



**TEKRIWAL & ASSOCIATES**

**CHARTERED ACCOUNTANTS**

4, CHOWRINGHEE LANE  
BLOCK-1, FLOOR-9  
KOLKATA- 700 016

***AUDIT REPORT***

**&**

***FINANCIAL STATEMENTS FOR THE PERIOD  
ENDED 31<sup>ST</sup> MARCH 2020***

**OF**

**IRC LEASING & FINANCE LIMITED**

**INDEPENDENT AUDITORS' REPORT**

TO THE MEMBERS OF **IRC LEASING & FINANCE LTD**

**Report on the Standalone Financial Statements**

**Opinion**

We have audited the accompanying standalone financial statements of **IRC LEASING & FINANCE LTD** ("the Company"), which comprise the Balance Sheet as at 31st March, 2020, the Statement of Profit and Loss for the year then ended, the cash flow statement and notes to financial statement including a summary of the 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 Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2020, profit/loss for the year ended on that date and the 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.

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

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance 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 of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial 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, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

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



**Auditor's Responsibility for the audit of 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.

**Report on Other Legal and Regulatory Requirements**

1. As required by the Companies (Auditor's Report) Order, 2018 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, a statement on the matters Specified in paragraphs 3 and 4 of the Order, is given in "Annexure A" attached hereto.

2. As required by Section 143 (3) of the Act, we report that:

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.

- (a). 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
- (b) The Balance Sheet and the Statement of Profit and Loss and the cash flow statement dealt with by this Report are in agreement with the books of account
- (c) 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.
- (d) 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.
- (e) With respect to report on the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls is given in "Annexure B" attached hereto.
- (f) 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 does not have any pending litigations which would impact its financial position
  - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
  - iii. There was no requirement to transfer amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.

For and on behalf of  
**TEKRIWAL & ASSOCIATES**  
Chartered Accountants  
Firm Regn.: 327438E





**(Abhishek Kumar Tekriwal)**

Partner

Membership No: 300626

Place : Kolkata

Date: 10/09/2020

UDIN: 20300626AAAADM2993

**ANNEXURE - A**

**ANNEXURE TO THE AUDITORS' REPORT**

- (i) (a) The company is maintaining proper records showing full particulars, including quantitative details and situation of fixed assets;
- (b) These fixed assets have been physically verified by the management at reasonable intervals; no material discrepancies were noticed on such verification.
- (c) The title deeds of immovable properties are held in the name of the company.
- (ii) The Company has no inventory; hence other requirements of the order are not applicable.
- (iii) The company has not granted any loans, secured or unsecured to companies, firms, Limited Liability Partnerships or other parties covered in the register maintained under section 189 of the Companies Act, 2013. Accordingly, the provisions of clause 3 (iii) (a) to (C) of the Order are not applicable to the Company and hence not commented upon.
- (iv) In our opinion and according to the information and explanations given to us, No loans, investments, guarantees, and security in contravention of provisions of section 185 and 186 of the Companies Act, 2013 have been made.
- (v) The company has not accepted deposits under the directives issued by the Reserve Bank of India and the provisions of sections 73 to 76 or any other relevant provisions of the Companies Act, 2013 and the rules framed thereunder. Hence other provisions of this order are not applicable.
- (vi) As informed to us, Maintenance of cost records has not been specified by the Central Government under sub-section (1) of section 148 of the Companies Act, 2013, in respect of the activities carried on by the company.
- (vii) (a) According to information and explanations given to us and on the basis of our examination of the books of account, and records, the company is regular in depositing undisputed statutory dues including provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues to the appropriate authorities. The extent of the arrears of outstanding statutory dues as on the last day of the financial year concerned for a period of more than six months from the date they became payable is 'NIL'.
- (b) According to the information and explanation given to us, No amounts were due for income tax or sales tax or service tax or duty of customs or duty of excise or value added tax and hence no amounts were involved in the forum where such dispute of dues are required to be shown as pending.
- (viii) In our opinion and according to the information and explanations given to us, the company has not defaulted in repayment of loans or borrowing to a financial institution, bank, Government or dues to debenture holders.
- (ix) Based upon the audit procedures performed and the information and explanations given by the management, the company has not raised moneys by way of initial public offer or further public offer including debt instruments and term Loans. Accordingly, the provisions of clause 3 (ix) of the Order are not applicable to the Company and hence not commented upon.
- (x) Based upon the audit procedures performed and the information and explanations given by the management, we report that no fraud by the company or any fraud on the Company by its officers or employees has been noticed or reported during the year.



**TEKRIWAL & ASSOCIATES**  
**CHARTERED ACCOUNTANTS**

4, Chowringhee Lane  
Block-1, Floor-  
Kolkata-700 01

Email : tekriwal.associates@gmail.com

- (xi) No managerial remuneration has been paid or provided by the company.
- (xii) In our opinion, the Company is not a Nidhi Company. Therefore, the provisions of clause 4 (xii) of the Order are not applicable to the Company.
- (xiii) In our opinion, all transactions with the related parties are in compliance with section 177 and 188 of Companies Act, 2013 and the details have been disclosed in the Financial Statements as required by the applicable accounting standards.
- (xiv) Based upon the audit procedures performed and the information and explanations given by the management, the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review. Accordingly, the provisions of clause 3 (xiv) of the Order are not applicable to the Company and hence not commented upon.
- (xv) Based upon the audit procedures performed and the information and explanations given by the management, the company has not entered into any non-cash transactions with directors or persons connected with him. Accordingly, the provisions of clause 3 (xv) of the Order are not applicable to the Company and hence not commented upon.
- (xvi) In our opinion, the company is not required to be registered under section 45 IA of the Reserve Bank of India Act, 1934 and accordingly, the provisions of clause 3 (xvi) of the Order are not applicable to the Company and hence not commented upon.

For and on behalf of  
**TEKRIWAL & ASSOCIATES**  
*Chartered Accountants*  
Firm Regn.: 327438E



**(Abhishek Kumar Tekriwal)**  
*Partner*  
Membership No: 300626  
Date: 10/09/2020  
Place: Kolkata



**ANNEXURE – B**

**ANNEXURE TO THE INDEPENDENT AUDITORS' REPORT**

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

We have audited the internal financial controls over financial reporting of **IRC LEASING & FINANCE LIMITED** ("the Company") as of 31st March 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 ('ICAI'). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

**Auditors' Responsibility**

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

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

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



### **Meaning of Internal Financial Controls over Financial Reporting**

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

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

### **Inherent Limitations of Internal Financial Controls Over Financial Reporting**

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

### **Opinion**

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March 2020, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For and on behalf of  
**TEKRIWAL & ASSOCIATES**  
*Chartered Accountants*  
Firm Regn.: 327438E



**(Abhishek Kumar Tekriwal)**  
*Partner*  
Membership No: 300626  
Place : Kolkata  
Date: 10/09/2020

**IRC LEASING & FINANCE LTD**  
**Balance Sheet as at 31st March, 2020**


Particulars	Note No.	31-03-2020 Amount (₹)	31-03-2019 Amount (₹)
<b>I. EQUITY AND LIABILITIES</b>			
<b>1 Shareholders' Fund</b>			
a Share Capital	2	3,48,16,970.00	3,48,16,970.00
b Reserves and Surplus	3	(2,97,79,248.60)	(2,95,18,697.78)
c Money received against share warrants		-	-
<b>2 Share application money pending allotment</b>			
<b>3 Non current liabilities</b>			
a Long-term borrowings		-	-
b Deferred tax liabilities		-	-
c Long -term Provisions		-	-
<b>4 Current Liabilities</b>			
a Short-term borrowings		-	-
b Trade Payables		-	-
c Short-term Provisions		-	-
d Other current liabilities		-	-
<b>Total</b>	<b>4</b>	<b>5,000.00</b>	<b>20,000.00</b>
		<b>50,42,721.40</b>	<b>53,18,272.22</b>
<b>II. ASSETS</b>			
<b>1 Non-current assets</b>			
a Fixed assets			
1 Tangible assets	5	2,749.00	3,966.00
b Non current Investment	6	39,41,372.00	39,41,372.00
c Deferred tax assets		-	-
d Long term loans and advance		-	-
e Other non- current assets		-	-
<b>2 Current assets</b>			
a Inventories		-	-
b Trade Receivables		-	-
c Short term Loans & Advances		-	-
d Cash and Bank Balance		-	-
<b>Total</b>	<b>7</b>	<b>10,98,600.40</b>	<b>13,72,934.22</b>
		<b>50,42,721.40</b>	<b>53,18,272.22</b>

The Notes referred to above form an integral part of Financial Statements

**SIGNIFICANT ACCOUNTING POLICIES**

1


  
**Anil Gupta**  
 Director  
 DIN:00879399

  
**Aditya Gupta**  
 Director  
 DIN:0292995

As per our attached report of even date

**For Tekriwal & Associates**  
**Chartered Accountants**



  
**Abhishek Kumar Tekriwal**  
 Partner

Membership No.300626

Firm's Registration No.327438E

Place : Kolkata  
 Date : 10/09/2020



**IRC LEASING & FINANCE LTD**  
**Profit & Loss Statement for the year ended 31st March, 2020**

Particulars	Note No.	31-03-2020 Amount (')	31-03-2019 Amount (')
<b>REVENUE</b>			
i. Operational Income		-	-
ii. Other Income	8	-	656.00
iii. <b>Total Revenue (i + ii)</b>		-	<b>656.00</b>
<b>EXPENSES</b>			
iv. Depreciation		1,217.00	1,756.00
Other expense	9	2,59,333.82	2,27,555.18
v. <b>Total Expenses (iv)</b>		<b>2,60,550.82</b>	<b>2,29,311.18</b>
vi. Profit before exceptional and extraordinary items and tax	(iii - v)	(2,60,550.82)	(2,28,655.18)
vii. Exceptional Items		-	-
viii. Profit before extraordinary items and tax	(vi - vii)	(2,60,550.82)	(2,28,655.18)
ix. Extraordinary Items		-	-
x. Profit before tax	(viii - ix)	(2,60,550.82)	(2,28,655.18)
xi. Tax expense of continuing operations:			
Current tax		-	-
Earlier year tax		-	-
Deferred Tax		-	-
xii. Profit (Loss) from the period from continuing operations	(x - xi)	(2,60,550.82)	(2,28,655.18)
xiii. Profit/ (Loss) from discontinuing operations		-	-
xiv. Tax expenses of discontinuing operations		-	-
xv. Profit / (Loss) from discontinuing operations (after tax)	(xiii - xiv)	-	-
xvi. Profit / (Loss) for the period	(xii + xv)	(2,60,550.82)	(2,28,655.18)
xvii. Earning Per Share		(0.07)	(0.07)

The Notes referred to above form an integral part of  
Financial Statements

**SIGNIFICANT ACCOUNTING POLICIES**

1

As per our attached report of even date

**For Tekriwal & Associates  
Chartered Accountants**



**Abhishek Kumar Tekriwal  
Partner**

**Membership No. 300626**

**Firm's Registration No. 327438E**

*Amal Gupta*  
**Amal Gupta**  
Director  
DIN: 00079399

*Abhishek Gupta*  
**Abhishek Gupta**  
Director  
DIN: 02929957

Place : Kolkata

Date : 10/09/2020

**IRC LEASING & FINANCE LTD**

**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31-03-2020**

**2. SHARE CAPITAL**

**(A) Authorised, Issued, Subscribed and Paid-up Share capital and par value per share**

Particulars	As at 31-03-2020	As at 31-03-2019
<b>Authorised Share Capital</b>		
84,20,000 Equity Shares of ₹ 10/- each	8,42,00,000.00	8,42,00,000.00
<b>Issued &amp; Subscribed Share Capital</b>		
34,81,697 Equity Shares of ₹ 10/- each	3,48,16,970.00	3,48,16,970.00
<b>Paid-up Share Capital</b>		
34,81,697 Equity Shares of ₹ 10/- each	3,48,16,970.00	3,48,16,970.00
<b>Total</b>	<b>3,48,16,970.00</b>	<b>3,48,16,970.00</b>

**(B) Reconciliation of number of equity shares outstanding**

Particulars	As at 31-03-2020	As at 31-03-2019
Number of shares outstanding as at the beginning of the year	34,81,697	34,81,697
<b>Add:-</b>		
Number of shares allotted for cash pursuant to private issue	-	-
	34,81,697	34,81,697
<b>Less:-</b>		
Number of shares bought back during the year	-	-
<b>Number of shares outstanding as at the end of the year</b>	<b>34,81,697</b>	<b>34,81,697</b>

**(C) Terms/rights attached to the Equity shares**

The Company has only one class of shares i.e. Equity Shares having a face value of ₹ 10 each. Each shareholder is eligible for one vote per share held. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the company after distribution of all preferential amounts, in proportion of their shareholding.

**(D) Shareholdings in the company held by each shareholder holding more than 5% shares.**

Name of the shareholder	As at 31-03-2020		As at 31-03-2019	
	Number of shares held	% of shares held	Number of shares held	% of shares held
Anil Gupta	3,16,837	9.10%	3,16,837	9.10%
IRC Limited	4,51,866	12.98%	4,51,866	12.98%
Seiko Commercial Ltd	2,92,683	8.41%	2,92,683	8.41%
IRC Natural Resources Pvt Ltd.	16,12,057	46.30%	16,12,057	46.30%
Rita Gupta	1,78,283	5.12%	1,78,283	5.12%
IRC Logistic Ltd	3,07,916	8.84%	3,07,916	8.84%

**3. RESERVES AND SURPLUS**

Particulars	As at 31-03-2020	As at 31-03-2019
Surplus (Profit and loss statement)		
Opening Balance	(2,95,18,697.78)	(2,92,90,042.60)
Add:- Net Profit after tax transferred from Statement of Profit & Loss	(2,60,550.82)	(2,28,655.18)
Closing Balance	(2,97,79,248.60)	(2,95,18,697.78)
<b>Transfer to Reserves &amp; Surplus</b>	<b>(2,97,79,248.60)</b>	<b>(2,95,18,697.78)</b>

**4. OTHER CURRENT LIABILITIES**

Particulars	As at 31-03-2020	As at 31-03-2019
Other Payables	-	10,000.00
Audit Fees Payable	5,000.00	10,000.00
<b>Total</b>	<b>5,000.00</b>	<b>20,000.00</b>

FOR IRC LEASING & FINANCE LIMITED

Director

DIN: 00079399



FOR IRC LEASING & FINANCE LIMITED

Director

DIN: 02929955

**IRC LEASING & FINANCE LTD****NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31-03-2020****6. NON CURRENT INVESTMENT**

Particulars	As at 31-03-2020	As at 31-03-2019
<b>A. Equity Shares</b>		
<b>a. Quoted Equity Shares</b>		
IRC Ltd	2,40,918.00	2,40,918.00
Seiko Commercial Ltd	49,104.00	49,104.00
<b>b. Unquoted Equity Shares</b>		
Green Gold Plantation Ltd.	20,000.00	20,000.00
Indian Roadways Corporation Ltd.		350.00
IRC Industries Ltd	36,30,000.00	36,30,000.00
IRC Logistics Ltd	1,350.00	1,000.00
<b>Total</b>	<b>39,41,372.00</b>	<b>39,41,372.00</b>

**7. CASH & CASH EQUIVALENT**

Particulars	As at 31-03-2020	As at 31-03-2019
<b>a) Balance with Schedule Banks</b>		
Balance with UCO Bank(19670500354011)	14,024.40	10,658.22
<b>b) Cash in Hand(As Certified by the management)</b>		
	10,84,576.00	13,62,276.00
<b>Total</b>	<b>10,98,600.40</b>	<b>13,72,934.22</b>

**IRC LEASING & FINANCE LTD**  
**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31-03-2020**

**8. OTHER INCOME**

Particulars	As at 31-03-2020	As at 31-03-2019
Interest Income	-	656.00
Interest on I T Refund	-	656.00
<b>Total</b>		

**9. OTHER EXPENSES**

Particulars	As at 31-03-2020	As at 31-03-2019
Audit Fees	5,000.00	5,000.00
Filing Fees	7,200.00	4,200.00
Bank Charges	5.90	422.90
Professional Fees	63,180.00	63,980.00
Salary	1,20,000.00	10,000.00
Gratuity	-	20,307.00
Rate & Taxes	-	300.00
Listing fees	60,197.92	1,17,195.28
Professional Tax	300.00	2,500.00
Trade License Fees	2,150.00	2,150.00
Advertisement Expense	1,300.00	1,500.00
<b>Total</b>	<b>2,59,333.82</b>	<b>2,27,555.18</b>

Signature to Notes "1" to "9"

  
**Anil Gupta**  
 Director  
 DIN:00079399

  
**Aditya Gupta**  
 Director  
 DIN:02929953

As per our attached report of even date

**For Tekriwal & Associates**  
**Chartered Accountants**



  
**Abhishek Kumar Tekriwal**  
 Partner

**Membership No.300626**  
**Firm's Registration No.327438E**

Place : Kolkata  
 Date : 10/09/2020



**IRC LEASING & FINANCE LIMITED**

**Note 5**

**FIXED ASSETS**

Description	GROSS BLOCK				DEPRECIATION				NET BLOCK	
	As on 01.04.2019	Addition/ Transfer	Sales/ deduction	Total as on 31.03.2020	As at 01.04.19	Deduction/ sales	For the year/ Transfer	Total as on 31.03.2020	As on 31.03.2020	As on 31.03.2019
	Rs	Rs	Rs	Rs	Rs	Rs	Rs	Rs	Rs	Rs.
FURNITURE & FIXTURE	9,30,788.00	-	-	9,30,788.00	9,26,822.00	-	1,217.00	9,28,039.00	2,749.00	3,966.00
<b>TOTAL</b>	<b>9,30,788.00</b>	<b>-</b>	<b>-</b>	<b>9,30,788.00</b>	<b>9,26,822.00</b>	<b>-</b>	<b>1,217.00</b>	<b>9,28,039.00</b>	<b>2,749.00</b>	<b>3,966.00</b>
Previous Year	9,30,788.00	-	-	9,30,788.00	9,25,066.00	-	1,756.00	9,26,822.00	3,966.00	5,722.00

For IRC Leasing & Finance Ltd.

As per our attached report of even date

For Tekriwal & Associates  
Chartered Accountants



Abhishek Kumar Tekriwal  
Partner  
Membership No. 309626  
Firm's Registration No. 327438E

*(Signature)*  
Anil Gupta  
Director  
DIN: 00079399

*(Signature)*  
Aditya Gupta  
Director  
DIN: 00079399

DATE: 10/09/2020  
PLACE: KOLKATA

<b>IRC LEASING &amp; FINANCE LIMITED</b>		
<b>STATEMENT OF CASH FLOW FOR THE YEAR ENDED 31 MARCH, 2020</b>		
Particulars	As at 31st March 2020 RS.	As at 31st March 2019 RS.
<b>A. CASH FLOW FROM OPERATING ACTIVITIES</b>		
Profit/ ( Loss ) before tax	(2,60,551)	(2,28,655)
Adjustment for:		
Depreciation	1,217	1,756
Interest Expense	-	-
Miscellaneous Expenses Write off	-	-
Loss on Sale of Shares	-	-
Operating Profit Before Working Capital Changes	(2,59,334)	(2,26,899)
Adjustments for Changes in Working Capital:		
(INCREASE) / DECREASE in Sundry Debtors	-	-
(INCREASE) / DECREASE in Other Receivables	-	-
(INCREASE) / DECREASE in Inventories	-	-
(INCREASE) / DECREASE in Short Term Loans and Advances	-	3,97,033
(INCREASE) / DECREASE in Short Term Borrowings	-	-
INCREASE / (DECREASE) in Trade and Other payables	(15,000)	15,000
Cash Generated From Operations	(2,74,334)	1,85,134
Taxes paid net of refund	-	-
Net Cash Before Exceptional items	(2,74,334)	1,85,134
Exceptional Items	-	-
<b>Net Cash from Operating Activities</b>	<b>(2,74,334)</b>	<b>1,85,134</b>
<b>B. CASH FLOW FROM INVESTING ACTIVITIES</b>		
Purchase of Fixed Asssets	-	-
Sale of Investments	-	-
Fixed Deposit Mature	-	-
<b>Net Cash (Used in) from Investing Activities</b>	<b>-</b>	<b>-</b>
<b>C. CASH FLOW FROM FINANCING ACTIVITIES</b>		
Proceeds from Long Term Borrowing (Net)	-	-
Proceeds from Cash Credit	-	-
Issue of Share Capital	-	-
Interest Paid	-	-
<b>Net Cash from Financing Activities</b>	<b>-</b>	<b>-</b>
<b>Net (Decrease) / Increase in Cash &amp; Cash Equivalents</b>	<b>(A)+(B)+(C)</b> <b>(2,74,334)</b>	<b>1,85,134</b>
Opening Cash & Bank Equivalent	13,72,934	11,87,800
<b>Closing Cash &amp; Bank Equivalent</b>	<b>10,98,600</b>	<b>13,72,934</b>

The Notes referred to above form an integral part of Financial Statements  
SIGNIFICANT ACCOUNTING POLICIES

  
Anil Gupta  
Director  
DIN:00079399

  
Aditya Gupta  
Director  
DIN:02929953

Place : Kolkata  
Date : 10/09/2020

As per our attached report of even date  
For Tekriwal & Associates  
Chartered Accountants  
  
Abhishek Kumar Tekriwal  
Partner  
Membership No.300626  
Firm's Registration No.327438E

# IRC LEASING & FINANCE LIMITED

NOTE - 1: -

## SIGNIFICANT ACCOUNTING POLICIES & NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED 31<sup>ST</sup> MARCH, 2020:

### 1.1 ACCOUNTING POLICIES:

#### a) Basis of Accounting:

The financial statements have been prepared and presented in accordance with the Generally Accepted Accounting Principles (GAAP) and materially comply in all respects with the mandatory accounting standards notified u/s 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules 2014.

#### b) Use of estimates:

Preparation of these accounts may require management to make estimates and assumptions that may affect the reported amounts of assets and liabilities. These are based on management's knowledge of current events which could differ subsequently from those estimates, if any, and recognized in current and future periods.

#### c) Revenue Recognition:

Unless otherwise stated, the method of accounting adopted by the Company is on accrual basis.

#### d) Fixed Assets and Depreciation:

All fixed assets are stated at cost of acquisition less accumulated depreciation, cost of acquisition is inclusive of freight, duties and taxes borrowing cost, etc. less depreciation, Impairment losses and special grants received, if any.

Depreciation on assets is provided on the straight-line method over the useful lives of assets as prescribed in schedule II of the Companies Act, 2013 on a pro-rata basis. Depreciation for assets purchased / sold during a period is proportionately charged.

#### e) Impairment of Assets

The Management periodically assesses using external and internal sources, whether there is an indication that an asset may be impaired. An impairment loss is recognized wherever the

For IRC LEASING & FINANCE LIMITED

Director

DIN: 00079399



For IRC LEASING & FINANCE LIMITED

Director

DIN: 02929935

carrying value of an asset exceeds its recoverable amount. The recoverable amount is higher of the asset's net selling price or value in use, which means the present value of future cash flows expected to arise from the continuing use of the asset and its eventual disposal. An impairment loss for an asset is reversed if, and only if, the reversal can be related objectively to an event occurring after the impairment loss was recognized. The carrying amount of an asset is increased to its revised recoverable amount, provided that this amount does not exceed the carrying amount that would have been determined (net of any accumulated amortization or depreciation) had no impairment loss been recognized for the asset in prior years.

**f) Inventories:**

Inventories are valued at the lower of cost and net realizable value. Net Realizable Value is the selling price in the ordinary course of business, less estimated costs necessary to complete the sale. The Company has no inventory.

**g) Investments**

Long Term Investments are carried at cost. However, provision for diminution in value is made to recognize a decline other than temporary in the value of investments. Current Investments are carried at the lower of cost and fair value determined on an individual basis.

**h) Borrowing Costs**

Borrowing costs directly attributable to the acquisition and construction of an asset which takes a substantial period of time to get ready for its intended use are capitalized as a part of the cost of such assets, until such time the asset is substantially ready for its intended use. All other borrowing costs are recognized in the statement of Profit & Loss in the period which they occur. Borrowing Costs consist of interest and other costs incurred in connection with borrowing of funds.

**i) Income Taxes**

Tax expense comprises of current and deferred tax. The deferred tax charge or credit is recognized using current tax rates. Deferred Tax Assets are recognized only to the extent there is reasonable certainty of realization in future. Deferred Tax Assets/Liabilities are reviewed as at each Balance Sheet date.

FOR IRC LEASING & FINANCE LIMITED



Director

DIN: 00079398

IRC LEASING AND FINANCE LIMITED

*Sanjay Kumar*  
CHIEF FINANCIAL OFFICER



FOR IRC LEASING & FINANCE LIMITED



Director

DIN: 02929935

IRC LEASING AND FINANCE LIMITED

*Atulya Kumar*  
Managing Director

IRC LEASING AND FINANCE LIMITED

*Vijay Lakshmi Choudhary*  
COMPANY SECRETARY



## j) Contingencies/Provisions

A Provision is recognized when an enterprise has a present obligation as a result of past event; it is probable that an outflow of resources embodying economic benefit will be required to settle the obligation, in respect of which reliable estimate can be made. Provisions are reviewed at each balance sheet date and adjusted to reflect the current best estimate.

A Contingent Liability is disclosed, unless the possibility of an outflow of resources embodying economic benefit is remote.

## k) Cash and Cash Equivalents

Cash and cash equivalents for the purpose of Cash Flow Statement comprise cash in hand, cash at bank, demand deposits with the banks and other short-term highly liquid investments/deposits with an original maturity of three months or less.

## 1.2 NOTES ON ACCOUNTS

1. Accounting policies adopted in the preparation of financial statements are consistent with those of previous year.
2. The Company is engaged in only one business segment, therefore, segmental information as per Accounting Standard 17 is not required to be disclosed.

### 3. Earnings per Share:

Earnings per share is calculated by dividing the net profit or (loss) for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period.

	<u>2019-2020</u>	<u>2018-2019</u>
No of Equity Shares Outstanding	34,81,697 Nos	34,81,697 Nos
Net Profit during the year	Rs.(2,60,550.82)	Rs.(2,28,655.18)
Earnings per Share	Rs. (0.07)	Rs. (0.07)

FOR IRC LEASING & FINANCE LIMITED

Director

DIN: 00079399

IRC LEASING AND FINANCE LIMITED

*Suman Kishore*  
CHIEF FINANCIAL OFFICER



FOR IRC LEASING & FINANCE LIMITED

Director

DIN: 02929955

IRC LEASING AND FINANCE LIMITED

*Vijay Lakshmi Choudhary*  
COMPANY SECRETARY

IRC LEASING AND FINANCE LIMITED

*Shilpy Kumar Mishra*  
Managing Director

4. Related Party Disclosures

A) Key Management Personnel

- Anil Gupta ( Director)
- Rita Gupta (Director)
- Aditya Gupta(Director)
- Biswambar Sonl (Director)
- Manoj Kumar Pandey (Director)
- Suman Mishra (CFO)
- Nilay Kumar Mitra (Managing director)
- Vijay Laxmi Mundra (Company Secretary)

5. Earning and expenditure in foreign currency is nil. (Previous year -nil).

6. No Provision for Current Tax is made in view of the losses for the year. In view of carried forward losses, the company has deferred tax assets; however, as a matter of prudence and in view of the absence of virtual certainty of future taxable income, the same has not been recognized in the financial statements.

7. There are no micro, small and medium enterprises, as defined in the Micro, Small, Medium Enterprises Development Act, 2006 to whom the company owes dues on account of principle amount together with interest and accordingly no additional disclosures have been made. The above information has been determined to the extent such parties have been identified on the basis of information available with the company. This has been relied upon by the auditors.

8. Figures of previous years have been rearranged or regrouped wherever necessary.

As per our attached report of even date

For Tekriwal & Associates  
Chartered Accountants



Abhishek Kumar Tekriwal  
Partner

Membership No.300626

Firm's Registration No.327438E

Anil Gupta  
Director  
DIN:00679399

Aditya Gupta  
Director  
DIN:0292995