, including each time a Director's appointment or re-appointment is required. The Committee is also responsible for reviewing and vetting the CVs of potential candidates vis-à-vis the required competencies and meeting potential candidates, prior to making recommendations of their nomination to the Board. At the time of appointment, specific requirements for the position, including expert knowledge expected, is communicated to the appointee.

The details of ratio of remuneration to each Director to the median employee's remuneration are not applicable since no remuneration is paid to the Managing Director / Non-executive Independent Directors of the Company.

CRITERIA FOR DETERMINING QUALIFICATIONS, POSITIVE ATTRIBUTES AND INDEPENDENCE OF A DIRECTOR:

The Nomination and Remuneration Committee has formulated the criteria for determining qualifications, positive attributes and independence of Directors in terms of provisions of Section 178 (3) of the Act.

Independence: In accordance with the above criteria, a Director will be considered as an 'Independent Director' if he/ she meet the criteria for 'Independent Director' as laid down in 149(6) of Companies Act, 2013.

Qualifications: A transparent Board nomination process is in place that encourages diversity of thought, experience, knowledge, perspective, age and gender. It is also ensured that the Board has an appropriate blend of functional and industry expertise. While recommending the appointment of a Director, the Nomination and Remuneration Committee considers the manner in which the function and domain expertise of the individual will contribute to the overall skill-domain mix of the Board.

Positive Attributes: In addition to the duties as prescribed under the Act, the Directors on the Board of the Company are also expected to demonstrate high standards of ethical behavior, strong interpersonal and communication skills and soundness of judgment.

ANNUAL EVALUATION OF BOARD PERFORMANCE ITS COMMITTEES AND OF DIRECTORS:

The Nomination and Remuneration Committee has defined the evaluation criteria, procedure and time schedule for the Performance Evaluation process for the Board, its Committees and Directors.

The Board's functioning was evaluated on various aspects, including inter alia degree of fulfillment of key responsibilities, Board structure and composition, establishment and delineation of responsibilities to various Committees, effectiveness of Board processes, information and functioning.

The performance evaluation of the Chairman and the Non Independent Directors was carried out by the Independent Directors who also reviewed the performance of the Board as a whole. The Nomination and Remuneration Committee also reviewed the performance of the Board, its Committees and of the Directors.

22. NUMBER OF MEETINGS OF THE BOARD OF DIRECTORS:

a) Details of Board Meetings held during the year-

4 (Four) Board Meetings were held during the financial year from 1st April, 2019 to 31st March, 2020.

Sr. No.	Date of Meeting
1	07 th June 2019
2	28 th August 2019
3	13 th December 2019
4	19 th February 2020

The maximum interval between any two Meetings did not exceed 120 days.

b) Attendance of each Director at the Board Meetings and the last AGM during the year 1st April 2019 to 31st March 2020

Name of the Director	No. of Board Meetings attended (total held during tenure)	Last AGM attendance (Yes/No)
Mr. Jagannath Shinde	4 (4)	Yes
Mr. Jugalkishor Tapadiya	4 (4)	Yes

Mr. Ravindra Savant*	2 (2)	No
Mr. Parari Patil	4 (4)	Yes
Mr. Devesh Pathak#	2 (2)	Yes
Mr. Vijay Patil	3 (4)	Yes

*Ceased to be Independent Director w.e.f. 01st October, 2019

#Appointed as an Independent Director w.e.f. 28th August, 2019

c) Committees of the Board:

The Board of Directors have constituted following committees in order to effectively cater its duties towards diversified role under the Companies Act, 2013:

- **Audit Committee:**

The Committee primarily acts in line with the Section 177 of the Companies Act, 2013. The Committee oversees the Company's financial reporting process and internal control system and, ensures that the financial statements are correct, sufficient and credible. The Committee reviews the annual and quarterly financial statements before submission to the Board for approval. The Committee has been entrusted with the responsibility of reviewing Internal Audit findings and ensuring adequacy of internal control systems. The Committee recommends to the Board, appointment of external auditors and payment of fees. The Committee holds regular discussions with the Internal, Statutory Auditors about their scope of audit and holds post audit discussions with the Auditors. The Statutory, Internal Auditor, the, Finance & Accounts Team of the Company are invited for the meetings of the Committee. Recommendations of the Committee are accepted by the Board of Directors from time to time.

- **Nomination and Remuneration Committee:**

The Committee reviews appointment of directors and key managerial persons. The Committee has formulated the criteria for determining qualifications, positive attributes and independence of a director. The Board upon recommendation from the Committee has formulated a policy, relating to the remuneration for the directors, and other employees. The Committee oversees the following self-evaluation process, used by the Directors, by the Board and by each committee of the Board to determine their effectiveness and opportunities for improvement. Each Board member is requested to evaluate the effectiveness of the Board dynamics and relationships, information flow, value addition, governance, and the effectiveness of the whole Board and its various committees in descriptive manner. Feedback on each Director is encouraged to be provided as a part of survey.

Remuneration policy

The Company's remuneration policy is driven by the success and performance of the individual employees and the Company. Our compensation philosophy is to align Directors and Company's compensation with our business objectives, so that compensation is used as a strategic tool that helps us recruit, motivate and retain highly talented individuals who are committed to our core values. We believe that our compensation programs are integral to achieving our goals. Through its compensation programme, the Company endeavors to attract, retain, develop and motivate a high performance workforce. The Company follows a compensation mix of fixed pay, benefits and performance based variable pay. Individual performance pay is determined by business performance of the Company. The Company pays

remuneration by way of salary, benefits, perquisites and allowances (fixed component) and performance incentives, commission to Director annual increments are decided by the Compensation Committee within the salary scale approved by the Board and Shareholder.

• **Stakeholders' Relationship Committee:**

The committee primarily acts in line with Section 178 of the Companies Act, 2013 and Rules made thereunder. The committee addresses and resolves the grievances/requests of the Shareholders.

Details of the constitution of each committee and number of meetings attended by individual Director is as under:

Audit Committee	Nomination and Remuneration Committee	Stakeholders Relationship Committee
Mr. Devesh Pathak	Mr. Devesh Pathak	Mr. Parari Patil
Mr. Parari Patil	Mr. Parari Patil	Mr. Jagannath Shinde
Mr. Jagannath Shinde	Mr. Jagannath Shinde	Mr. Jugalkishor Tapadiya

COMMITTEE MEETINGS

1)

No. of Committees		3		
Name of the Committee		Audit Committee		
Sr. No.	Date of Meeting	Total No. of Directors on the date of Meeting	No. of Directors attended	% of Attendance
1	07/06/2019	3	3	100
2	28/08/2019	3	3	100
3	13/12/2019	3	3	100
4	19/02/2020	3	3	100

2)

Name of the Committee		Nomination and Remuneration Committee		
Sr. No.	Date of Meeting	Total No. of Directors on the date of Meeting	No. of Directors attended	% of Attendance
1	28/08/2019	3	3	100
2	19/02/2020	3	3	100

3)

Name of the Committee		Shareholders Relationship Committee		
Sr. No.	Date of Meeting	Total No. of Directors on the date of Meeting	No. of Directors attended	% of Attendance
1	19/02/2020	3	3	100

Date of independent Directors Meeting and attendance details

Sr. No.	Date of Meeting	Total No. of Directors on the date of Meeting	No. of Directors attended	% of Attendance
1	19/02/2020	2	2	100

23. PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS UNDER SECTION 186

Details of Loans, Guarantees and Investments covered under the provisions of Section 186 of the Companies Act, 2013 are provided in Notes to the Financial Statements.

24. PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES:

All related party transactions that were entered into during the financial year ended 31st March, 2020 were in the ordinary course of business at arm's length. Therefore, the provisions of Section 188 of the Companies Act, 2013 were not attracted. Further, there are no materially significant related party transactions during the year under review made by the Company with Promoters, Directors, Key Managerial Personnel or other designated persons which may have a potential conflict with the interest of the Company at large.

The particulars of contracts or arrangements with related parties as prescribed in Form AOC - 2 is appended as **Annexure I**.

25. PARTICULARS OF EMPLOYEES:

There are no employees drawing remuneration of Rs. 1,02,00,000/- p.a if employed throughout the financial year or drawing remuneration of Rs. 8,50,000/- per month if employed for part thereof.

There are no employees drawing remuneration in excess of that drawn by MD/WTD/Manger and holding 2% of equity shares himself and/or with spouse and dependent children.

26. MERGER OF AIOCDL WITH MSCDAL:

The Board of Directors of your Company had at its meeting held on 08th December 2017, approved the Merger of All Indian Origin Chemists and Distributors Limited with Maharashtra Safe Chemists and Distributors Alliance Limited. The said Merger is subject to receipt of necessary approvals of Shareholders, National Company Law Tribunal and other Regulatory authorities as may be required.

The National Company Law Tribunal (NCLT), vide Order dtd. 5th March 2020, had issued order for conducting the General Meeting of the Shareholders of the Company, and other directions pertaining to Merger of the All Indian Origin Chemists and Distributors Limited (AIOCD Ltd.) AND Maharashtra Safe Chemists and Distributors Alliance Limited (MSCDA Ltd). In its order, the NCLT has done away with Meeting of Creditors. The NCLT convened Meeting of the Shareholders of MSCDA Ltd is proposed to be convened on 20th November, 2020.

27. EXTRACT OF THE ANNUAL RETURN

The details forming part of the extract of Annual Return in prescribed Form MGT 9 is annexed hereto as **Annexure III** and forms the part of this Report.

28. DIRECTORS' RESPONSIBILITY STATEMENT AS REQUIRED UNDER SECTION 134 (3) (c) OF THE COMPANIES ACT, 2013

Pursuant to Section 134(5) of the Companies Act, 2013 the Board of Directors of the Company confirms that-

- a) In the preparation of the annual accounts for the year ended 31st March, 2020, the Company has followed the applicable accounting standards and there are no material departures from the same;
- b) The Directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at 31st March, 2020 and of the profit and loss of the Company for that period;
- c) The Directors have taken proper and sufficient care for the maintenance of adequate accounting records in

accordance with the provisions of the Companies Act, 2013, for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;

- d) The Directors have prepared the annual accounts on a 'going concern' basis;
- e) The Company being unlisted, sub clause (e) of section 134(3) of the Companies Act, 2013 pertaining to laying down internal financial controls is not applicable to the Company;
- f) the Directors have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems are adequate and operating effectively.

29. HUMAN RESOURCES

The Company treats its "human resources" as one of its most important assets. The Company continuously invests in attraction, retention and development of talent on an ongoing basis. A number of programs that provide focused people attention are currently underway. Your Company thrust is on the promotion of talent internally through job rotation and job enlargement.

30. DISCLOSURES UNDER SEXUAL HARASSMENT OF WOMEN AT WORK PLACE (PREVENTION, PROHIBITION & REDRESSAL) ACT, 2013

The Company is committed to provide a safe and conducive work environment to its employees.

During the year under review, no case of sexual harassment was reported. The Company has constituted a Internal Compliance Committee under the POSH Act, 2013. The Company is committed to comply with all the requirements of the POSH Act 2013.

31. COMPLIANCE WITH SECRETARIAL STANDARDS

Your company has devised proper systems to ensure compliance of applicable Secretarial Standards.

32. ADEQUACY OF INTERNAL FINANCIAL CONTROLS WITH REFERENCE TO FINANCIAL STATEMENTS

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

33. ACKNOWLEDGEMENTS

Your Directors acknowledge with gratitude, the co-operation, valuable assistance and guidance extended by the Management, service providers, Company's banker, shareholders and various institutions of the Central and State Governments during the year under review.

The Directors put on record appreciation for the devoted services of all employees, and the continued supports from the customers, vendors, members during the year under review.

For and on behalf of the Board of Directors

Sd/-

Mr. Jagannath Shinde
Chairman
DIN: 01435827

Date: 23rd October 2020
Place: Mumbai

**“ANNEXURE I”
FORM NO. AOC -2**

(Pursuant to clause (h) of sub-section (3) of section 134 of the Act and 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 arms length transaction under third proviso thereto.

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

Maharashtra Safe Chemists And Distributors Alliance Limited has not entered into any contract or arrangement or transaction with its related parties which is not at arm's length during financial year 2019-20.

Name (s) of the related party & nature of relationship	Nature of contracts/ arrangement s/ transaction	Duration of the contracts / arrangements/ transaction	Salient terms of the contracts or arrangements or transaction including the value, if any	Justification for entering into such contracts or arrangements or transactions'	Value (Rs.)	Date of approval by the Board	Amount paid as advances, if any	Date on which the special resolution was passed in General meeting as required under first proviso to section 188
-	-	-	-	-	-	-	-	-

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

Name (s) of the related party & nature of relationship	Nature of contracts/ arrangements/ transaction	Duration of the contracts / arrangements/ transaction	Salient terms of the contracts or arrangements or transaction including the value, if any	Justification for entering into such contracts or arrangements or transactions'	Value (Rs.)	Date of approval by the Board	Amount paid as advances, if any	Date on which the special resolution was passed in General meeting as required under first proviso to section 188
All Indian Origin Chemists & Distributors Ltd	Leave & License Agreement	1st May 2008 – (subject to renewal)	Leave & License Agreement	Administrative Convenience	14,16,000/-	03.09.2014	NA	30.09.2014
All Indian Origin Chemists & Distributors Ltd	Expense Sharing Agreement	30 th March 2012 - Ongoing	Sharing of utility expenses	Administrative Convenience	4,81,000/-	03.09.2014	NA	30.09.2014
All Indian Origin Chemists & Distributors Ltd	Sales And Distribution Agreement	1 st October, 2017 - 30 th September, 2020	Appointment as non - exclusive Distributor	Administrative Convenience	35,97,000/-	03.09.2014 & 23.08.2017	NA	30.09.2014 & 27.09.2017
AIOCD Pharmasoftech AWACS Private Limited	Leave & License Agreement	1 st October, 2017 - 30 th September, 2020	Leave & License Agreement	Administrative Convenience	21,96,000/-	03.09.2014 & 23.08.2017	NA	30.09.2014 & 27.09.2017
Tapadiya Distributors	Stockiest Agreement	25 th March 2015 - Ongoing	Supply of goods	Administrative Convenience	1,70,41,000/-	25.03.2015	NA	NA
Nancy Enterprises	Stockiest Agreement	25 th March 2015 - Ongoing	Supply of goods	Administrative Convenience	56,03,000/-	25.03.2015	NA	NA
Tapadiya Cosmogen	Stockist Agreement	15 th June 2016 - ongoing	Supply of goods	Administrative Convenience	3,28,20,000/-	08.06.2016	NA	NA
9M Pharamologic Private Limited	Stockist Agreement	12 th August 2019 - ongoing	Supply of goods	Administrative Convenience	50,60,000/-	07.06.2019	NA	NA

For and on behalf of the Board of Directors

Sd/-

**MR. JAGANNATH SHINDE
CHAIRMAN
DIN: 01435827**

Place: Mumbai

Date: 23rd October 2020

“ ANNEXURE II”

SECRETARIAL AUDIT REPORT

FOR THE FINANCIAL YEAR ENDED 31ST MARCH 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,
Maharashtra Safe Chemists and Distributors Alliance Limited
(CIN:U24239MH2006PLC165149)
6th Floor, Corporate Park II,
V. N. Purav Marg, Chembur, Mumbai 400071

I have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **Maharashtra Safe Chemists and Distributors Alliance Limited** (hereinafter called the company). Secretarial Audit was conducted in a manner that provided to me a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing my opinion thereon.

Based on my verification of the **Maharashtra Safe Chemists and Distributors Alliance Limited's** books, papers, minute books, forms and returns filed and other records maintained by the company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, I hereby report that in my opinion, the company has, during the audit period covering the financial year ended on 31st March 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:

I have examined the books, papers, minute books, forms and returns filed and other records maintained by **Maharashtra Safe Chemists and Distributors Alliance Limited** (“the Company”) for the financial year ended on 31st March 2020 according to the provisions of:

- (1) The Companies Act, 2013 (the Act) and the rules made there under;
- (2) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made there under; **(not applicable during the audit period)**
- (3) The Depositories Act, 1996 and the Regulations and Bye-laws framed there under; **(not applicable during the audit period)**
- (4) Foreign Exchange Management Act, 1999 and the rules and regulations made there under; **(not applicable during the audit period)**
- (5) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):- **(not applicable during the audit period)**
 - (a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
 - (b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
 - (c) The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015;
 - (d) The Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014;
 - (e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008;
 - (f) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;

- (g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009; and
- (h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998;
- (6) The Drugs (Prices Control) Order, 1995 / 2013
- (7) The Drugs & Cosmetics Act, 1940 and The Drugs & Cosmetics Rules, 1945
- (8) Food Safety and Standards Act, 2006 and Food Safety Standards Regulations (FSSR), 2011

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

- (a) Secretarial Standards issued by the Institute of Company Secretaries of India.
- (b) The Listing Agreement entered into by the Company with BSE Limited (BSE) and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015; **(Not applicable during the Audit Period)**

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

I further report that

The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. The changes in the composition of the Board of Directors that took place during the period under review were generally carried out in compliance with the provisions of the Act.

Adequate notice is given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent at least seven days in advance, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.

All the decisions at Board Meetings and Committee Meetings are carried through and recorded as part of the minutes.

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

I further report that during the audit period, there were no instances of:

- (i) Public/Right/Preferential issue of shares / debentures/sweat equity, etc.
- (ii) Redemption / buy-back of securities.
- (iii) Merger / amalgamation / reconstruction, etc.
- (iv) Foreign technical collaborations

Place : Mumbai
Date : 15/10/2020
UDIN: A020860B000954421

Sd/-
DEEPA GUPTA
ACS NO.: 20860
CP No.: 8168

“ANNEXURE –III”

**Form No. MGT-9
EXTRACT OF ANNUAL RETURN
As on The Financial Year Ended on March 31, 2020**

[Pursuant to section 92(3) of the Companies Act, 2013 and rule 12(1) of the Companies (Management and Administration) Rules, 2014]

I. REGISTRATION AND OTHER DETAILS:

i.	CIN	U24239MH2006PLC165149
ii.	Registration Date	16/10/2006
iii.	Name of the Company	MAHARASHTRA SAFE CHEMISTS AND DISTRIBUTORS ALLIANCE LIMITED
iv.	Category/Sub-Category of the Company	Public Limited Company
v.	Address of the Registered office and contact details	6 th Floor, Corporate Park - II,, V.N. Purav Marg, Chembur, Mumbai Maharashtra-400071 INDIA
vi.	Whether listed company	No
vii.	Name, Address and Contact details of Registrar and Transfer Agent, if any	Link Intime India Private Limited C-101, 247 Park, L.B.S. Marg , Vikhroli (West), Mumbai - 400 083.

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

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

Sr. No	Name and Description of main products/ services	NIC Code of the Product/ service	% to total turnover of the company#
1	Distribution services	46	97%

on the basis of gross turnover

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES

	Name And Address Of The Company	CIN/GLN	Holding/ Subsidiary /Associate	%of shares held	Applicable Section
1.	NA				

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

i. Category-wise Share Holding

Category of Shareholders	No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				% Change during The year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
A. Promoter									
1) Indian									
a) Individual/ HUF	-	461600	461600	1.3171	-	461600	461600	1.3171	0.0000
b) Central Govt	-	-	-	-	-	-	-	-	-
c) State Govt(s)	-	-	-	-	-	-	-	-	-
d) Bodies Corp	-	-	-	-	-	-	-	-	-
e) Banks / FI	-	-	-	-	-	-	-	-	-
f) Any Other	-	-	-	-	-	-	-	-	-
Subtotal(A)(1):-	-	461600	461600	1.3171	-	461600	461600	1.3171	0.0000
2) Foreign									
g) NRIs- Individuals	-	-	-	-	-	-	-	-	-
h) Other- Individuals	-	-	-	-	-	-	-	-	-
i) Bodies Corp.	-	-	-	-	-	-	-	-	-
j) Banks / FI	-	-	-	-	-	-	-	-	-
k) Any Other....	-	-	-	-	-	-	-	-	-
Total Promoter Shareholding (A)=(A)(1)+(A)(2)	-	461600	461600	1.3171	-	461600	461600	1.3171	0.0000
B. Public Shareholding									
1. Institutions									
a) Mutual Funds	-	-	-	-	-	-	-	-	-
b) Banks / FI	-	-	-	-	-	-	-	-	-
c) Central Govt.	-	-	-	-	-	-	-	-	-
d) State Govt.(s)	-	-	-	-	-	-	-	-	-
e) Venture Capital Funds	-	-	-	-	-	-	-	-	-
f) Insurance Companies	-	-	-	-	-	-	-	-	-
g) FIs	-	-	-	-	-	-	-	-	-
h) Foreign Venture Capital Funds	-	-	-	-	-	-	-	-	-

l) Others (specify)	-	-	-	-	-	-	-	-	-
Sub-total(B)(1)	-	-	-	-	-	-	-	-	-
2. Non Institutions	-	-	-	-	-	-	-	-	-
a) Bodies Corp.									
(i) Indian	50000	1019250	1069250	3.051	73500	1019250	1092750	3.1180	0.067
(ii) Overseas									
b) Individuals									
(i) Individual shareholders holding nominal share capital upto Rs. 1 lakh	14000	24220870	24234870	69.1513	1525150	22495120	24045770	68.6116	(0.5397)
(ii) Individual shareholders holding nominal share capital in excess of Rs 1 lakh	25000	7498150	7523150	21.4664	1004500	6704650	7709150	21.9971	0.5307
c) Others(Specify)									
(i) Directors	-	26500	26500	0.0756	-	26500	26500	0.0756	0.0000
(ii) Hindu Undivided Family		-	-	-	5100	-	5100	0.0146	0.0146
(iii) IEPF Suspense Account	1730825	-	1730825	4.9387	1730825	-	1730825	4.9387	0.0000
Sub-total(B)(2)	1819825	32764770	34584595	98.6829	4339075	30245520	34584595	98.6829	0
Total Public Shareholding (B)=(B)(1)+ (B)(2)	1819825	32764770	34584595	98.6829	4339075	30245520	34584595	98.6829	0
C. Shares held by Custodian for GDRs & ADRs	-	-	-	-	-	-	-	-	-
Grand Total (A+B+C)	1819825	33226370	35046195	100	4339075	30707120	35046195	100	-

ii. Shareholding of Promoters

Sr. No	Shareholder's Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% change in share holding during the year
		No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	
1.	SHINDE JAGANNATH SAKHARAM	1,40,100	0.3998	-	1,40,100	0.3998	-	-
2.	ANIL HARIKISAN NAVANDAR	1,00,000	0.2853	-	1,00,000	0.2853	-	-
3.	VAIJANATH EKNATH JAGUSHTE	1,01,500	0.2896	-	1,01,500	0.2896	-	-
4.	VINAY SHASHIKANT SHROFF	1,20,000	0.3424	-	1,20,000	0.3424	-	-

iii. Change in Promoters' Shareholding (please specify, if there is no change): No change

Sr. no		Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1					
	At the beginning of the year				
	Date wise Increase / Decrease in Promoters Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity etc)				
	At the End of the year				

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

Sr. no	Name of shareholder	Shareholding at the beginning of the year		Date	Reason	Increase/ Decrease in Shareholding		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company			No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1	Captive Audience Advertising Network And Reserach Pvt Ltd	529250	1.5101	01/04/2019		-	-	-	
				29/11/2019	Purchase of Shares	21000	increase	550250	1.5771
				17/01/2020	Purchase of Shares	2500	increase	552750	1.5772
2	All Indian Origin Chemists & Distributors Limited	540000	1.5408	01/04/2019	No Change	-	-	540000	1.5408
				31/03/2020		-	-	540000	1.5408
3	Rajendra Lingayat	177250	0.5057	01/04/2019	No Change	-	-	177250	0.5057
				31/03/2020		-	-	177250	0.5057
4	Rajendra Deshmukh	167250	0.4772	01/04/2019	No Change	-	-	167250	0.4772
				31/03/2020		-	-	167250	0.4772

Sr. no	Name of shareholder	Shareholding at the beginning of the year		Date	Reason	Increase/ Decrease in Shareholding		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company			No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
5	Nitin Rameshchandra Diwania	150000	0.4280	01/04/2019	No Change	-	-	150000	0.4280
				31/03/2020		-	-	150000	0.4280
6	Vikrant J. Shinde	120000	0.3424	01/04/2019	No Change	-	-	120000	0.3424
				31/03/2020		-	-	120000	0.3424
7	Nilesh Shivaji Shinde	120000	0.3424	01/04/2019	No Change	-	-	120000	0.3424
				31/03/2020		-	-	120000	0.3424
8	Nilesh K Wani	114750	0.3274	01/04/2019	No Change	-	-	114750	0.3274
				31/03/2020		-	-	114750	0.3274
9	Bhangale Sunil Ramdas	100000	0.2853	01/04/2019	No Change			100000	0.2853
				31/03/2020				100000	0.2853
10	Barkase Arun Sakharamji	100000	0.2853	01/04/2019	No Change	-	-	100000	0.2853
				31/03/2020		-	-	100000	0.2853

v. Shareholding of Directors and Key Managerial Personnel:

Sr. no	Name of shareholder	Shareholding at the beginning of the year		Date	Reason	Increase/ Decrease in Shareholding		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company			No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1	Jagannath Sakharam Shinde	140100	0.2736	31-03-2020	No change	0	0	140100	0.2736
2	Jugalkishor Kisanlal Tapadiya	21000	0.0599	31-03-2020	No change	0	0	21000	0.0599
3	Ravindra Manohar Savant*	0	0	01-10-2019	No change	0	0	0	0
4	Parari Athmaram Patil	0	0	31-03-2020	No change	0	0	0	0
5	Devesh Amubhai Pathak**	0	0	31-03-2020	No change	0	0	0	0
6	Vijay Pandurang Patil	5500	0.0156	31-03-2020	No change	0	0	5500	0.0156
7	Dhaval Harshad Bharwada	5000	0.0143	31-03-2020	No change	0	0	5000	0.0143
8	Aditi Aniruddha Bhor#	0	0	23-12-2019	No change	0	0	0	0
9	Smita Laxman Bagade@	0	0	31-03-2020	No change	0	0	0	0

*Ceased to be Director w.e.f. 01st October, 2019

** Appointed as Independent Director w.e.f. 28th August, 2019

#Ceased to be Company Secretary w.e.f. 23rd December, 2019

@ Appointed as Company Secretary w.e.f. 19th February, 2020

V. INDEBTEDNESS

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

Indebtedness at the beginning of the Financial year	Secured Loan	Unsecured Loan	Deposit	Total Indebtedness
(i) Principal amount	--	--	--	--
(ii) Interest due but not paid	--	--	--	--
(iii) Interest accrued but not due	--	--	--	--
Total	--	--	--	--
Changes in Indebtedness during the Financial year				
Addition	--	--	--	--
Reduction	--	--	--	--
Net changes	--	--	--	--
Indebtedness at the end of the Financial year				
(i) Principal amount	--	--	--	--
(ii) Interest due but not paid	--	--	--	--
(iii) Interest accrued but not due	--	--	--	--
Total	--	--	--	--

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

A. Remuneration to Managing Director, Whole-time Directors and/or Manager

(NOT APPLICABLE)

	Particulars of Remuneration	Name of MD/WTD/ Manager				Total Amount
	Gross salary (a)Salary as per provisions contained in section17(1) of the Income-tax Act, 1961 (b)Value of perquisites u/s 17(2)Income-tax Act, 1961 (c)Profits in lieu of salary undersection17(3)Income- taxAct,1961					
2.	Stock Option					
3.	Sweat Equity					
4.	Commission - as% of profit - others, specify...					
5.	Others, please specify					
6.	Total(A)					
	Ceiling as per the Act					

B. Remuneration to other directors:

(Amount in Rs.)

	Particulars of Remuneration	Parari Patil	Ravindra Savant*	Devesh Pathak**	Total Amount
	<u>Independent Directors</u> - Fee for attending board committee meetings - Commission - Others, please specify	80,000	40,000	40,000	1,60,000
	Total(1)	80,000	40,000	40,000	1,60,000
	<u>Other Non-Executive Directors</u> - Fee for attending board committee meetings - Commission - Others, please specify	-	-	-	
	Total(2)	-	-	-	
	Total(B)=(1+2)	80,000	40,000	40,000	1,60,000
	Total Managerial Remuneration				
	Overall Ceiling as per the Act				

* Ceased to be Director w.e.f. 01st October, 2019

** Appointed as Independent Director w.e.f. 28th August, 2019

C. Remuneration to Key Managerial Personnel Other Than MD/Manager/WTD

(Amount in Rs.)

Sr. no.	Particulars of Remuneration	Key Managerial Personnel				
		CEO	Ms. Aditi Bhor (Company Secretary)#	Ms. Smita Bagade (Company Secretary) @	CFO	Total
1.	Gross salary (a)Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961 (b)Value of perquisites u/s 17(2) Income-tax Act, 1961 (c)Profits in lieu of salary under section 17(3) Income-tax Act, 1961	NA	3,54,000	63,000	NA	4,17,000
		NA	NA	NA	NA	NA
		NA	NA	NA	NA	NA
2.	Stock Option	NA	NA	NA	NA	NA
3.	Sweat Equity	NA	NA	NA	NA	NA
4.	Commission - as % of profit - others, specify...	NA	NA	NA	NA	NA
5.	Others, please specify	NA	NA	NA	NA	NA
6.	Total		3,54,000	63,000	NA	4,17,000

 #ceased to be Company Secretary w.e.f. 23rd December, 2019

 @ Appointed as Company Secretary w.e.f. 19th February, 2020

VII. PENALTIES/PUNISHMENT/COMPOUNDING OF OFFENCES

Type	Section of the companies Act	Brief description	Details of Penalty/ Punishment/ Compounding fees imposed	Authority [RD/NCLT/ Court]	Appeal made. If any (give details)
A. Company					
Penalty	NA	NA	NA	NA	NA
Punishment	NA	NA	NA	NA	NA
Compounding	NA	NA	NA	NA	NA
B. Directors					
Penalty	NA	NA	NA	NA	NA
Punishment	NA	NA	NA	NA	NA
Compounding	NA	NA	NA	NA	NA
C. Other Officers In Default					
Penalty	NA	NA	NA	NA	NA
Punishment	NA	NA	NA	NA	NA
Compounding	NA	NA	NA	NA	NA

INDEPENDENT AUDITORS' REPORT

To the Members of **Maharashtra Safe Chemists and Distributors Alliance Limited**

Report on the Audit of the Standalone Financial Statements**Opinion**

We have audited the accompanying financial statements of **Maharashtra Safe Chemists and Distributors Alliance Limited**, which comprise the Balance Sheet as at March 31, 2020, the Statement of Profit and Loss and the Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Companies Act, 2013 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 its profit/loss, 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 Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules there under, 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.

Information Other than the Financial Statements and Auditor's Report thereon

The Company's Board of Directors is responsible for the other information. The other information obtained at the date of this auditor's report is information included in the Directors' report but does not include the financial statements and our auditor's report thereon

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

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

If, based on the work we have performed on the other information obtained prior to the date of this auditor's report, 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.

Responsibilities of Management and Those Charged with Governance for the Standalone Financial Statements

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

In preparing the financial statements, the Board of Directors 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 the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

That Board of Directors is also responsible for overseeing the company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

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

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

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

Our opinion is not modified in respect of this matter.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, and on the basis of such checks of the books and records of the

Company as we considered appropriate and according to the information and explanations given to us, we give in the “**Annexure A**” a statement on the matters specified in the paragraph 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 Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
- (d) In our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- (e) On the basis of the written representations received from the directors as on 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 refer to our separate report in “**Annexure B**” and
- (g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company has no pending litigations having impact on its financial position in its financial statements
 - ii. The Company has made provision, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long-term contracts.
 - iii. The company is required to transfer Rs. 26,32,250 /-amounts to Investor Education and Protection Fund during the year under consideration.

**For Mitesh Mehta & Associates
Chartered Accountants**

**Sd/-
Mitesh Mehta
(Proprietor)**

**Membership No.: 041518
Firm Registration No.: 106447W
UDIN No.: 20041518AAAACU7560**

**Place: - Mumbai
Date: - 23rd October, 2020**

“Annexure A” to Independent Auditor's Report

The Annexure referred to in our Independent Auditors' Report to the members of the Company on the standalone financial statements for the year ended 31 March 2020, we report that:

- (I) (a) In our opinion and according to the information and explanation given to us, the Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets, and further due to COVID-19 lockdown we are unable to conduct physical verification of Fixed assets.
- (b) In our opinion and according to the information and explanation given to us, the fixed assets of the company have been physically verified by Management of the Company at regular intervals and further due to COVID-19 lockdown we are unable to conduct physical verification of stock as on 31/03/2020 and sufficient and appropriate audit evidences taken from management. No material discrepancies were noticed on such verification.
- (c) In our opinion and according to the information and explanation given to us, the title deeds of the Immovable Property are held in the name of the Company.
- (ii) In our opinion and according to the information and explanation given to us, physical verification of inventory (Excluding stocks with third parties) has been conducted at reasonable intervals by the management. In our opinion and according to the information and explanation given to us, no material discrepancies have been noticed on physical verification.
- (iii) In our opinion and according to the information and explanation given to us, the Company has not granted any loans, secured or unsecured, to companies, firms, Limited Liability Partnership covered in the register maintained under section 189 of the Companies Act, 2013 ('the Act'). Accordingly, in our opinion the provisions of Clause 3(iii), (iii)(a), (iii)(b) & (iii)(c) of the said Order are not applicable to the Company.
- (iv) In our opinion and according to the information and explanations given to us, the provisions of section 185 and 186 of the Companies Act 2013 have been complied with in respect of the Loans, Investments and Guarantees.
- (v) In our opinion and according to the information and explanations given to us, the Company has not accepted any deposits from the public. Accordingly, in our opinion, the provisions of Clause 3(v) of the said Order are not applicable to the Company.
- (vi) In our opinion and according to the information and explanations given to us, the Company is not engaged in production, processing, manufacturing or mining activities for which the Central Government has prescribed the maintenance of cost records under section 148(1) of the Act. Accordingly, in our opinion the provisions of Clause 3(vi) of said Order are not applicable to the Company.
- (vii) In our opinion and according to the information and explanations given to us and on the basis of our examination of the records of the Company, amounts deducted/ accrued in the books of account in respect of undisputed statutory dues including provident fund, employees state insurance, income tax, sales tax, wealth tax, service tax, duty of customs, value added tax, cess and other material statutory dues have been regularly deposited during the year by the Company with the appropriate authorities. As explained to us, the Company did not have any dues on account of custom duty/excise. According to the information and explanations given to us, no other undisputed amounts payable in respect of provident fund, income tax, sales tax, wealth tax, duty of customs, value added tax, cess and other material statutory dues were in arrears as at 31 March 2020.
- (b) In our opinion and according to the information and explanations given to us, there are no material dues of Income Tax, Sales Tax, Wealth tax, Service Tax, duty of customs and cess which have not been deposited with the appropriate authorities on account of any dispute.
- (viii) In our opinion and according to the information and explanations given to us, the Company has not borrowed fund from financial institutions, banks. Accordingly, in our opinion the provisions of Clause 3(viii) of said Order are not applicable to the Company.
- (ix) In our opinion and according to the information and explanations given to us, the Company did not raise money by way of public issue or follow on offer; hence, the provision of Clause 3 (ix) of CARO 2016 is not applicable.

- (x) In our opinion and according to the information and explanations given to us, no fraud on or by the Company has been noticed or reported during the course of our audit.
- (xi) In our opinion and according to the information and explanations given to us, the Company did not pay managerial remuneration. Accordingly, in our opinion, paragraph 3(xi) of the Order is not applicable to the Company.
- (xii) In our opinion and according to the information and explanations given to us, Since the Company is not a Nidhi Company, paragraph 3 (xii) of CARO 2016 is not applicable.
- (xiii) In our opinion and according to the information and explanations given to us, all transactions with the related parties are in compliance with sections 177 and 188 of the Companies Act 2013 where applicable and the details have been disclosed in the Financial Statements etc. as required by Accounting Standards.
- (xiv) In our opinion and according to the information and explanations given to us, Since the Company has not made any preferential allotment/private placement of Shares or fully or partly Convertible Debentures, during the year under review, hence paragraph 3 (xiv) of CARO 2016 is not applicable.
- (xv) In our opinion and according to the information and explanations given to us, the Company has not entered into any Non cash Transactions as contemplated u/s 192 of the Companies Act 2013 with the Directors or persons connected with them, hence paragraph 3 (xv) of CARO 2016 is not applicable.
- (xvi) In our opinion and according to the information and explanations given to us, the company is not required to be registered u/s 45 IA of the Reserve Bank of India Act, 1934.

**For Mitesh Mehta & Associates
Chartered Accountants**

**Sd/-
Proprietor
Mitesh Mehta**

**Membership No. : - 041518
Firm Registration No.: 106447W
UDIN No.: 20041518AAAACU7560**

**Place: - Mumbai
Date: - 23rd October, 2020**

Annexure B To The Independent Auditor's Report of Even Date on The Financial Statements

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

We have audited the internal financial controls over financial reporting of **Maharashtra Safe Chemists and Distributors Alliance Limited** ("the Company") as of March 31, 2020 in conjunction with our audit of the Standalone financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls:

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

Auditors' Responsibility:

- Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") and the Standards on Auditing, to the extent applicable to an audit of internal financial controls, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.
- Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness.
- Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.
- We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified audit opinion on the Company's internal financial controls system over financial reporting.

Meaning of Internal Financial Controls over Financial Reporting

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

A company's internal financial control over financial reporting includes those policies and procedures that

- (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;
- (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and
- (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls over Financial Reporting:

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

According to the information and explanations given to us and based on our audit, the following material weaknesses have been identified as at March 31, 2020:

- a) The Company need to implement policies and procedures documented for the components of internal Control.
- b) The Company did not have adequate segregation of duties for procurement and marketing in Critical care division.
- c) The Company did not have a regular control process for reconciliation and confirmation of balances with all the parties.
- d) The Company did not have documented Authority Matrix for Approval of various types of transactions.
- e) The Company did not have documented process for Budgetary Control and variance analysis on a regular basis.
- f) The Company did not have documented policy for recovery of outstanding debts and claims for Price/Rate Difference, Discounts etc.

A 'material weakness' is a deficiency, or a combination of deficiencies, in internal financial control over financial reporting, such that there is a reasonable possibility that a material Misstatement of the company's annual or interim financial statements will not be prevented or detected on a timely basis.

In our opinion, except for the effects/possible effects of the material weaknesses described above on the achievement of the objectives of the control criteria, the Company has maintained, in all material respects, adequate internal financial controls over financial reporting and such internal financial controls over financial reporting were operating effectively as of March 31, 2020, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

We have considered the material weaknesses identified and reported above in determining the nature, timing, and extent of audit tests applied in our audit of the March 31, 2020 standalone financial statements of the Company, and these material weaknesses do not affect my / our opinion on the standalone financial statements of the Company.

**For Mitesh Mehta & Associates
Chartered Accountants**

**Sd/-
Mitesh Mehta
(Proprietor)**

**Membership No. : 041518
Firm Registration No.: 106447W
UDIN No.: 20041518AAAACU7560**

**Place: - Mumbai
Date: - 23rd October,2020**

FINANCIAL STATEMENTS
Balance Sheet As at 31st March, 2020

(Amount in Rs.)

	Note No	As at 31 st March, 2020	As at 31 st March, 2019
(I) EQUITY & LIABILITIES			
1) Shareholder`s Fund			
a) Share Capital	1	50,21,61,900	50,21,61,900
b) Reserves and Surplus	2	(1,39,33,273)	(2,93,94,078)
2) Non-Current Liabilities			
a) Long Term Borrowings			
b) Deferred Tax Liability (Net)		7,76,916	6,61,779
c) Other long Term Liabilities	3	6,00,000	6,00,000
d) Long Term Provisions	4	2,50,962	1,89,127
3) Current Liabilities			
a) Short Term Borrowings			
b) Trade Payables		2,42,24,591	3,28,73,293
c) Other Current Liabilities	5	1,48,11,772	1,31,44,762
d) Short Term Provision	6	1,93,15,407	1,22,66,884
Total Equity and Liabilities		54,82,08,275	53,25,03,669
II) ASSETS			
1) Non-Current Assets			
a) Fixed Assets	7		
i) Tangible Assets		4,51,94,004	4,40,77,769
ii) Intangible Assets			
iii) Capital Work-in-Progress			
iv) Intangible Assets Under Development			
b) Non-Current Investment	8	2,49,12,450	2,49,12,450
c) Deferred Tax Assets (Net)			
d) Long Term Loans and Advances	9	2,32,93,826	2,03,80,429
e) Other Non-Current Assets	10	11,09,960	20,42,739
2) Current Assets			
a) Current Investment			-
b) Inventory	11	8,38,34,696	5,21,08,741
c) Trade Receivables	12	7,75,28,827	5,39,02,862
d) Cash and Cash-Equivalents	13	27,49,20,597	30,62,12,832
e) Short Term Loans and Advances	14	18,19,785	40,19,200
f) Other Current Assets	15	1,55,94,130	2,48,46,646
Total Assets		54,82,08,275	53,25,03,669

The Notes referred to above are an integral part of the Balance Sheet

As per our attached report of even date

For Mitesh Mehta & Associates
Chartered Accountants

Sd/-
Mitesh Mehta
Proprietor
Membership No. : - 041518
Firm Registration No.: 106447W

Date : 23rd October, 2020
Place : Mumbai

For and on behalf of the Board

Sd/-
Jagannath S. Shinde
Chairman

Sd/-
Prasad Danave
Additional Director &
Chief Financial Officer

Sd/-
Smita Bagade
Company Secretary

Statement of Profit and Loss for the year ended on 31st March, 2020

		(Amount in Rs.)	
	Note No.	For the year ended 31 st March, 2020	For the year ended 31 st March, 2019
I) Income			
I) Income from Operations	16	66,42,19,685	55,47,57,656
II) Other Income	17	2,35,42,008	2,39,91,574
III) Total Revenue (I+II)		68,77,61,692	57,87,49,230
IV) Expenses :			
Cost of Materials Consumed			
Purchase		62,68,78,969	49,43,42,182
Changes in Inventory	18	(3,17,25,955)	72,36,336
Employee benefit expenses	19	1,24,88,080	1,17,84,623
Finance Cost	20	71,424	3,84,198
Depreciation and Amortization Expenses	21	18,33,715	15,91,711
Other Expenses	22	5,62,71,971	5,28,08,308
Total Expenses (IV)		66,58,18,203	56,81,47,359
V) Profit/(Loss) before prior period, exceptional and extraordinary items and tax (III-IV)		2,19,43,489	1,06,01,871
VI) Prior Period Expense			70,350
VII) Profit/(Loss) before exceptional and extraordinary items and tax (V-VI)		2,19,43,489	1,05,31,521
VIII) Exceptional Items			
Profit on Sale of Investment			
Profit/(Loss) on Sale of Fixed Assets			
Loss On Discarded Fixed Assets			(1,28,525)
Reduction in value due to lower NRV			
Loss due to Permanent Diminution in Value of Long Term Investment			
Net Loss due to expiry/damage/shortage of Goods			
IX) Profit/(loss) before extraordinary items and tax (VII-VIII)		2,19,43,489	1,04,02,996
X) Profit/(Loss) before Tax		2,19,43,489	1,04,02,996
XI) Tax Expenses			
i) Current Tax		63,67,548	50,32,626
ii) Deferred Tax		1,15,136	3,31,529
iii) Short Provision of Previous Years			
XII) Profit/(Loss) from Continuing Operations (X-XI)		1,54,60,805	50,38,842
XIII) Profit/(Loss) for the period		1,54,60,805	50,38,842
XIV) Earnings per Shares			
1) Basic		0.44	0.14
2) Diluted		0.44	0.14

The Notes referred to above are an integral part of the Balance Sheet
As per our attached report of even date

For Mitesh Mehta & Associates
Chartered Accountants

Sd/-
Mitesh Mehta
Proprietor
Membership No. : - 041518
Firm Registration No.: 106447W

Date : 23rd October, 2020
Place : Mumbai

For and on behalf of the Board

Sd/-
Jagannath S. Shinde
Chairman

Sd/-
Prasad Danave
Additional Director &
Chief Financial Officer

Sd/-
Smita Bagade
Company Secretary

Cash Flow Statement for the year ended 31st March, 2020

(Amount in Rs.)

	For the year ended 31 st March, 2020	For the year ended 31 st March, 2019
<u>(I) Cash Flow from Operating Activities</u>		
Net Profit Before Tax as per Profit and Loss Statement	2,19,43,489	1,04,02,996
Adjusted for:		
Depreciation and amortization Expenses	18,33,715	15,91,711
Loss on Sale/ Discard on Asset	-	1,28,525
Net Loss due to expiry/damage/shortage of Goods	-	-
Finance Cost	71,424	3,84,198
Operating Profit before Working Capital Changes	2,38,48,627	1,25,07,431
Adjusted for:		
Trade and Other Receivables	(2,36,25,965)	3,28,46,648
Inventories	(3,17,25,955)	72,36,336
Trade and Other Payables	(86,48,702)	(3,07,34,275)
Other Liabilities	16,67,009	(24,07,149)
Provisions	71,10,359	51,66,542
Loans and Advances	(7,13,981)	(88,37,204)
Other Current Assets	92,52,517	(1,53,97,235)
Other Non Current Assets	9,32,779	8,80,544
Cash Generated from Operations	(2,19,03,312)	12,61,638
Taxes Paid (Net)	63,67,548	50,32,626
Net Cash from Operating Activities	(2,82,70,861)	(37,70,988)
<u>(II) Cash Flow from Investing Activities</u>		
Purchase of Fixed asset	(29,49,950)	(8,58,495)
Purchase of Investments	-	-
Sale of Investment	-	-
Sale of Fixed Asset	-	-
Net Cash (Used in) Investing Activities	(29,49,950)	(8,58,495)
<u>(III) Cash Flow from Financing Activities</u>		
Finance Cost	(71,424)	(3,84,198)
Short Term Borrowing	-	-
Net Cash (Used in) / Generated from Financing Activities	(71,424)	(3,84,198)
Net (Decrease) in Cash and Cash Equivalent	(3,12,92,235)	(50,13,682)
Opening Balance of Cash and Cash Equivalent	30,62,12,832	31,12,26,511
Closing Balance of Cash and Cash Equivalent	27,49,20,597	30,62,12,832

The Notes referred to above are an integral part of the Balance Sheet

As per our attached report of even date

For Mitesh Mehta & Associates
Chartered Accountants

Sd/-
Mitesh Mehta
Proprietor
Membership No. : - 041518
Firm Registration No.: 106447W

Date : 23rd October, 2020
Place : Mumbai

For and on behalf of the Board

Sd/-
Jagannath S. Shinde
Chairman

Sd/-
Prasad Danave
Additional Director &
Chief Financial Officer

Sd/-
Smita Bagade
Company Secretary

NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2020

(Amount in Rs.)

Note - 1 Share Capital	As at 31st March, 2020	As at 31st March, 2019
Authorized Capital		
3,60,00,000 Equity Shares of Rs 10/- each	36,00,00,000	36,00,00,000
2,00,00,000 8% Preference Shares of Rs 10/- each	20,00,00,000	20,00,00,000
	56,00,00,000	56,00,00,000
Issued,Subscribed and Paid up Capital		
3,50,46,195 Equity share of Rs. 10/- each Fully Paid in Cash (P.Y 3,50,46,195 of Rs 10 each Fully Paid in Cash)	35,04,61,950	35,04,61,950
1,51,69,995, 8% Non-Cumulative Non-Convertible Preference Shares of Rs. 10/- each Fully Paid in cash, redeemable on 14th April, 2021.(P.Y. 1,51,69,995 , 8% Non-Cumulative Non-Convertible Pref.shares)	15,16,99,950	15,16,99,950
Total	50,21,61,900	50,21,61,900

Reconciliation of the number of shares outstanding at the beginning and at the end of the year

Particular	Equity Share Capital			
	As at 31.03.2020		As at 31.03.2019	
	No. of Shares	Amount of Share Capital	No. of Shares	Amount of Share Capital
No of shares at the beginning of the year	3,50,46,195	35,04,61,950	3,50,46,195	35,04,61,950
Add : Shares Issued during the year	-	-	-	-
No. of Shares at the end of the year	3,50,46,195	35,04,61,950	3,50,46,195	35,04,61,950

The Company has only one class of Equity Shares having a par value of Rs 10 per Share. Each holder of Equity Shares is entitled to one vote per share

Particular	Preference Share Capital			
	As at 31.03.2020		As at 31.03.2019	
	No. of Shares	Amount of Share Capital	No. of Shares	Amount of Share Capital
No of shares at the beginning of the year	1,51,59,995	15,15,99,950	1,51,59,995	15,15,99,950
Add : Shares Issued during the year	-	-	-	-
No. of Shares at the end of the year	1,51,59,995	15,15,99,950	1,51,59,995	15,15,99,950

None of the shareholders are holding more than 5% Shares in the company

NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2020
(Amount in Rs.)

	As at 31st March, 2020	As at 31st March, 2019
Note - 2 Reserves and Surplus	29,89,566	29,89,566
General Reserve		
Opening Balance		
Add: Additions During the year		
Transfer from Profit & Loss Account		
Less: Utilizations during the year		
Closing Balance	29,89,566	29,89,566
Profit & Loss A/c (Credit Balance)		
Opening Balance	(3,23,83,644)	(3,74,22,486)
Add: Additions During the year	1,54,60,805	50,38,842
Less: Utilizations during the year		
Transfer to General Reserve		
Proposed Dividend		
Dividend Distribution Tax		
Closing Balance	(1,69,22,839)	(3,23,83,644)
Total	(1,39,33,273)	(2,93,94,078)
Note - 3 Other Long term Liabilities		
Security Deposit Received	6,00,000	6,00,000
Total	6,00,000	6,00,000
Note - 4 Long Term Provisions		
Provisions for Employee Benefits	2,50,962	1,89,127
Total	2,50,962	1,89,127
Note - 5 Other Current Liabilities		
Unpaid Dividends	41,05,385	41,10,385
Others		
Payable to Employees	2,058	1,67,569
Non Trade Creditors	88,04,800	62,16,581
Salary / Wages Payable	8,44,885	7,62,399
Employees Contribution To Provident Fund Payable	1,05,882	85,326
ESIC Liability Payable	815	4,217
Profession Tax Payable	6,400	5,975
Duties & Taxes Payable	4,41,023	10,07,408
Advance From Customers	5,00,523	7,84,902
Total	1,48,11,772	1,31,44,762
Note - 6 Short Term Provisions		
Provisions for Employee Benefits	26,85,770	20,04,795
Others		
Provision For Taxation	1,66,29,637	1,02,62,089
Total	1,93,15,407	1,22,66,884

NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2020

(Amount in Rs.)

Note - 7 Fixed Assets

Sr. No.	Particulars	Gross Block				Depreciation				Net Block	
		Value as on 01.04.2019	Addition During the year	Deletion During the Year	Value as on 31.03.2020	Depreciation as on 01.04.2019	Addition During the year	Deletion During the Year	Depreciation as on 31.03.2020	WDV as on 31.3.2020	WDV as on 31.3.2019
Tangible Assets											
1	Land/Plot	-	-	-	6,28,75,422	2,20,67,742	7,79,143	-	2,28,46,885	4,00,28,537	4,08,07,681
2	Building	6,28,75,422	-	-	-	-	11,142	-	-	-	-
3	Plant and Machinery	16,73,305	12,35,296	-	16,73,305	10,43,265	11,142	10,54,406	10,54,406	6,18,899	6,30,040
	Electrical Installation	37,84,228	-	-	50,19,524	28,33,864	3,28,860	31,62,724	31,62,724	18,56,800	9,50,364
	Office Equipment	2,04,503	-	-	2,04,503	1,17,507	10,256	1,27,763	1,27,763	76,740	86,996
4	Plant and Machinery	67,61,280	7,96,658	-	75,57,938	63,00,776	51,551	63,52,327	63,52,327	12,05,611	4,60,504
5	Furniture and Fixtures	-	-	-	-	(0)	-	(0)	(0)	0	0
6	Vehicles (Cars)	30,58,681	3,93,423	-	34,52,104	21,05,921	5,08,593	26,14,513	26,14,513	8,37,590	9,52,760
7	Computer	25,71,167	3,13,728	-	28,84,895	23,81,744	1,26,389	25,08,133	25,08,133	3,76,762	1,89,424
8	Software	-	2,10,845	-	2,10,845	-	17,780	17,780	17,780	1,93,065	-
	Civil Work in Lease hold Assets	-	-	-	-	-	-	-	-	-	-
	Sub Total	8,09,28,587	29,49,950	-	8,38,78,536	3,68,50,818	18,33,715	-	3,86,84,532	4,51,94,004	4,40,77,769
(B) Intangible Assets											
	Total	8,09,28,587	29,49,950	-	8,38,78,536	3,68,50,818	18,33,715	-	3,86,84,532	4,51,94,004	4,40,77,769
	Previous year	8,26,35,163	8,58,495	25,65,072	8,09,28,887	3,76,95,660	15,91,711	24,36,369	3,68,50,818	4,40,77,769	4,49,39,513

NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2020

(Amount in Rs.)

	As at 31st March, 2020	As at 31st March, 2019
Note - 8 Non-Current Investments		
Investment in Unquoted Equity Shares 25,38,000 (P.Y. 25,38,000) Equity shares of Rs.10/- each fully paid up in All Indian Origin Chemists and Distributors Ltd.	2,49,12,450	2,49,12,450
Total	2,49,12,450	2,49,12,450
Note - 9 Long Term Loans and Advances		
Security Deposits (Unsecured, Considered Good)	35,86,153	28,86,153
<u>Other Loans and advances</u>		
Balance With Authorities	64,92,508	40,69,617
TDS, Income Tax & Advance Tax	1,32,15,166	1,34,24,659
Total	2,32,93,826	2,03,80,429
Note - 10 Other Non Current Assets		
<u>Long term Trade Receivables</u>		
i)Secured,Considered Good		
ii) Unsecured, Considered Good	2,18,70,780	2,18,46,433
iii) Doubtful		
iv) Due By Directors,Partners,etc		
<u>Less : Provision for doubtful debts</u>	2,07,60,820	1,98,03,693
Total	11,09,960	20,42,739
Note - 11 Inventory (As taken, Valued and Certified by the Management)		
Finished Goods at Cost	8,38,14,760	5,02,61,652
Less : Reduction in value due to lower NRV		
Closing Value of Finished Goods	8,38,14,760	5,02,61,652
Goods In Transit	19,936	18,47,089
Total	8,38,34,696	5,21,08,741
Note - 12 Trade Receivables		
<u>Trade Receivables (Less than Six Months)</u>		
i)Secured,Considered Good		
ii) Unsecured, Considered Good	7,33,28,211	5,14,22,057
iii) Doubtful		
iv) Due By Directors,Partners,etc		
<u>Trade Receivables (More than Six Months)</u>	42,00,616	24,80,805
<u>Less : Provision for doubtful debts</u>		
Total	7,75,28,827	5,39,02,862

NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2020

(Amount in Rs.)

	As at 31st March, 2020	As at 31st March, 2019
Note - 13 Cash and Cash Equivalent		
Balance With Bank	1,63,32,924	1,39,11,366
Earmarked Balance with Bank (Unpaid Dividend)	41,05,385	41,10,385
Cash on Hand	8,80,268	17,744
Bank Deposits upto 12 months maturity (Unencumbered)	4,33,84,550	20,67,95,818
Bank Deposits with More than 12 Months maturity (Unencumbered)	21,02,17,469	8,13,77,519
Total	27,49,20,597	30,62,12,832
Note - 14 Short Term Loans and Advances		
Prepaid Expenses	2,93,006	2,98,126
Loans and advances to related parties (giving details thereof); Others (specify nature). i) Secured, Considered Good		
ii) Unsecured, Considered Good	15,26,779	37,21,074
iii) Doubtful		
Total	18,19,785	40,19,200
Note - 15 Other Current Assets		
Advances Receivable in Cash or Kind	6,48,709	1,07,73,804
Advance to Suppliers (Unsecured, Considered Good)	1,43,44,586	1,36,17,007
Advance to Employees	6,00,835	4,55,835
Other Current Assets		
Total	1,55,94,130	2,48,46,646
Note - 16 Income From Operation		
Sale of Products	63,69,87,371	52,67,73,888
Export of Products	-	6,46,867
Sale of Services	2,72,32,313	2,73,36,901
Total	66,42,19,685	55,47,57,656
Note - 17 Other Income		
Interest Income	2,02,56,371	1,97,96,670
TDS C.Y. Rs.19,40,092 /- Rs (P.Y. Rs. 19,71,817/-)		
Other Non-Operating Income		
Rent on Immovable Property	30,61,200	29,85,943
Balances written back	64,049	8,51,370
Others	1,60,388	1,38,360
Foreign Exchange Fluctuation		2,19,230
Total	2,35,42,008	2,39,91,574
Note - 18 Changes in Inventory of Finished Goods, Work-In-Progress and Stock-in-Trade		
Closing Stock	8,38,34,696	5,21,08,741
Opening Stock	5,21,08,741	5,93,45,077
Total	3,17,25,955	(72,36,336)

NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2020

(Amount in Rs.)

	As at 31st March, 2020	As at 31st March, 2019
Note - 19 Employee Benefit Expenses		
Salaries to Employees	1,12,54,892	1,06,11,923
Contribution to Provident and other funds	8,89,072	9,44,605
Staff Welfare Expenses	3,44,116	2,28,095
Total	1,24,88,080	1,17,84,623
Note - 20 Finance Cost		
Interest Expenses	71424	3,84,198
Total	71,424	3,84,198
Note - 21 Depreciation and Amortization Expenses		
Depreciation	18,33,715	15,91,711
Total	18,33,715	15,91,711
Note - 22 Other Expenses		
Power and Fuel	13,43,837	11,44,835
Rent	74,33,672	49,86,735
Insurance	5,51,696	4,70,096
Rates and Taxes	16,18,102	13,54,679
Bad Debts		
Bad Debts	6,42,349	1,09,03,275
Add : Provision for doubtful debts	2,07,60,820	1,98,03,693
Less : Last year's provision for doubtful debts	1,98,03,693	2,19,45,376
	15,99,475	87,61,592
Miscellaneous Expenditure		
C & F Expenses	59,44,014	17,42,878
Net Loss /(Gain) due to expiry/damage/shortage of Goods	3,28,877	11,12,464
Postage & Communication Expenses	8,20,322	12,49,771
Office Expenses	5,98,193	3,99,787
Stationery, Printing Expenses	9,59,405	8,98,598
Society Maintenance Charges	2,59,019	3,46,800
Information Technology Expenses	5,04,741	2,83,092
Professional And Legal Expenses	36,05,583	22,87,080
Product Registration charges	3,44,869	59,760
Repairs And Maintenance	1,68,861	2,66,667
Travel & Conveyance Expenses	13,70,264	10,48,735
Foreign Travelling Expenses		-
Interest on TDS, TCS & MSME	83,839	3,078
Selling & Distribution		
Freight	56,73,971	45,96,780
Commission paid	1,92,94,576	1,75,54,665
Sales Promotion	5,52,361	4,34,080
Discount & Rate Difference	2,42,012	16,31,375
Business Promotion Expenses	13,62,428	12,13,796
Directors' Sitting Fees	1,60,000	1,20,000
Payment To Auditors	4,15,860	4,15,860
Other Miscellaneous Expenses	10,35,992	4,25,106
Total	5,62,71,971	5,28,08,308

MAHARASHTRA SAFE CHEMISTS AND DISTRIBUTORS ALLIANCE LIMITED**NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31st March, 2020.**

23. Company was incorporated on 16th October, 2006 with Registration No. U24239MH2006PLC165149 and obtained Certificate of Commencement of Business on 15th November, 2006.

23.1 STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES FOLLOWED BY THE COMPANY.**A. System of Accounting:**

- I. The financial statements have been prepared to comply in all material respects with the mandatory Accounting Standards and Advisory for COVID-19 Impact on Financial Reporting issued by the Institute of Chartered Accountants of India and the relevant provisions of the Companies Act, 2013. The financial statements have been prepared under the historical cost convention on an accrual basis.
- II. The Company is not a Small Company as defined u/s 2(85) of the Companies Act, 2013. Accordingly, the Company has complied with the Accounting Standards as applicable to not a small company.
- III. The Company, generally, follows the mercantile system of accounting and recognizes income and expenditure on accrual basis except those with significant uncertainties.
- IV. The preparation of financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, the disclosure of contingent liabilities on the date of the financial statements and the reported amounts of revenues and expenses during the period reported. Actual results could differ from those estimates. Any revision to accounting estimates is recognised in accordance with the requirements of the respective accounting standard.

B. Fixed Assets :

Fixed assets are stated at cost (or revalued amounts, as the case may be), less accumulated depreciation and impairment losses. Cost comprises the purchase price and any directly attributable cost of bringing the asset into existence and working condition at the locations for its intended use.

C. Depreciation:

Depreciation on Freehold Tangible Assets is provided on the Straight Line Method over the useful lives of the assets (with residual value as 5%) as estimated by the Management. Depreciation on assets Purchased or sold during a period is proportionately charged. Individual asset costing less than Rs 5000 each is depreciated in full in the year of purchase. Depreciation Method, Useful lives and Residual Values are reviewed periodically at each financial year end.

The Depreciation policy so changed in the previous year is consistently followed during the year.

Depreciation on leased assets amortized over a period of lease term.

D. Investment:

Current investments are carried at lower of cost and fair value determined on an individual investment basis. Long-term investments are carried at cost. However, provision for diminution in value is recognized if it is other than temporary.

E. Taxes on Income:

Tax expense comprises both current and deferred taxes. Current income-tax is measured at the amount expected to be paid to the tax authorities in accordance with the Indian Income Tax Act. Deferred income taxes reflects the impact of current year timing differences between taxable income and accounting income for the year and reversal of timing differences of earlier years.

Deferred tax is measured based on the tax rates and the tax laws enacted at the balance sheet date. Deferred tax

assets are recognised only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized. Deferred tax assets are recognised on carry forward of unabsorbed depreciation and tax losses only if there is virtual certainty that such deferred tax assets can be realized against future taxable profits. Unrecognized deferred tax assets of earlier years are re-assessed and recognised to the extent that it has become reasonably certain that future taxable income will be available against which such deferred tax assets can be realized.

F. Foreign Currency transactions :

The foreign currency transactions are recorded at the rate prevailing on the date of the transaction as provided by the Bank. All monetary assets and liabilities in foreign Currency are translated at relevant rates of exchange prevailing at the year end. When the transaction is settled within the same accounting period as that in which it is occurred, that exchange difference is recognized in that period. However, when the transaction is settled in the subsequent accounting period, the exchange difference recognized in each intervening period up to the period of settlement is determined by change in exchange rate during that period. Foreign currency assets and liabilities are translated into rupees at the exchange rate prevailing on the date of balance sheet.

G. Revenue Recognition:

Revenue from Sales is recognized when all significant risks and rewards of the ownership have been transferred to buyer.

Interest income is recognized on time proportion basis.

Revenue from services rendered is recognized on accrual basis as per agreement with the parties.

Lease rentals are recognised on accrual basis as per terms of relevant agreement.

H. Inventories :

The Inventories are valued at lower of Cost or Net Realizable value.

I. Preliminary Expenses:

Preliminary Expenses is written off over a period of 5 (Five) years commencing from the year in which it is incurred.

J. Provisions:

A provision is recognised when the company has a present obligation as a result of past event; it is probable that an outflow of resources will be required to settle the obligation, in respect of which a reliable estimate can be made. Provisions are not discounted to its present value and are determined based on best estimate required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates. Contingent Liability is not recognized in the financial statements but is disclosed.

K. Retirement Benefits:

- a. **Gratuity:** The Company has provided Gratuity liability as on the date of the Balance sheet which is calculated on the basis of last salary drawn (and not on actuarial valuation,).
- b. **Leave Encashment:** Leave encashment benefit is provided on the basis of actual liability (i.e. Leave entitled) as on Balance sheet date, (and not on actuarial valuation,) which is calculated on the basis of last salary drawn.
- c. **Provident Fund and Other Funds:** The Company's contribution to Provident Fund is charged to Profit and Loss Account.

23.2 CONTINGENT LIABILITY:

The Contingent Liabilities as on 31.03.2020 for VAT and CST liability amounts to Rs.12,12,882/- pertaining to pending collection of C forms and F forms.

Claims not acknowledged as Debt Rs. 50000/- (NIL)

- 23.3** The Company owes Rs. 8,79,028 to Micro, Small, and Medium Enterprises, which are outstanding for more than 45 days at the Balance Sheet date. The above information has been determined to the extent such parties have been identified on the basis of information available with the Company.

23.4 Payment to Directors :-

a) Directors' sitting Fees of Rs.1,60,000/- (P.Y. Rs.1,20,000/-) paid to the independent directors during the year.

23.5 Related Party Transactions:

(Amount in Rs. in Lakhs)

Particulars	Maharashtra Safe chemist & Druggist Association		Enterprises that have a member of key management in common		Total	
	C.Y.	P.Y.	C.Y.	P.Y.	C.Y.	P.Y.
Face Value of the Fixed deposit under encumbered for guaranteeing Loan/ Borrowing	-	-	-	-	-	-
Outstanding amount including interest of the Loan /Borrowing obtained by the Company by providing the lien on the Fixed Deposits of the related party	-	-	-	-	-	-
Payment made on their behalf	-	-	4.89	0.74	4.89	0.74
Payment made on our behalf	-	-	0.31	6.10	0.31	6.10
Payment recd on their behalf	-	-	-	0.29	-	0.29
Payment recd on our behalf	-	-	-	-	-	-
Payment Made				12.11		12.11
Payment received	-	-	132.85	112.01	132.85	112.01
Refund of Trade Advance	-	-		-		-
Rent Income	-	-	36.12	33.94	36.12	33.94
Reimbursement of expenses incurred on their behalf	-	-	4.81	4.83	4.81	4.83
Sale of material (net of return)		10.47	607.98	403.15	607.98	403.15
Purchase return	-	-		-		-
Purchase of material	-	-	69.99	-	69.99	-
Material received on our behalf	-	-	-	-		-
Balance Outstanding as on year end Receivable/ (payable)		24.13	59.78	168.57	59.87	168.57

Note: Amounts are inclusive of service tax wherever applicable.

Names of related parties and description of relationship:

Relationship	Name of the Related Party
Some of the Directors of the Company are the Office Bearers of the Related Party.	Maharashtra State Chemists & Druggists Association.
The Director of the Company is a partner in a firm	Tapadiya Distributors
The Director of the Company is a partner in a firm	Tapadiya Life Sciences
The Director of the Company is a partner in a firm	Tapadiya Cosmogen
The Chief Financial Officer of the Company is a proprietor of the firm	Nancy Enterprises
The Chief Financial Officer of the Company is a proprietor of the firm	Nansun Distributors
Enterprises that have a member of key management in common with the reporting enterprise.	All Indian Origin Chemists & Distributors Limited.
Enterprises that have a member of key management in common with the reporting enterprise.	AIOCD Pharmasofttech AWACS Pvt. Ltd.
Enterprises that have a member of key management in common with the reporting enterprise	9M PHARMALOGIC PVT. LTD.

23.6 Lease

Operating Lease – Lessor

The Company has entered into a Leave and License Agreement, under which it leased the right to use a specified area out of the area of office owned by the Company. The Initial direct cost has been charged to Profit & Loss Account. There is no contingent rent income recognized in profit and loss accounts.

Particulars	Leasing of Portion of the Office Premises including Furniture and Fittings for the year	
	2019-20	2018-19
Proportionate Gross Carrying of Assets Amt.	1,94,97,116	1,90,30,858
Proportionate Accum. Depreciation	82,71,747	78,49,269
Proportionate Accum. Impairment	-	-
Proportionate Depreciation recognized in Profit & Loss Account	2,21,232	2,28,041
Proportionate Impairment Recognized in Profit & Loss Account	-	-
Proportionate Contingent Rent Recognized as Profit & Loss A/c	-	-

Operating Lease - Lessee

Lease payments of Rs. 74,33,672/- (P.Y. Rs. 49,86,735/-) has been recognized in the Profit & Loss Account for the year. There is no sub lease payment received or recognized in Profit and Loss account during the year.

23.7 Deferred Tax :

The Company has recognized Deferred Taxes which result from the timing difference between the Book Profit/ (Loss) and Taxable Profit / (Loss) for the accounting year ended on 31/03/2020 which are as under

Particulars	Balance as at 01-04-2019	For the period recognized in the Profit & Loss Account / Reversed during the year	Balance as at 31-03-2020
	Amt (Rs.)	Amt (Rs.)	Amt (Rs.)
Deferred Tax Liabilities: -			
Effect of difference in amount of depreciation as per the Companies Act, 1956 and the Income Tax Act, 1961.	12,34,198	3,22,133	15,56,331
Deferred Tax Assets : -			
Effect of expenditure debited to Profit and Loss Account having reasonable certainty of being allowed in subsequent year as per Income Tax Act, 1961.	(5,72,419)	(2,06,997)	(7,79,415)
Net Deferred Tax Liabilities / (Assets)	6,61,779	1,15,136	7,76,916

23.8 EARNING PER SHARE :-

Sr. No.	Particulars	2019-20	2018-19
1.	Profit/ (Loss) before Prior Period Item for the Year attributable to Equity Shareholders	1,54,60,805	51,09,192
2.	Profit/ (Loss) after Prior Period Item for the Year attributable to Equity Shareholders	1,54,60,805	50,38,842
3.	Weighted Average No. of Equity Shares of Rs. 10/- each	3,50,46,195	3,50,46,195
4.	Basic Earnings Per Share Before Prior Period Item	0.44	0.14
5.	Basic Earnings Per Share After Prior Period Item	0.44	0.14

Determination of Net Profit Attributable to Equity Shareholders:

Particulars	2019-20	2018-2019 Amt (Rs.)
Net Profit After Tax as per profit and Loss Accounts	Rs 1,54,60,805	Rs 51,09,192
Add:- Prior Period Item	-	Rs 70,350
Net Profit After Tax and Prior Period Item as per profit and Loss Accounts	Rs 1,54,60,805	Rs. 50,38,842
Less :- Profit Attributable to Preference Dividend	-	-
Less :- Tax on Dividend	-	-
Net Profit Attributable to Equity Shareholders (After Prior Period Item)	Rs 1,54,60,805	50,38,842

Determination of Capital for Computation of Basic EPS:

Particulars	2019-2020	2018-2019
Total No. of Equity Shares as at the beginning of the period.	3,50,46,195	3,50,46,195
Total No. of Equity shares issued & allotted during the year	NIL	NIL
Weight age Avg. No. of Equity Shares = $\{(3,50,46,195 \times 365)\} / 365$	3,50,46,195	3,50,46,195

23.9 Claims against the Company not acknowledged as Debts : Rs. Nil (P.Y.Rs.Nil)

23.10 The balances with parties are subject to confirmation.

23.11 Estimated amount of Contracts remaining to be executed on Capital Account and not Provided for (net of advances) Rs. Nil (P.Y. Rs. Nil)

23.12 Previous Year Comparatives

Previous year's figures have been regrouped or rearranged where ever necessary to conform to the current year's classification.

Expenditure and Earnings in Foreign Currency:-

hence, the provision of Clause 3 (ix) of CARO 2016 is not applicable

(Rs In Lacs)

	2019-2020	2018-2019
Earnings in foreign currency		
Exports at F.O.B. Value	-	6,46,867
Expenditure in foreign currency		
Product Registration & Development Charges	-	-

23.13 Purchase and Sales

SR NO.	CLASS OF PRODUCTS	PURCHASES IN Rs. (In Lakhs)		SALES IN Rs. (In Lakhs)	
		2019-20	2018-19	2019-20	2018-2019
1	BAG	12.62	1.72	15.67	1.63
2	BOTTLE	1,041.43	158.24	1,108.45	154.25
3	CAPSULE	603.26	446.89	609.07	470.88
4	CREAM	-	57.92	-	47.16
5	DEVICE	0.01	0.01	0.01	0.01
6	DROPS	46.60	5.96	37.03	5.89
7	GRANULES	0.05	0.04	0.05	0.04
8	INHALER	99.87	6.40	90.03	9.71
9	INJECTION	580.47	535.13	628.81	582.24
10	JAR	40.74	42.82	40.04	44.14
11	KIT	0.52	0.13	0.51	0.13
12	LIQUID	627.04	1,230.64	682.09	1,305.52
13	LOTION	6.54	16.30	28.53	2.34
14	LOZENGES	-	0.00	-	-
15	NEEDLE	9.15	0.00	11.77	0.01
16	OINTMENT	25.76	5.17	28.36	6.88
17	PACKET	215.72	256.26	248.24	242.16
18	PEN	7.60	6.79	4.26	7.43
19	POWDER	-	69.57	-	80.95
20	SACHET	13.46	5.43	15.56	5.50
21	SOAP	162.19	191.76	175.59	207.20
22	SOLUTION	12.75	20.55	10.30	20.73

SR NO.	CLASS OF PRODUCTS	PURCHASES IN Rs. (In Lakhs)		SALES IN Rs. (In Lakhs)	
		2019-20	2018-19	2019-20	2018-2019
23	SPRAY	9.25	12.70	6.78	10.91
24	STICK	0.33	5.17	0.29	4.63
25	SURGICAL	40.85	53.18	43.11	53.21
26	SYRUP	33.12	21.68	38.06	26.93
27	TABLETS	1,648.46	1,047.39	1,493.79	1,116.06
28	TIN	2.59		1.36	
29	TUBE	1,017.54	742.33	1,051.38	864.15
30	UNIT	0.86	3.27	0.74	3.53
	TOTAL	6,268.79	4,943.42	6,369.87	5,274.21

23.14 PAYMENTS TO AUDITOR:-

		Amt (Rs.)	
	Particulars	2019-2020	2018-2019
a)	As Auditor	3,40,860	3,40,860
b)	As Adviser, or other capacity, in respect of :-		
i)	Taxation matters	75,000	75,000
ii)	Company law matters		
iii)	Management services		

Note: - Above amount is exclusive of Taxes on Services.

23.15 Segment information:

The Company has identified business segments as its primary segment Business segments are primarily Trading in FMCG products, Pharmaceutical Products and Provision of Services as Commission agents. Revenues and expenses directly attributable to segments are reported under each reportable segment. Expenses which are not directly identifiable to each reportable segment have been allocated on the basis of associated revenues of the segment and manpower efforts. All other expenses which are not attributable or allocable to segments have been disclosed as unallocable expenses. Assets and liabilities that are directly attributable or allocable to segments are disclosed under each reportable segment. All other assets and liabilities are disclosed as unallocable. Fixed assets that are used interchangeably amongst segments are not allocated. Since the company is operating only in the state of Maharashtra, there are no Geographical Segments identified.

(Amount in Rs.)

Particulars	For the year ended 31 March, 2020									
	Business segments								Total	
	TRADING-FMCG PRODUCTS		TRADING-PHARMACEUTICAL PRODUCTS		TRADING-REFRIGERATOR		SALE OF SERVICES			
	2019-20	2018-19	2019-20	2018-19	2019-20	2018-19	2019-20	2018-19	2019-20	2018-19
Revenue	27,23,45,524	27,86,13,781	36,46,41,848	24,85,05,703	-	3,01,271	2,72,32,313	2,73,36,902	66,42,19,685	55,47,57,657
Inter-segment revenue		-								
Total	27,23,45,524	27,86,13,781	36,46,41,848	24,85,05,703	-	3,01,271	2,72,32,313	2,73,36,902	66,42,19,685	55,47,57,657
Segment result	(10,68,921.99)	(12,31,727)	1,16,73,621	(44,31,686)	-	27,712	79,37,738	95,12,237	1,85,42,436	38,76,536
Unallocable expenses									1,99,16,797	1,74,65,114
Operating income									(13,74,360)	(1,35,88,578)
Other income (net)									2,33,17,851	2,39,91,574
Profit before taxes									2,19,43,490	1,04,02,996
Tax expense									64,82,684	53,64,661
Net profit for the year									1,54,60,806	50,38,335

Note	Particulars	For the year ended 31 March, 2020									
		Business segments								Total	
		TRADING-FMCG PRODUCTS		TRADING-PHARMACEUTICAL PRODUCTS		TRADING-REFRIGERATOR		PROVISION OF SERVICES			
		2019-20	2018-19	2019-20	2018-19	2019-20	2018-19	2019-20	2018-19	2019-20	2018-19
	Segment assets	3,36,95,349.05	5,14,53,420	14,80,33,749	6,06,64,684	-	-	-	34,00,519	18,17,29,098	11,55,18,623
	Unallocable assets								-	36,64,79,177	41,69,85,044
	Total assets								-	54,82,08,275	53,25,03,667
	Segment liabilities	391664.26	44,12,139	3,19,15,123	3,20,79,112	-	-	44,35,341	29,59,695	3,67,42,129	3,94,50,946
	Unallocable liabilities									51,14,66,146	1,96,36,117
	Total liabilities									54,82,08,275	5,90,87,063
	<u>Other information</u>										
	Capital expenditure (allocable)		4,13,721	25,71,990	2,10,615					25,71,990	6,24,336
	Capital expenditure (unallocable)									3,77,960	4,34,53,432
	Depreciation and amortisation (allocable)	85,435.71	1,22,050	3,19,910	1,23,773					4,05,346	2,45,823
	Depreciation and amortisation (unallocable)									14,28,369	13,45,888
	Export of Products				6,46,867					-	6,46,867
	Exports Receivables				33,60,725					-	33,60,725

**For Mitesh Mehta & Associates
Chartered Accountants**

Sd/-

Mitesh Mehta
Proprietor
Membership No. : - 041518
Firm Registration No.: 106447W

Date : 23rd October, 2020
Place : Mumbai

For and on behalf of the Board

Sd/-
Jagannath S. Shinde
Chairman

Sd/-
Prasad Danave
Additional Director &
Chief Financial Officer

Sd/-
Smita Bagade
Company Secretary



AIODRYL SYRUP



AIOVIT FORTE CAPSULE



AIOCAL-HD TABLET



MSCOLD & FLU TABLET



AMRUT ORS POWDER



KETOMS SOAP



DICLOMS GEL



VOMITFREE TABLET



DICLOGEN (BROWN) TABLET



AIOCET TABLET



MAYMOX CV 625 TABLET



NIMSANG-P TABLET



AIOPREZ-20 CAPSULE



AIOPAR-500 TABLET



AIOPAN-D TABLET



AIOFENAC-SP TABLET