

**İKAB SECURITIES & INVESTMENT LTD.**

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**ANNUAL REPORT**  
**2021-22**

**31ST**



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## COMPANY OVERVIEW

### BOARD OF DIRECTORS

Madhusudan Murlidhar Kela  
Swati Dujari  
Sanjay Malpani  
Sumit Bhalotia

Managing Director  
Independent Director  
Independent Director  
Non-Executive Director

### COMPANY SECRETARY & COMPLIANCE OFFICER

Sanket Rathi

### AUDITORS:

A. V. Arolkar & Co., Chartered Accountants

### REGISTERED OFFICE:

**IKAB SECURITIES AND INVESTMENT LIMITED**

CIN: L17100MH1991PLC059848

11th Floor, Express Towers Nariman Point Mumbai 400021

Tel: 022 – 24224480/81,

Email: [infoikabsecurities@gmail.com](mailto:infoikabsecurities@gmail.com) ;

Website: [www.ikabsecurities.com](http://www.ikabsecurities.com)

### REGISTRAR & SHARE TRANSFER AGENT:

Satellite Corporate Services Pvt. Ltd.

Office No.106 & 107, Dattani Plaza

East West Compound, Andheri Kurla Road

Sakinaka, Mumbai- 400072

Phone: 022 – 2852 0461 / 462

**IKAB SECURITIES AND INVESTMENT LIMITED**

CIN: L17100MH1991PLC059848

Regd. Office: 11th Floor, Express Towers Nariman Point Mumbai 400021

Tel: 022 – 24224480/81, Email: infoikabsecurities@gmail.com, Website: www.ikabsecurities.com

**NOTICE OF ANNUAL GENERAL MEETING**

NOTICE IS HEREBY GIVEN THAT THE THIRTY-FIRST ANNUAL GENERAL MEETING (“AGM”) OF THE MEMBERS OF IKAB SECURITIES AND INVESTMENT LIMITED WILL BE HELD ON THURSDAY, 8TH SEPTEMBER 2022 AT 04:00 P.M. (IST) THROUGH VIDEO CONFERENCING (VC)/ OTHER AUDIO-VISUAL MEANS (OAVM) TO TRANSACT THE FOLLOWING BUSINESS:

**ORDINARY BUSINESS:**

1. To receive, consider and adopt the Financial Statements of the company for the financial year ended 31<sup>st</sup> March 2022 together with the Directors’ and Auditors’ Reports thereon.

**SPECIAL BUSINESS:**

**2. Appointment of Mr. Madhusudan Murlidhar Kela as Managing Director**

*To consider and if thought fit to pass with or without modification(s) the following resolution as a special resolution:*

“**Resolved that** in accordance with the provisions of Sections 196, 197 and 203 of the Companies Act, 2013 (“the Act”), read with Schedule V and other applicable provisions of the Companies Act, 2013 and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 (including any statutory modification(s) or re-enactment(s) thereof, for the time being in force) and based on the recommendation and approval of Nomination and Remuneration Committee and Board of Directors of the Company, respectively, and subject to any other approvals as may be required, Mr. Madhusudan Murlidhar Kela (DIN: 05109767), who was appointed as an Additional Director and also Managing Director of the Company by the Board of Directors with effect from 10<sup>th</sup> March 2022 and who holds the said office pursuant to the provisions of Section 161 of the Companies Act, 2013 upto the date of this meeting, be appointed as Managing Director of the company for a period of five years with effect from 10<sup>th</sup> March 2022, whose office shall not be liable to retire by rotation on such remuneration as may be determined by the Board or any of its Committees thereof, from time to time, within the overall limits as stated under above provisions of the Act and as set out in the Explanatory Statement annexed to the Notice convening this Meeting.”

“**Resolved further that** in the event of any statutory amendment, modification or relaxation by the Central Government to Schedule V to the Act, the Board of Directors be and is hereby authorised to vary or increase the remuneration including salary, commission, perquisites, allowances, etc. within such prescribed limits or ceilings and the said agreement between the Company and Mr. Madhusudan Murlidhar Kela be suitably amended to give effect to such modification, relaxation or variation without any further reference to the members of the Company in general meeting.”

“**Resolved further that** anyone of the directors or the Company Secretary of the Company be and is hereby authorized, severally, to file necessary returns/forms with the ministry of Corporate Affairs and to do all such acts, deeds, and things, as in their absolute discretion they may consider necessary, expedient or desirable and to settle any question or doubt that may arise in relation thereto in order to give effect to this resolution or otherwise considered by them in the best interest of the Company.”

**3. Appointment of Mr. Sumit Bhalotia as a Non-Executive Director**

*To consider and if thought fit to pass with or without modification(s) the following resolution as an ordinary resolution:*

“**Resolved that** pursuant to the provisions of Sections 152, 160 and such other provisions of the Companies Act, 2013, as maybe applicable to the company read with the Companies (Appointment and Qualification of Directors) Rules, 2014 (including any statutory modification(s) or re-enactments thereof for the time being in force), Mr. Sumit Bhalotia (DIN: 08737566), who was appointed as an Additional Director of the Company with effect from 27<sup>th</sup> May 2022 by the Board of Directors pursuant to the provisions of Section 161 of the Companies Act, 2013, and as recommended by the Nomination and Remuneration Committee and who holds office only upto the date of this meeting be and is hereby appointed as a Non-Executive Director of the Company and whose office shall be liable to retire by rotation.”

**4. Appointment of Mr. Sanjay Malpani as an Independent Director**

*To consider and if thought fit to pass with or without modification(s) the following resolution as an ordinary resolution:*

“**Resolved that** pursuant to the provisions of Section 149, 152, 160 and any other applicable provisions, if any, of the Companies Act, 2013, Companies (Appointment and Qualification of Directors) Rules, 2014, (including any statutory modifications or re-enactment thereof for the time being in force), Mr. Sanjay Malpani (DIN: 07772768), who was appointed as an Additional Director and also an Independent Director of the Company with effect from 27<sup>th</sup> May 2022 and who holds office pursuant to the provisions of Section 161 of the Companies Act, 2013 upto the date of this meeting and as recommended by the Nomination and Remuneration Committee be and is hereby appointed as an Independent Director of the Company, for a term of 5 (five) consecutive years with effect from 27<sup>th</sup> May 2022, not be liable to retire by rotation.”

**5. Approval of Change of Name of the Company**

*To consider and if thought fit, to pass, with or without modification(s), the following resolution as a special resolution:*

“**Resolved that** pursuant to the provisions of Sections 4, 13, 14, 15 and other applicable provisions, if any, of the Companies Act, 2013 (“the Act”) read with applicable Rules framed thereunder including any statutory modification(s) or re-enactment(s) thereof for the time being in force, Regulation 45 and other applicable provisions of the Securities Exchange Board of India

(Listing Obligations and Disclosure Requirements) Regulations, 2015 including any amendment, modification or variation thereof or any other applicable law(s), regulation(s), guideline(s) and subject to the such approvals, consents, sanctions and permissions as may be required from the Central Government, the BSE Limited and subject to the approval of the Registrar of Companies, Maharashtra at Mumbai, and subject to any other regulatory and statutory authorities, the approval of the members of the Company be and is hereby accorded to change the name of the Company from the existing **Ikab Securities And Investment Limited** to **MKVentures Capital Limited** and that the Name Clause of the Memorandum of Association of the Company be suitably amended accordingly.”

“**Resolved further that** pursuant to Sections 13, 14 and other applicable provisions, if any, of the Act, upon issuance of the Fresh Certificate of Incorporation in Consequence to the Change of Name of the Company by the Registrar of Companies, Maharashtra at Mumbai, the old name **Ikab Securities And Investment Limited**, wherever appearing in the Memorandum and Articles of Association and other records, documents and papers of the Company, as applicable, be substituted with the new name **MKVentures Capital Limited**.”

“**Resolved further that** the Board of Directors of the Company (‘the Board’), which includes any Committee of the Board, or any officer/executive/representative and/or any other person so authorized by the Board be and is hereby authorized on behalf of the Company to do all such acts, deeds, things and execute all such application, forms, deeds, documents, instruments, writings and do such acts, deeds, in its absolute discretion including any modifications, changes, variations, alterations or revisions stipulated by any authority, while according approval, consent as may be considered necessary, expedient or desirable, including power to sub-delegate its authority, and to appoint counsels/consultants and advisors, file applications/petitions, issue notices, advertisements, obtain orders in order to give effect to the foregoing resolution or otherwise as may be considered necessary and deemed fit by the Board in the best interest of the Company and to settle any questions, issues, difficulties or doubts that may arise in this regard without further consent or approval of the members of the Company.”

#### 6. Adoption of new Articles of Association

*To consider and if thought fit to pass with or without modification(s) the following resolution as a special resolution:*

“**Resolved that** pursuant to the provisions of Section 14 and all other applicable provisions of the Companies Act, 2013, read with Companies (Incorporation) Rules, 2014 (including any statutory modification(s) or re-enactment thereof, for the time being in force), and subject to such other requisite approvals, if any, in this regard from the appropriate authorities and terms(s), condition(s), amendment(s), modification(s), as may be required or suggested by any such appropriate authorities, and agreed to by the Board of Directors of the Company (hereinafter referred to as “Board” which term shall include any Committee), the consent of the members of the Company be and is hereby accorded to adopt fresh set of regulations as the new Articles of Association in place of existing Articles of Association of the Company.”

“**Resolved further that** anyone of the directors and the Company Secretary of the Company, be and is hereby authorized, severally, to file necessary returns/forms with the Ministry of Corporate Affairs and further to do all such acts, deeds, and things, as in their absolute discretion they may consider necessary, expedient or desirable and to settle any question or doubt that may arise in relation thereto in order to give effect to this resolution or otherwise considered by them in the best interest of the Company.”

#### 7. Appointment of Statutory Auditors to fill the casual vacancy

*To consider and if thought fit, to pass, with or without modification(s), the following resolution as an ordinary resolution:*

“**Resolved that** pursuant to the provisions of Section 139(8) and other applicable provisions, if any of the Companies Act, 2013 (“the Act”) read with the Companies (Audit and Auditors) Rules, 2014, as amended from time to time or any other law for the time being in force (including any statutory modification or amendments thereto or re-enactment thereof) Messrs. ARSK & Associates, Chartered Accountants, Kolkata (Firm Registration Number 315082E) be and are hereby appointed as the Statutory Auditors of the Company to fill the casual vacancy caused by the resignation of Messrs. A.V. Arolkar & Co.”

“**Resolved further that** in terms of the said Section 139(8), Messrs. ARSK & Associates, Chartered Accountants, Kolkata, shall hold the office of the Statutory Auditors from the date of conclusion of the Thirty First Annual General Meeting to the date of conclusion of the Thirty Second Annual General Meeting at such remuneration as may be determined and recommended by the Audit Committee in consultation with the Statutory Auditors and duly approved by the Board of Directors of the Company.”

**By Order of the Board of Directors**  
Sd/-  
**Sanket Rathi**  
Company Secretary & Compliance Officer

**Registered Office:**  
11th Floor, Express Towers,  
Nariman Point,  
Mumbai – 400 021

**Place: Mumbai**  
**Date: 8<sup>th</sup> August 2022**

**NOTES:**

1. The Ministry of Corporate Affairs (MCA) and the Securities and Exchange Board of India (SEBI) permitted the holding of the Annual General Meeting (AGM) through video conferencing (VC)/ other audio visual means (OAVM). Hence, the AGM of the Company is being held through VC/ OAVM. The deemed venue for AGM shall be the registered office of the Company, i.e. 11<sup>th</sup> Floor, Express Towers, Nariman Point, Mumbai – 400021.
2. The related Explanatory Statement pursuant to Section 102 of the Companies Act, 2013 and the relevant details as required under Regulation 36(3) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (“SEBI Listing Regulations”) and Secretarial Standard on General Meetings issued by the Institute of Company Secretaries of India, of the person seeking appointment/ reappointment as Director under Item No. 2 are annexed hereto.  
  
Members will be provided with a facility of electronic voting (e-voting) and for attending the AGM through VC/OAVM by the Satellite Corporate Services Pvt. Ltd. (Satellite Corporate) through CDSL e-Voting system.
3. Members attending the AGM through VC/OAVM will be counted for the purpose of reckoning the quorum under Section 103 of the Act.
4. Since this AGM is being held pursuant through VC/OAVM, physical attendance of members has been dispensed with, accordingly, the facility for appointment of proxies by the members will not be available for the AGM and Attendance Slip & Route Map are not annexed to this Notice.
5. Institutional Members are encouraged to attend and vote at this AGM through VC/OAVM. Institutional / Corporate Shareholders (i.e. other than individuals / HUF, NRI, etc.) are required to send a scanned copy (PDF/JPG Format) of its Board or governing body Resolution/Authorization etc., authorizing its representative to attend the AGM through VC/OAVM or vote through remote e-voting. The said Resolution/Authorization shall be sent to the Scrutinizer by email through its registered email address to [shruti@mca.net.in](mailto:shruti@mca.net.in) with a copy marked to [service@satellitecorporate.com](mailto:service@satellitecorporate.com) and [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com).
6. The Members can join the AGM in the VC/OAVM mode 15 minutes before and after the scheduled time of the commencement of the Meeting by following the procedure mentioned in the Notice. The facility of participation at the AGM through VC/OAVM will be made available to atleast 1,000 members on a 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 Shareholder and Transfer Committee, Auditors etc. who are allowed to attend the/AGM without restriction on account of first come first served basis. The Members will be able to view the proceedings on Central Depository Services Limited’s (‘CDSL’) e-voting website at [www.cdslindia.com](http://www.cdslindia.com).
7. Members may please note that the AGM notice and annual reports as mentioned in the annual report are available on the Company’s website at [www.ikabsecurities.com](http://www.ikabsecurities.com) on websites of the stock exchanges i.e. BSE Limited at [www.bseindia.com](http://www.bseindia.com).
8. In compliance with the MCA Circulars, the notice of this AGM along with the Annual Report and Accounts 2021- 22 is being sent through electronic mode to those members whose email addresses are registered with the Company/Depositories Members who have not registered their e-mail addresses and are holding shares in physical form are requested to contact the Share Transfer Agents of the Company and register their email-id. Members holding shares in intend dematerialised form are requested to contact their Depository Participant for updation of their email id.
9. Members holding equity shares of the Company in physical form are requested to kindly get their equity shares converted into demat/electronic form to get inherent benefits of dematerialisation and also considering that physical transfer of equity shares/ issuance of equity shares in physical form have been disallowed by SEBI.
10. Benefits of Dematerialization:  
  
As per amended Regulation 40 of SEBI Listing Regulations, securities of listed companies can be transferred only in dematerialized form with effect from, April 1, 2019, except in case of request received for transmission or transposition and relogged transfers of securities. Further, SEBI vide its Circular dated September 7, 2020 and December 2, 2020 fixed March 31, 2021 as the cut-off date for re-lodgement of transfer deeds and the shares that are re-lodged for transfer shall be issued only in demat mode. In view of this and to eliminate all risks associated with physical shares and for ease of portfolio management, members holding shares in physical form are requested to consider converting their holdings to dematerialized form.
11. Members holding shares in dematerialized form are requested to intimate all changes pertaining to their bank details, mandates, nominations, power of attorney, change of address, change of name and email address, etc., to their Depository Participants only and not to Company’s Registrar and Transfer Agent. Changes intimated to the Depository Participant will then be automatically reflected in the Company’s records. Members holding shares in physical form are requested to intimate such changes to the Company’s Registrar & Share Transfer Agents, Satellite Corporate Services Pvt. Ltd.  
  
SEBI has mandated the submission of PAN by every participant in securities market. Members holding shares in electronic form are, therefore requested to submit the PAN to their Depository Participant with whom they are maintaining their demat

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accounts. Members holding shares in physical form can submit their KYC details to Satellite Corporate Services Pvt. Ltd in form no. ISR-1 and register the nomination in form no. SH-013. In case physical shareholders do not intend register nomination, form no. ISR-3 required to be submitted. In case physical shareholders who have changed their signature and find variation in their signature, kindly submit Form no. ISR-2. Please note that folios wherein any one of the cited documents/details are not available on or after April 01,2023, shall be frozen. These forms are available on the website of <http://www.satellitecorporate.com> / ( Investor Services/KYC Updation

Members holding shares in physical form, in identical order of names, in more than one folio are requested to send to Satellite Corporate Services Pvt. Ltd., the details of such folios together with the share certificates and self-attested copies of PAN card of the holders for consolidating their holding in one folio. A consolidated share certificate will be issued to such Members after making requisite changes.

12. In case of joint holders, the Member whose name appears as the first holder in the order of names as per the Register of Members of the Company will be entitled to vote at the AGM.
13. The Register of Members and the Share Transfer Books of the Company will remain closed from 01st September, 2022 to 8th September, 2022, both days inclusive.
14. The requisite Statutory Registers such as Register of Directors and Key Managerial Personnel, the Register of contracts or arrangements in which the Directors are interested and relevant documents referred to in the accompanying notice are open for inspection by the members at the Registered Office of the Company on all working days, except Saturday and Sunday between 11.00 A.M. and 5.00 P.M. from the date hereof up to the date of the AGM.
15. Transfer of unpaid / unclaimed dividend etc. to the Investor Education and Protection Fund in terms of Section 124 of the Companies Act, 2013 is not applicable to the company.
16. Members may note that Notice of the AGM and the Annual Report for the Financial Year 2021-22 will also be available on the Company's website i.e. [www.ikabsecurities.com](http://www.ikabsecurities.com) and on BSE Limited websites i.e. at [www.bseindia.com](http://www.bseindia.com) .
17. At the 28th AGM held on 28/08/2019, the members approved appointment of M/s. A.V. Arolkar & Co., Chartered Accountants (FRN:100542W) as Statutory Auditors of the Company to hold office for a period of five consecutive years till the conclusion of the 33rd AGM to be held in the year 2024. M/s A.V Arolkar & Co. Statutory Auditors of the Company have tendered their resignation vide their letters dated August 08, 2022 informing their inability to continue as the Statutory Auditors of the Company. Due to Causal Vacancy occurred, the Company needs to appoint the new auditor as per the requirement and the Board at its meeting held on 08<sup>th</sup> August 2022, had appointed M/s ARSK & Associates as the statutory auditors subject to the approval of the members of the company. Meanwhile, Company has received consent letter from M/s. ARSK & Associates, Chartered Accountants (Firm Registration Number: 315082E).
18. Registration of e-mail address permanently with Company/Depository Participant:  

To support 'Green Initiative', Members who have not yet registered their e-mail addresses are requested to register the same with their concerned Depository Participants, in respect of electronic holding and with Company's Registrar & Share Transfer Agents, Satellite Corporate Services Pvt. Ltd., in respect of physical holding. Further, those Members who have already registered their e-mail addresses are requested to keep their e-mail addresses validated/updated with their Depository Participants/ Company's RTA to enable servicing of notices/documents/Annual Reports and other communications electronically to their e-mail address in future.
19. In compliance with the provisions of Section 108 of the Act, read with Rule 20 of the Companies (Management and Administration) Rules, 2014, as amended from time to time, Regulation 44 of the SEBI Listing Regulations, the Members are provided with the facility to cast their vote electronically, through the e-voting services provided by CDSL, on all the resolutions set forth in this Notice. The facility of casting votes by a member using remote e-voting system before the Meeting as well as remote e-voting during the AGM will be provided by CDSL.
20. The remote e-voting period commences on Sunday 04<sup>th</sup> September, 2022 (9.00 a.m. IST) and ends on Wednesday 7<sup>th</sup> September (5.00 p.m. IST). During this period, Members of the Company, holding shares either in physical form or in dematerialized form, as on cutoff date i.e. Thursday, 1<sup>st</sup> September, 2022 may cast their vote electronically. The remote e-voting module shall be disabled by CDSL for voting thereafter. Once the vote on a resolution is cast by the Member, he shall not be allowed to change it subsequently. The voting rights of Members (for voting through remote e-voting before the AGM and e-Voting during the AGM) shall be in proportion to their shares held in the paid up equity share capital of the Company as on cut-off date i.e Thursday, 1<sup>st</sup> September, 2022.
21. Members will be provided with the facility for voting through electronic voting system during the VC/OAVM at the AGM and Members participating at the AGM, who have not already cast their vote on the Resolutions through remote e-voting and are otherwise not barred from doing so, will be eligible to exercise their right to vote during such proceedings of the AGM. The Members who have cast their vote by remote e-voting prior to the AGM may also attend/participate in the AGM through VC/OAVM, but shall not be entitled to cast their vote again.



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22. A person, whose name is recorded in the Register of Members or in the Register of Beneficial Owners maintained by the depositories as on the cut-off date only shall be entitled to avail the facility of remote e-voting before the AGM as well as remote e-voting during the AGM. Any person who is not a member as on the cut-off date should treat this Notice for information purpose only. Any person, who acquires shares of the Company and becomes a Member of the Company after sending of the Notice and holding shares as of the cut-off date, may obtain the User ID and Password by sending a request at [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com).
23. The Chairman shall, at the AGM allow voting by use of remote e-voting system for all those Members who are present during the AGM through VC/OAVM but have not cast their votes by availing the remote e-voting facility before the AGM. The remote e-voting module during the AGM shall be disabled by CDSL for voting 15 minutes after the conclusion of the Meeting.
24. Ms. Shruti Somani (ACS: 49773), Practicing Company Secretaries, have been appointed as the Scrutinizer to scrutinize the remote e-voting before and during the AGM, in a fair and transparent manner.
25. The Scrutinizer shall, immediately after the conclusion of remote e-voting at the AGM, first count the votes cast during the Meeting, thereafter unblock the votes cast through remote e-voting before the Meeting and make, not later than 48 hours of conclusion of the Meeting, a consolidated Scrutinizer's report of the total votes cast in favour or against, if any, to the Chairman or a person authorised by him in writing, who shall countersign the same.
26. The results declared along with the Scrutinizer's Report shall be placed on the Company's Website [www.ikabsecurities.com](http://www.ikabsecurities.com) and on the website of CDSL i.e. [www.cdslindia.com](http://www.cdslindia.com) immediately after the results are declared and the same shall be communicated to BSE Limited, where the shares of the Company are listed.
27. Subject to the receipt of requisite number of votes, the Resolutions forming part of the AGM Notice shall be deemed to be passed on the date of the AGM.

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

1. Members will be provided with a facility to attend the AGM through VC/OAVM or through the CDSL e-voting system and they may access the same at <https://www.evotingindia.com> under the Shareholders/members login by using their remote e-voting credentials where the EVEN of the Company will be displayed. On clicking this link, the Members will be able to attend and participate in the proceedings of the AGM.  
  
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 CDSL.
2. Members may join the Meeting through Laptops, Smartphones, Tablets and iPads for a better experience. Further, Members will be required to use the Internet with a good speed to avoid any disturbance during the meeting. Members will need the latest version of Chrome, Safari, Internet Explorer 11, MS Edge or Firefox. Please note that participants connecting from Mobile Devices or Tablets or through Laptops connecting via mobile hotspot may experience Audio/Video loss due to fluctuation in their respective networks. It is therefore recommended to use stable Wi-Fi or LAN connection to mitigate any glitches.
3. Members are encouraged to submit their questions in advance with regard to the financial statements or any other matter to be placed at the 31<sup>st</sup> AGM from their registered e-mail address, mentioning their name, DP ID and Client ID number/ folio number and mobile number to reach the Company's e-mail address at [infoikabsecurities@gmail.com](mailto:infoikabsecurities@gmail.com) on or before September 3<sup>rd</sup>, 2022. Such questions by the Members shall be suitably replied to by the Company.
4. Members who would like to express their views/ask questions as a speaker at the Meeting may pre-register themselves by sending their request from their registered email address mentioning their name, DP ID and Client ID/folio number, PAN, mobile number at [infoikabsecurities@gmail.com](mailto:infoikabsecurities@gmail.com) on or before September 3<sup>rd</sup>, 2022. Only those Members who have pre-registered themselves as a speaker will be allowed to express their views/ask questions during the AGM. The Company reserves the right to restrict the number of speakers depending on the availability of time for the AGM.
5. Members who need assistance before or during the AGM, can contact on 022 – 24224480/81

**B. INSTRUCTIONS FOR E-VOTING BEFORE/DURING THE AGM**

➤ **INSTRUCTIONS FOR REMOTE E-VOTING BEFORE THE AGM ARE AS UNDER:**

**Step 1: Log-in to CDSL e-voting system at <https://www.evotingindia.com>**

**Step 2: Cast your vote electronically on CDSL e-voting system.**

Details on Step 1 are mentioned below:

How to Log-in to CDSL e-voting website?

1. Visit the e-voting website of CDSL. Open web browser by typing the following URL: <https://www.evotingindia.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.
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 IN300*** 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 EVEN is 123456 and folio number is 001*** then User ID is 123456001***

5. Next enter the Image Verification as displayed and Click on Login.
6. If you are holding shares in demat form and had logged on to [www.evotingindia.com](http://www.evotingindia.com) and voted on an earlier e-voting of any company, then your existing password is to be used.
7. If you are a first-time user follow the steps given below:

	For Members holding shares in Demat Form	For Members holding shares in Physical Form
PAN*	Enter your 10 digit alpha-numeric *PAN issued by Income Tax Department (Applicable for both Demat shareholders as well as physical shareholders)	
DOB#	Enter the Date of Birth as recorded in your Demat account or in the company records for the said Demat account or folio in dd/mm/yyyy format.	
Dividend Bank Details#	Enter the Dividend Bank Details as recorded in your Demat account or in the company records for the said Demat account or folio. Please enter the DOB or Dividend Bank Details in order to login. If the details are not recorded with the depository or company please enter the member id / folio number in the Dividend Bank details field.	

\*Members who have not updated their PAN with the Company/Depository Participant are requested to use the first two letters of their name and the sequence number in the PAN field. In case the sequence number is less than 8 digits enter the applicable number of 0’s before the number after the first two characters of the name. e.g.: if your name is Ramesh Kumar with sequence number 1 then enter RA00000001 in the PAN Field.

# Please enter any one of the details in order to login. In case both the details are not recorded with the depository or company please enter the member id / folio number in the Dividend Bank details field.

8. After entering appropriate details, click on “SUBMIT” tab.
9. Members holding shares in physical form will then directly reach the Company selection screen. However, Members holding shares in demat form will now reach ‘Password Creation’ menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the demat holders for voting for Resolutions of any other company on which they are eligible to vote, provided that company opts for e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.

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10. For Members holding shares in physical form, the details can be used only for e-voting on the Resolutions contained in this Notice.
11. Click on the Electronic Voting Sequence Number (EVSN) of the Company on which you choose to vote.
12. On the voting page, you will see “RESOLUTION DESCRIPTION” and against the same the option “YES/NO” for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.
13. Click on the “RESOLUTIONS FILE LINK” if you wish to view the entire Resolution details.
14. After selecting the Resolution you have decided to vote on, click on “SUBMIT”. A confirmation box will be displayed. If you wish to confirm your vote, click on “OK”, else to change your vote, click on “CANCEL” and accordingly modify your vote.
15. Once you “CONFIRM” your vote on the Resolution, you will not be allowed to modify your vote.
16. You can also take a print of the votes cast by clicking on “Click here to print” option on the Voting page.
17. If Demat account holder has forgotten the changed password then enter the User ID and captcha code click on Forgot Password & enter the details as prompted by the system.
18. Members can also cast their vote using CDSL’s mobile app “m-Voting”. The m-Voting app can be downloaded from respective Store. Please follow the instructions as prompted by the mobile app while Remote Voting on your mobile.

➤ **INSTRUCTIONS FOR E-VOTING DURING THE AGM ARE AS UNDER:**

1. The procedure for e-voting during the AGM is same as the instructions mentioned above for remote e-voting, since the Meeting is being held through VC/OAVM.
2. Only those Members/Shareholders, who will be present in the AGM through VC/OAVM facility and have not cast their vote on the Resolutions through remote e-Voting before the Meeting and are otherwise not barred from doing so, shall be eligible to vote through e-voting system in the AGM.

➤ **PROCESS FOR THOSE SHAREHOLDERS WHOSE EMAIL ADDRESSES ARE NOT REGISTERED WITH THE DEPOSITORIES FOR OBTAINING LOGIN CREDENTIALS FOR E-VOTING FOR THE RESOLUTIONS PROPOSED IN THIS NOTICE:**

1. For Physical shareholders- please provide necessary details like 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 [infoikabsecurities@gmail.com](mailto:infoikabsecurities@gmail.com) / [service@satellitecorporate.com](mailto:service@satellitecorporate.com)
2. For Demat shareholders -, please provide Demat account details (CDSL-16 digit beneficiary ID or NSDL-16 digit DPID + CLID), 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 [infoikabsecurities@gmail.com](mailto:infoikabsecurities@gmail.com) / [service@satellitecorporate.com](mailto:service@satellitecorporate.com) .
3. The company/RTA shall co-ordinate with CDSL and provide the login credentials to the above mentioned shareholders.

**General Guidelines for shareholders**

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.evotingindia.com](http://www.evotingindia.com) to reset the password.

All grievances connected with the facility for voting by electronic means may be addressed to Mr. Nitin Kunder (022-23058738) or Mr. Mehboob Lakhani (022-23058543) or Mr. Rakesh Dalvi (022-23058542), Central Depository Services (India) Limited, A Wing, 25th Floor, Marathon Futurex, Mafatlal Mill Compounds, N M Joshi Marg, Lower Parel (East), Mumbai - 400013 or send an email to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com) or call 1800225533.

**By Order of the Board of Directors**  
Sd/-  
**Sanket Rathi**  
**Company Secretary & Compliance Officer**

**Registered Office:**

11th Floor, Express Towers,  
Nariman Point,  
Mumbai – 400 021

**Place: Mumbai**

**Date: 8<sup>th</sup> August 2022**

**ANNEXURE TO THE NOTICE**

**THE STATEMENT SETTING OUT MATERIAL FACTS PURSUANT TO SECTION 102 OF THE COMPANIES ACT, 2013 AND THE INFORMATION REQUIRED AS PER REGULATION 36(3) OF SEBI (LISTING OBLIGATION AND DISCLOSURE REQUIREMENT) REGULATION, 2015 AND SECRETARIAL STANDARD ON GENERAL MEETING (SS-2).**

**Item No. 2 : Appointment of Mr. Madhusudan Kela.(DIN 05109767) as the Managing Director of the Company**

Brief resume of the Director proposed to be appointed (Item No. 2 of the Notice) pursuant to Regulation 36(3) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and the Secretarial Standard on General Meetings issued by the Institute of Company Secretaries of India, is given hereunder:

Sr. No.	Particulars	Particulars
1.	Reason for change viz. appointment, resignation, removal, death or otherwise;	Appointment of Mr. Madhusudan Kela.(DIN 05109767) as a Director of the Company & Approval to his appointment as the Managing Director of the Company
2.	Date of appointment (subject to approval at AGM)	10th March 2022
3.	Term of appointment	Approval sought for his appointment as the Managing Director for a period of five years with effect from 10th March 2022
4.	Brief Profile	<p><b>Profile of Mr. Madhusudan Kela</b></p> <p>Mr Madhusudan Kela is one of the most well-known and seasoned investors in Indian Capital Markets, with an extensive experience of over 27 years. He has expertly played the role of Chief Investment Officer for over a decade, leading a team of over 40 investment professionals, and managed the Equity portfolio of the largest asset management company in India. At the Reliance Group, which he joined in 2001, he was a permanent invitee to all board meetings, in the capacity of a senior decision maker and key Group resource. After a 17-year successful stint at Reliance Group, he went entrepreneurial in Jan 2018.</p> <p>He is currently the promoter of a proprietary investment vehicle started in 2018 – “MK VENTURES” which is a boutique proprietary investment firm focussed on alpha opportunities. He is also on the committees of CII, FICCI and SIDBI. He is also a partner in a couple of other firms / LLP and hold substantial interest in other two Companies.</p> <p>Mr Kela has also been recognised as the Best Equity Fund Manager, and received this award from the Prime Minister of India. He has actively counselled the leading Industrial Houses in India, and also on their personal investments. He also informally advises family offices of several distinguished HNIs, and select global institutions on investing into India. He is also frequently invited to make representations to policy makers on critical business-related issues of national importance, helping take the industry voice to the policy makers.</p> <p>He was also the architect behind the staggering growth in RMF’s AUM from less than Rs. 200 Cr to over 1 lakh Cr in less than a decade. He is widely regarded for his ability for wealth creation. Over the last three decades, he has identified and mentored several passionate entrepreneurs. He has helped several promising companies realize their true potential.</p>

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		<p>He has been profiled by leading Indian and International magazines, including the likes of Forbes and Asia money. His views are sought after by the leading business news channels in India including CNBC TV18, ET Now, Bloomberg, BTVI and CNBC Awaaz, and Zee Business. He is a regular panellist for sharing investment views, and opinion on a host of macro and thematic events. He has also hosted or been a panel invitee to major conferences organized by industry bodies like FICCI, CII, leading domestic and international institutions related to capital markets etc.</p> <p>He is involved in social and religious causes and is a Trustee at Konark Cancer Foundation – providing financial assistance and helping them get the right treatment and patient care. He is also an active volunteer for Isha Foundation.</p>
5.	Disclosure of relationships between directors (in case of appointment of a director)	Mr. Madhusudan Kela is not related to any other Director of the Company.

In accordance with the provisions of Section 196, 197 and 203 of the Companies Act, 2013 (“the Act”), read with Schedule V and other applicable provisions of the Companies Act, 2013 and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 (including any statutory modification(s) or re-enactment(s) thereof, for the time being in force) and based on the recommendation and approval of Nomination and Remuneration Committee and Board of Directors of the Company respectively, Mr. Madhusudan Murlidhar Kela (DIN: 05109767) who was appointed as an Additional Director of the Company w.e.f. 10th March 2022 (whose term of office expires at this Annual General Meeting), is being recommended for the Office of Director and Managing Director of the Company.

Mr. Madhusudan Kela has more than 27 years of experience in the field of finance, capital markets and related activities. He is one of the promoters and the Managing Director of our Company and is presently involved in day-to-day affairs including future planning, finances control, man-management and in strategic decision-making of our Company.

**Item No. 3: Appointment of Mr. Sumit Bhalotia (DIN: 08737566) as Non-Executive Director**

Brief resume of the Director proposed to be appointed (Item No. 3 of the Notice) pursuant to Regulation 36(3) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and the Secretarial Standard on General Meetings issued by the Institute of Company Secretaries of India, is given hereunder:

Sr. No.	Particulars	Particulars
1.	Reason for change viz. appointment, resignation, removal, death or otherwise;	Appointment of Mr. Sumit Bhalotia (DIN 08737566) as Non-Executive Director of the Company
2.	Date of appointment (subject to approval at AGM)	27th May 2022
3.	Term of appointment	Mr. Sumit Bhalotia was appointed as an Additional Director to hold office up to the date of the next AGM
4.	Brief Profile	<p><b><u>Profile of Mr. Sumit Bhalotia (DIN 08737566)</u></b></p> <p>Mr. Sumit Bhalotia has over 15 years of work experience across diverse industries ranging from financial services, oil &amp; gas, telecom and information technology. This includes more than a decade of experience in equity research &amp; fund management. He is currently associated with MK Ventures, a boutique investment management firm focussed on alpha generation. Before joining MK Ventures, Sumit was Assistant Vice President – Investments at Reliance Capital Ltd. He has also worked at CRISIL, Indian Oil Corp and Cognizant Technology in various roles. Sumit started his investing career as an analyst conducting extensive modelling for a top Global research team focussed on European equities. Sumit has evaluated investments in almost all key sectors, given the sector agnostic, concentrated investing style of the firm and leads the team’s initiatives in banking &amp; financial services. Sumit has also been instrumental in developing a lot of the team’s proprietary models and market assessment tools. He closely tracks disruptions in existing businesses and emerging technologies, especially in Fintech, which has led to some of the firm’s key investments in this space. Besides being a passionate stock picker, Sumit also spends a lot of time understanding the deep complexities of the global financial markets and leverages this knowledge to ensure the broader market direction is well understood and tracked.</p> <p>Mr. Sumit holds a Bachelor of Technology (Computer Science) from Maulana Abul Kalam Azad University of Technology, West Bengal and an MBA (PGDM) from the Xavier Institute of Management (XIMB), one of the premier business schools in India. He is also a CFA Charter holder. Besides investing, He is an avid reader and fitness enthusiast.</p>
5.	Disclosure of relationships between directors (in case of appointment of a director)	Mr. Sumit Bhalotia is not related to any Director of the Company.

Pursuant to the provisions of section 161 of the Companies Act, 2013 (“Act”) read with applicable rules made thereunder and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and based on the recommendation of Nomination and Remuneration Committee, the Board of Directors of the Company, the Board had appointed Mr. Sumit Bhalotia (DIN: 08737566) as an Additional Director in the capacity of a Non-Executive Director to office upto the date of the Annual General Meeting.

In compliance with the provisions of section 149, the appointment of Mr. Sumit Bhalotia is now being placed before the Members for their approval.

At the time of his appointment by the Board, the Company had received the following documents from Mr. Sumit Bhalotia:

- (i) consent in writing to act as Director in Form DIR-2 pursuant to Rule 8 of Companies (Appointment & Qualification of Directors) Rules 2014, and
- (ii) intimation in Form DIR-8 in terms of Companies (Appointment & Qualification of Directors) Rules, 2014, to the effect that he is not disqualified under Sub-section (2) of Section 164 of the Companies Act, 2013.

All the relevant documents for the appointment of Mr. Sumit Bhalotia as Non-Executive Director of the Company shall be open for inspection by the Members at the Registered Office of the Company between 10:00 AM to 1:00 PM on all working days, (Monday to Friday) except Saturdays, Sundays and holidays upto the date of Annual General Meeting and the same shall be available at the time of Annual General Meeting.

A brief profile of Mr. Sumit Bhalotia to be appointed as Non-Executive Director is given in the table appearing before the explanatory statement.

Except for Mr. Sumit Bhalotia, being the appointee, none of the other directors, Key Managerial Personnel (“KMP”) and relatives of such other directors and KMP of the Company are, in any way, connected or interested in the resolution.

The Board recommends the said resolution as an Ordinary Resolution for approval of the members.

**Item No. 4: Appointment of Mr. Sanjay Malpani (DIN: 07772768) as an Independent Director**

Brief resume of the Director proposed to be appointed (item no. 4 of the Notice) pursuant to Regulation 36(3) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and the Secretarial Standard on General Meetings issued by the Institute of Company Secretaries of India, is given hereunder:

Sr. No.	Particulars	Particulars
1.	Reason for change viz. appointment, resignation, removal, death or otherwise;	Appointment of Mr. Sanjay Malpani (DIN 07772768) as a Director & Approval to his appointment as an Independent Director of the Company for a period of five years effective from 27th May 2022
2.	Date of appointment (subject to approval at AGM)	27th May 2022.
3.	Term of appointment	Five years effective 27 <sup>th</sup> May 2022, subject to the approval of shareholders
4.	Brief Profile	<b><u>Brief Profile - Mr. Sanjay Malpani</u></b> Mr. Sanjay Malpani is a Chartered Accountant. He has wide experience in administration, growth strategies, corporate structuring, business planning, treasury and risk management in diverse organizations in Food, Oil & Gas, Trading and distribution of consumer and industrial goods industries; working for leading MNCs, large corporates & promoter-driven companies in India and abroad. He has a good understanding of businesses and their drivers, combined with a solution orientation that has helped deliver a range of solutions across various roles. He created and led teams, with an entrepreneurial outlook, to open up new opportunities and business Lines across industries and influenced policy changes by MOFPI to improve the operational and financial efficiency of Food Parks. He held diverse positions in various fields in leading corporates.
5.	Disclosure of relationships between directors (in case of appointment of a director)	Mr. Sanjay Malpani is not related to any Director of the Company.

Based on the recommendation of Nomination and Remuneration Committee, the Board of Directors of the Company, pursuant to the provisions of Section 161 of the Companies Act, 2013 (“Act”) read with applicable rules made thereunder and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Board had appointed Mr. Sanjay Malpani (DIN: 07772768) as an Additional Director in the capacity of an Independent Director to hold office upto the date of the next Annual General Meeting.

At the time of his appointment by the Board, the Company had received the following documents from Mr Sanjay Malpani:

- (i) consent in writing to act as Director in Form DIR-2 pursuant to Rule 8 of Companies (Appointment & Qualification of Directors) Rules 2014,
- (ii) intimation in Form DIR-8 in terms of Companies (Appointment & Qualification of Directors) Rules, 2014, to the effect that he is not disqualified under Sub-section (2) of Section 164 of the Companies Act, 2013, and
- (iii) a declaration to the effect that he meets the criteria of independence as provided in Sub-section (6) of Section 149 of the Companies Act, 2013.

In compliance with the provisions of Section 149, the approval to the appointment of Mr. Sanjay Malpani is now being placed before the Members for their approval.

All the relevant documents for the appointment of Mr. Sanjay Malpani as an Independent Director of the Company shall be open for inspection by the Members at the Registered Office of the Company between 10:00 AM to 1:00 PM on all working days, (Monday to Friday) except Saturdays, Sundays and holidays upto the date of Annual General Meeting and the same shall be available at the time of Annual General Meeting.

A brief profile of Mr. Sanjay Malpani to be appointed as Independent Director is given in the table appearing before the explanatory statement.

Except for Mr. Sanjay Malpani, being the appointee, none of the other directors, Key Managerial Personnel (“KMP”) and relatives of such other directors and KMP of the Company are, in any way, connected or interested in the resolution.

The members are requested to pass the said resolutions as Ordinary/Special Resolutions, as per the text appearing in the notice hereof.

**Item No. 5: Approval for Change of Name of the Company**

The Company obtained the approval of the proposed name MKVentures Capital Limited from the Registrar of Companies, Central Registration Centre, Manesar, Haryana on 11th July 2022. The Company is also in receipt of in-principle approval of the Reserve Bank of India for the proposed change of name of the company on 2nd June 2022.

In pursuance with the provisions of Section 13 and other applicable provisions, if any, of the Companies Act, 2013, read with the Companies (Management & Administration) Rules, 2014, the Board hereby seeks the approval of the members of the Company for the proposed change of the name of the Company from IKAB Securities and Investment Limited to MKVentures Capital Limited.

Your directors recommend the passing of the Resolution as appearing under Item No. 5 of the Notice as a Special Resolution.

None of the directors or Key Managerial Personnel of the Company or relatives of directors or Key Managerial Personnel is in anyway concerned or interested in this Resolution.

**Item No. 6: Adoption of new Articles of Association of the Company**

The regulations as contained in the existing Articles of Association of the Company are as per the erstwhile Companies Act, 1956. Upon enactment of the Companies Act, 2013, a number of regulations contained in the Articles of Association of the Company have become redundant and hence, require re-alignment as per the provisions of the Companies Act, 2013.

The Board of Directors at its meeting held on 08<sup>th</sup> August 2022 decided (subject to the approval of members) to adopt a new set of Articles of Association in place of and to the exclusion of existing Articles of Association of the Company. The draft of the new set of Articles proposed for approval, is being circulated alongwith this Notice and are also available for inspection by the shareholders of the Company during normal business hours at the Registered Office of the Company on all working days, except Saturdays, between 11.00 a.m. and 1.00 p.m. upto the date of the Meeting.

In terms of Section 14 of the Companies Act, 2013, the consent of the Members by way of special resolution is required for the adoption of a new set of Articles of Association of the Company. Your directors recommend the passing of this resolution by way of a special resolution.

None of the directors, Key Managerial Personnel, or relatives of such directors and Key Managerial Personnel is interested or concerned in the resolution set out at Item No. 6.

**Item No. 7: Appointment of Statutory Auditors to fill the casual vacancy**

Messrs. A.V. Arolkar & Co. (Firm Registration Number 100542W) have tendered their resignation as Statutory Auditors with effect from 8th August 2022 citing reasons in their said letter. This has resulted into a casual vacancy in the Office of Statutory Auditors of the Company as envisaged under Section 139(8) of the Companies Act, 2013.

The Board of Directors of the Company recommended the appointment of Messrs. ARSK & Associates, Chartered Accountants, Kolkata (Firm Registration Number 315082E) as the Statutory Auditors of the Company to fill the casual vacancy caused by the resignation of Messrs. A.V. Arolkar & Co. Accordingly, shareholders' approval by way of Ordinary resolution is being sought.

Messrs. ARSK & Associates have conveyed their consent for being appointed as the Statutory Auditors of the Company alongwith a confirmation that, their appointment, if made by the members, would be within the limits prescribed under the Companies Act, 2013 and shall satisfy the criteria as provided under Section 141 of the Companies Act, 2013 and have given a certificate that their Firm complies with all eligibility prescribed norms for the appointment of the statutory auditors.

The Board of Directors of the Company recommends the passing of the resolution in Item No. 7 of the Notice as an ordinary resolution.

None of the directors, Key Managerial Personnel, or relatives of such directors and Key Managerial Personnel is interested or concerned in the resolution set out at Item No. 7.

**By Order of the Board of Directors**  
Sd/-  
**Sanket Rathi**  
Company Secretary & Compliance Officer

**Registered Office:**

11th Floor, Express Towers,  
Nariman Point,  
Mumbai – 400 021

**Place: Mumbai**

**Date: 8<sup>th</sup> August 2022**



**BOARD'S REPORT**

**Dear Shareholders,**

Your Directors are pleased to present herewith the 31<sup>st</sup> Annual Report along with the audited financial statements of your Company for the financial year ended 31<sup>st</sup> March 2022.

**1. FINANCIAL HIGHLIGHTS:**

The Company's financial performance for the year ended 31<sup>st</sup> March 2022 and the comparative figures for the previous year are summarized below:

Particulars	FY21-22	FY20-21
Revenue from Operations	13,71,82,652	8,16,46,796
Other Income	9,067	14,22,031
Total Revenue	13,71,91,719	8,30,68,827
Profit Before interest, tax, depreciation and amortisation	6,13,35,497	3,26,69,074
Finance Cost	6,72,06,445	4,29,17,287
Depreciation	61,959	58,550
Profit before tax (PBT)	6,12,73,538	3,26,10,524
Tax	1,56,20,223	56,47,242
<b>Net Profit</b>	<b>4,56,53,315</b>	<b>2,69,63,282</b>

(₹ in Lakhs)

**2. (A) FINANCIALS:**

During the financial year 2021-22 the company has recorded a Profit (before tax) of Rs. 6,12,73,538/- as against Rs. 3,26,10,524/- in the previous year with an increase in profit by 87.89% compared to previous financial year. The Company recorded a Net Profit of Rs. 4,56,53,315/- as compared to Net Profit of Rs. 2,69,63,282/- during the previous year with an increase in profit by 69.32% compared to previous financial year.

**(B) BUSINESS OUTLOOK**

Outlook of the Business has been discussed in the Management Discussion and Analysis which forms part of this Annual Report as *Annexure I*.

**3. CHANGES IN SHARE CAPITAL**

During FY 2021-22 there was no change in the authorised and paid-up share capital of the Company. The Paid Up Equity Share Capital as on 31st March, 2022 amounted to Rs. 3,41,64,000/-.

**4. DIVIDEND:**

With a view to conserve resources for expansion of business, your Directors have thought it prudent not to recommend any dividend for the financial year under review.

**5. DIRECTORS & KEY MANAGERIAL PERSONNEL:**

In accordance with the provisions of Section 152 of the Companies Act, 2013 and the Articles of Association of the company, Mr. Madhusudan Murlidhar Kela (DIN 05109767) was appointed as the Additional Director on 10<sup>th</sup> March 2022. In terms of appointment of Mr. Madhusudan Murlidhar Kela, he shall hold office upto the date of the ensuing annual general meeting. Being eligible, he has expressed his desire and willingness to get appointed as director of the Company. Taking into consideration, his rich experience and contribution to the Company the Board has decided to appoint him as the Managing director of the Company. Members are requested to consider his appointment as Managing director of the Company for a period of five years with effect from 10<sup>th</sup> March 2022.

Mr. Sanjay Malpani (DIN: 07772768) and Mr. Sumit Bhalotia (DIN: 08737566) were appointed as the Additional Directors on 27th May 2022. In terms of their appointment, Mr. Sanjay Malpani and Mr. Sumit Bhalotia shall hold Office upto the date of the ensuing annual general meeting. Being eligible, they have expressed their desire and willingness to get appointed as an Independent director and Non-Executive Director, respectively. Members are requested to appoint them as an Independent director and Non-Executive Director, respectively of the Company. Brief details of Appointment/ Re-appointment of Directors have been mentioned in the notice convening the Annual General Meeting at "Information pursuant to the Listing Regulations and Secretarial Standards in respect of Appointment/Re-appointment of Directors".

Further, it is brought to the notice of the members that, Mr. Indra Kumar Bagri (DIN 00014384) designated as Chairman & Director, Mr. Anil Bagri (DIN:00014338) designated as director, Mr. Abhishek Bagri (DIN 00015897) designated as Whole Time Director and Mr. Prerit Damani (DIN 00015362), Independent director of the Company, had resigned from the Board of the Company with effect from 10<sup>th</sup> March, 2022. Mr Devang Dani, Chief Financial Officer of the Company had resigned with effect from 10<sup>th</sup> March, 2022. Mr. Subhash Sheratan Mundra (DIN: 00979731) was appointed as an Independent Director and as the Chairman of the Board at the Board Meeting held on 10<sup>th</sup> March 2022. Mr. Subhash Sheratan Mundra thereafter resigned from the Board effective from 14<sup>th</sup> May 2022. The Board records its deep appreciation for the services rendered by the above directors and KMPs during their tenure.

**6. CAPITAL STRUCTURE**

The Authorised Share Capital of the Company as on 31st March, 2022 was Rs. 5,00,00,000 (Rupees Five Crores Only) divided into 50,00,000 Equity Shares of Rs.10/- (Rupees Ten) each. The Issued, Subscribed and Paid-up Capital at the end of the financial year 31st March, 2022 was Rs. 3,41,64,000 (Rupees Three Crores Forty-One Lakhs Sixty Four Thousand Only) divided into 34,16,400 Equity Shares of Rs. 10/- (Rupees Ten) each. There were no rights issue, bonus issue or preferential issue, etc. made during the year ended 31<sup>st</sup> March 2022. Also, the Company has not issued shares with differential voting rights or sweat equity shares.

**7. SUBSIDIARY, ASSOCIATES OR JOINT VENTURES**

The Company does not have subsidiary or associate Company. The Company is also not a subsidiary of any other Company. As at 31st March 2022, the Company has not entered into any joint ventures.

**8. RESERVES**

The Board of Directors of your Company has decided not to transfer any amount to the Reserves for the year under review.

**9. DEPOSITS**

The Company has not accepted any deposits from the public falling within the ambit of Section 73 of the Companies Act, 2013 ('the Act') and the Companies (Acceptance of Deposits) Rules, 2014. There are no unclaimed deposits, unclaimed/unpaid interest, refunds due to the deposit holders or to be deposited with the Investor Education and Protection Fund as on March 31, 2022.

**10. ANNUAL RETURN:**

In terms of Section 134(3)(a) and Section 92(3) of the Companies Act, 2013, a copy of the annual return in Form MGT-7 is to be placed on the website of the Company. The same is available in the website of the Company at <https://www.ikabsecurities.com/>.

As on the date of signing this Board's Report, the above link has the annual return for the Financial Year 2021-2022. The annual return for the Financial Year 2021-22 shall be available on the same link upon holding of the ensuing Annual General Meeting, since, in terms of section 92(1) read with Rule 11(1) of the Companies (Management and Administration) Rules, 2014, the annual return in Form No. MGT-7 would be prepared only after the said annual general meeting.

**11. BOARD COMMITTEES:**

In compliance to the provisions of the Companies Act, 2013 and SEBI Listing Regulations, the Company has constituted various committees of the Board. Details of scope, constitution, terms of reference, number of meetings held during the year under review along with attendance of Committee Members therein annexed to this report as *Annexure 4*. Details of the constitution of these Committees is also available on the website of the Company.

**12. BOARD EVALUATION:**

As required under the Companies Act, 2013 and the Listing Regulations, an annual performance evaluation of the Board was undertaken where the Board formally assesses its own performance with an aim to improve the effectiveness of the Board and the Committees. The Company has devised a policy for performance evaluation of the Board, Committees and Directors which include criteria for performance evaluation of Non-executive and Executive Directors.

The Company carried out the evaluation process internally which included the evaluation of the Board as a whole, Board Committees and Peer evaluation of the Directors. The evaluation process focused on various aspects of the functioning of the Board and Committees such as the composition of the Board and Committees, experience and competencies, the performance of specific duties and obligations, governance issues, etc. The report on the performance evaluation of the Individual Directors was reviewed by the Chairman of the Board and feedback was given to the Directors.

Details of performance evaluation of Independent Directors as required under Schedule IV to the Companies Act, 2013 are

provided in Report on Corporate Governance.

The Directors have expressed their satisfaction with the evaluation process and its results.

**13. REMUNERATION POLICY OF THE COMPANY:**

In terms of the provisions of Section 178 of the Companies Act, 2013 read with Regulation 19 of SEBI Listing Regulations, a policy relating to remuneration of the Directors, Key Managerial Personnel and other employees has been adopted by the Board of Directors thereby analyzing the criteria for determining qualifications, positive attributes and independence of a Director. The said policy is available on the website of the Company at <https://www.ikabsecurities.com>.

**14. PARTICULARS OF REMUNERATION OF DIRECTORS AND EMPLOYEES:**

Disclosures relating to remuneration and other details as required under Section 197 of the Act read with Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 forms part of this Report as *Annexure - 2*.

**15. DIRECTORS' RESPONSIBILITY STATEMENT**

As required under Section 134(3)(c) of the Companies Act, 2013, Directors of the Company, to the best of their knowledge and belief with respect to 2021-22, state that:

1. in the preparation of the annual accounts, the applicable accounting standards have been followed with proper explanation relating to material departures;
2. the Directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of financial year and of the profit and loss of the Company for that period;
3. 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;
4. the Directors have prepared the annual accounts on a going concern basis;
5. the Directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems are adequate and operating effectively;
6. the Directors, had laid down internal financial controls to be followed by the company and that such internal financial controls are adequate and operating effectively.

**16. DIRECTORS RETIRING BY ROTATION:**

In terms of Section 152 of the Companies Act, 2013, Mr. Sumit BhWWalotia (DIN: 08737566), non-executive director, has appointed on May 27, 2022 as an additional director therefore he is not eligible for retire by rotation at the forthcoming AGM.

**17. CORPORATE GOVERNANCE**

As per SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, Corporate Governance is not mandatory to the Company.

**18. MANAGEMENT DISCUSSION AND ANALYSIS**

Management Discussion and Analysis Report for the year under review, as stipulated under Regulation 34(3) of the Listing Regulations, is presented in a separate section forming part of the Annual Report in *Annexure 1*.

**19. BUSINESS RESPONSIBILITY REPORT**

In terms of Regulation 34(2) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, Business Responsibility Report for the financial year 2021-22 is not applicable to your company.

**20. INSURANCE**

The Company does not have any Plant, Machinery, Equipments or any other property. Therefore, the Company has not opted for any Insurance policy in this regard.

**21. CHANGE IN THE NATURE OF BUSINESS, IF ANY.**

During the financial year under review, there was no change in the nature of the Company's business.

The details of conservation of energy, technology absorption, foreign exchange earnings and outgo are as follows:

**(a) Conservation of Energy**

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

**(b) Technology Absorption**

(i)	the efforts made towards technology absorption	-
(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)-	
	(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	-
(iv)	the expenditure incurred on Research and Development	-

**(c) Foreign Exchange Earnings and Outgo**

During the Financial Year under review, the total foreign exchange earned & used was -.

Particulars	For the year ended 31st March, 2022 (Amount in Rs.)
Earning	Nil
Outgo	Nil

**22. CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES**

Particulars of transactions with related parties pursuant to Section 134(3)(h) of the Act read with rule 8(2) of the Companies (Accounts) Rules, 2014 are given in Form AOC-2 and the same forms part of this report as **Annexure 3**.

**23. PARTICULARS OF LOANS, GUARANTEES AND INVESTMENTS**

The Company has not given any loans or provided guarantees or securities to any other body corporates as envisaged under Section 186 of the Companies Act, 2013 during the Financial Year 2021-22. The details of the investments made by the Company are given under the Notes forming part of the financial statements.

**24. BOARD AND ITS COMMITTEES**

During the Financial Year 2021 -22, 10 (Ten) Board Meetings were held. For details of composition and meetings of the Board and its committees, please refer the Corporate Governance Report forming part of this report.

**25. NOMINATION AND REMUNERATION POLICY**

The Company has framed a Nomination and Remuneration Policy to formulate the criteria for determining qualifications, competencies, positive attributes and independence for appointment of a director (executive/ non-executive/ independent), key managerial personnel and other employees. Nomination and Remuneration Policy is placed on the website of the Company <https://www.ikabsecurities.com/>.

**26. RISK MANAGEMENT POLICY**

The Board has adopted and implemented a suitable Risk Management Policy for the company which identifies, assesses and mitigates therein different elements of risk which may threaten the existence of the company viz. strategic, financial, liquidity, security, regulatory, legal, reputational and other risks.

**27. SECRETARIAL STANDARDS**

The Company is in compliance with the applicable Secretarial Standards issued by the Institute of Company Secretaries of India (ICSI) and approved by the Central Government under Section 118 (10) of the Act.

**28. INTERNAL FINANCIAL CONTROLS**

The Company has Internal Control Systems commensurate with the size, scale and complexity of its operations. The Board has devised systems, policies, procedures and frameworks for the internal control, which includes adherence to the company's policy, safeguarding assets, prevention and detection of frauds and errors, accuracy and completeness of the accounting records and timely preparation of reliable financial information. In line with best practices, the Audit Committee and the Board reviews these internal control systems to ensure they remain effective and are achieving their intended purpose.

The Auditors of the Company have verified the internal financial control systems prevailing in the organization and confirmed the effectiveness of the same in their report during the Financial Year 2021-22.

**29. SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS OR TRIBUNALS IMPACTING THE GOING CONCERN STATUS AND COMPANY'S OPERATIONS IN FUTURE**

No significant material orders were passed by the Regulators/ Court which would impact the going concern status of the Company and its future operations.

The Company has received the Order passed by the Securities Appellate Tribunal (SAT), Mumbai on 17th June 2022 in connection with the appeal filed by the company vide Appeal No. 301 of 2020 with the Securities Appellate Tribunal, challenging the order dated July 30, 2020 passed by the Adjudicating Officer of SEBI. The SAT vide its order, allowed the appeal and quashed the order passed by the Adjudicating officer.

**30. CORPORATE SOCIAL RESPONSIBILITY COMMITTEE**

As per section 135 of Companies Act, 2013 Corporate Social Responsibility is not applicable to the Company.

**31. AUDITORS AND AUDITORS REPORT**

**a) Statutory Auditors and Audit Report**

M/s. A. V Arolkar & Co., Chartered Accountants (Firm Reg. No. 100542W), Mumbai, have tendered their resignation as the Statutory Auditors due to reasons stated in their letter of resignation, resulting into a casual vacancy in the office of Statutory Auditors of the Company as envisaged under section 139 (8) of the Companies Act, 2013 ("Act"). In order to fill the casual vacancy caused by the said resignation, the Board recommends the appointment of M/s. ARSK & Associates, Chartered Accountants, (FRN No.315082E), Kolkata as the Statutory Auditors of the Company, who have intimated their consent and willingness to be appointed as the Statutory Auditors of the Company. In terms of provisions of Section 139(1) of the Companies Act, 2013, the appointment of M/s. ARSK & Associates as Statutory Auditors shall be subject to approval by the members at the ensuing Annual General Meeting.

The notes to the Audited Financial Statements referred to in the Auditor's Report are self-explanatory and hence do not call for any further comments.

The Auditor's Report does not contain any qualifications, reservations, adverse remarks or disclaimer and is enclosed with the financial statements in this Annual Report.

**b) INTERNAL AUDITORS:**

The Board of Directors, based on the recommendation of the Audit Committee, has appointed M/s. Bhattar & Company (Firm Reg No 131092W), Chartered Accountants, Mumbai, as the Internal Auditors of your Company. The Internal Auditors Report does not contain any qualifications, reservations, adverse remarks or disclaimer.

**c) SECRETARIAL AUDIT REPORT**

There are no qualifications, reservations or adverse remarks made by M/s. Parikh & Associates, Practising Company Secretaries in their report for the Financial Year ended 31st March, 2022.

**32. CEO/CFO CERTIFICATION**

As required by regulation 34(3) read with schedule V of the SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015 the CEO/CFO certification has been submitted to the Board and forms an integral part of this Annual Report.

**33. REPORTING OF FRAUDS BY AUDITORS**

There were no instances of fraud during the year under review, which required the Statutory Auditors to report to the Audit Committee and/or Board under Section 143(12) of Act and Rules framed thereunder.

**34. PARTICULARS OF LOANS, GUARANTEES, INVESTMENTS AND SECURITIES**

During the year under review, Company made investments, the details of which are given under Notes forming part of the Financial Statements of the Company for the year ended 31<sup>st</sup> March, 2022.

**35. DECLARATION BY INDEPENDENT DIRECTORS**

Pursuant to the provisions of Section 149 of the Act, the Independent Directors have submitted declarations that they meet the criteria of independence as provided in Section 149(6) of the Act along with Rules framed thereunder and Regulation 16(1)(b) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. There was no change in the circumstances affecting the status of the Independent Directors of the Company. The Board of Directors are of the view that Independent Directors fulfil the criteria of independence and they are independent from the management of the Company.

**36. VIGIL MECHANISM/WHISTLE BLOWER POLICY**

The Board has adopted a Whistle Blower Policy establishing vigil mechanism, to provide a formal mechanism to the Directors and employees to report their concerns about unethical behavior, actual or suspected fraud or violation of the Company's Code of Conduct or Ethics Policy. The Policy provides for adequate safeguards against victimization of employees who avail of the mechanism.

The Vigil Mechanism is supervised by the Audit Committee and the whistle blower has direct access to the Chairman of the Audit Committee. The vigil mechanism and whistle blower policy is available on the Company's website at <https://www.ikabsecurities.com/>.

**37. DISCLOSURE UNDER SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013**

Your Company has in place a policy on Prevention of Sexual Harassment at workplace. This policy is in line with the requirements of The Sexual Harassment of Women at the Workplace (Prevention, Prohibition & Redressal) Act, 2013. All employees, whether permanent, contractual, temporary and trainees are covered under this Policy.

The Company has duly constituted internal complaint committee as required under the provisions Sexual Harassment of Woman at Workplace (Prevention, Prohibition and Redressal) Act, 2013. During the year under review, no complaints were received by the committee. The Company is committed to provide safe and conducive work environment to all its employees and associates.

**38. ACKNOWLEDGEMENTS**

Your Directors take this opportunity to thank various Government Authorities, Central and State Governments and Shareholders for their support, continuous co-operation and guidance. Your Board appreciates the relentless effort of the Management Team and employees who steer the Company in achieving its goals and gratefully acknowledges their contribution to the Company. Your Directors also take this opportunity to express their gratitude for the valuable assistance and the trust placed by the Bankers, Lenders, Vendors, Customers, Shareholders, Advisors, Rating Agencies, Stock Exchanges and the general public towards the Company.

For and on behalf of the Board of Directors

**For IKAB SECURITIES AND INVESTMENT LIMITED**

sd/-

**Madhusudan Murlidhar Kela**

Managing Director

DIN: 05109767

sd/-

**Sumit Bhalotia**

Director

DIN: 08737566

Place : Mumbai

Dated : 08th August, 2022

**FORM No. MR-3**

**SECRETARIAL AUDIT REPORT**

FOR THE FINANCIAL YEAR ENDED 31<sup>ST</sup> MARCH, 2022

(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,

**IKAB SECURITIES & INVESTMENT LIMITED**

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by Icab Securities & Investment Limited (hereinafter called “the Company”). Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing our opinion thereon.

Based on our verification of the Company’s books, papers, minute books, forms and returns filed and other records maintained by the Company, the information to the extent provided by the Company, its officers, agents and authorised representatives during the conduct of secretarial audit, the explanations and clarifications given to us and the representations made by the Management and considering the relaxations granted by the Ministry of Corporate Affairs and the Securities and Exchange Board of India warranted due to the spread of the COVID-19 pandemic, we hereby report that in our opinion, the Company has during the audit period covering the financial year ended on 31<sup>st</sup> March, 2022, generally 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:

We have examined the books, papers, minute books, forms and returns filed and other records made available to us and maintained by the Company for the financial year ended on 31<sup>st</sup> March, 2022 according to the applicable provisions of:

- (i) The Companies Act, 2013 (the Act) and the rules made thereunder;
- (ii) The Securities Contract (Regulation) Act, 1956 (‘SCRA’) and the rules made thereunder;
- (iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
- (iv) Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings;
- (v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 (‘SEBI Act’)
  - (a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
  - (b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
  - (c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018 and amendments from time to time; (Not applicable to the Company during the audit period)
  - (d) The Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014 and The Securities and Exchange Board of India (Share Based Employee Benefits and Sweat Equity) Regulations, 2021; (Not applicable to the Company during the audit period)
  - (e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008 and The Securities and Exchange Board of India (Issue and Listing of Non-Convertible Securities) Regulations, 2021; (Not applicable to the Company during the audit period)
  - (f) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client; (Not applicable to the Company during the audit period)
  - (g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009 and The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2021; (Not applicable to the Company during the audit period) and
  - (h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 2018; (Not applicable to the Company during the audit period)
- (vi) Other laws applicable specifically to the Company, namely:
  - (1) The RBI Act 1934;
  - (2) Non-Banking Financial (Non - Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2007.

IKAB SECURITIES AND INVESTMENT LIMITED  
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We have also examined compliance with the applicable clauses of the following:

- (i) Secretarial Standards issued by The Institute of Company Secretaries of India with respect to board and general meetings.
- (ii) The Listing Agreements entered into by the Company with BSE Limited read with the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

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

As reported in the previous year, SEBI passed Adjudication Order dated 30<sup>th</sup> July, 2020 levying penalty against the Company for violation under section 15HA and Section 12A (a), (b) and (c) of the SEBI Act, 1992 and Regulation 3 (a), (b), (c) and (d) and 4(1) of the SEBI (Prohibition of Fraudulent and Unfair Trade Practices relating to Securities Market) Regulations, 2003 and under Section 15HB for violation of Clause (A) in Schedule II of SEBI (Stock brokers and sub-brokers) Regulations, 1992 and the company had filed an appeal in the Securities Appellate Tribunal (SAT) against the Adjudication Order. Finally, SAT in its Order dated 17.06.2022 quashed impugned Adjudication Order and allowed the appeal with no order as to costs.

We 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 carried out in compliance with the provisions of the Act.

Adequate notice was given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent at least seven days in advance for meetings other than those held at shorter notice, 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.

Decisions at the Board Meetings were taken unanimously.

We further report that there are 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.

We further report that during the audit period, the Company had following event which had bearing on the Company's affairs in pursuance of the above referred laws, rules, regulations, guidelines, standards etc.

During the year under report, pursuant to the SEBI ((Substantial Acquisitions of Shares and Takeover) Regulations), 2011, Mr. Madhusudan Kela (Acquirer) acquired 28,58,027 Equity shares aggregating to 83.66% of the Paid up Equity Share Capital of the Company from Promoters/ Promoters' Group and Others through Open offer and Share Purchase Agreements and consequently, Mr. Indra Kumar Bagri & Others ceased to be the Promoters and in their place, Mr. Madhusudan Kela has become Promoter of the Company and there was change in the Management of the Company for which the Company has obtained prior approval of Reserve Bank of India.

**For Parikh & Associates**  
Company Secretaries

Place: Mumbai  
Date: August 08, 2022

**Sd/-**  
Mohammad Pillikandlu  
FCS No.: 10619 CP No.: 14603  
UDIN:F010619D000760555  
PR No.: 1129/2021

*This Report is to be read with our letter of even date which is annexed as Annexure A and Forms an integral part of this report.*



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Annexure 'A'

To,  
The Members  
Ikab Securities & Investment Limited

Our report of even date is to be read along with this letter.

1. Maintenance of secretarial record is the responsibility of the management of the Company. Our responsibility is to express an opinion on these secretarial records based on our audit.
2. We have followed the audit practices and process as were appropriate to obtain reasonable assurance about the correctness of the contents of the secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. We believe that the process and practices, we followed provide a reasonable basis for our opinion.
3. We have not verified the correctness and appropriateness of financial records and Books of Accounts of the Company.
4. Where ever required, we have obtained the Management Representation about the Compliance of laws, rules and regulations and happening of events etc.
5. The Compliance of the provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of management. Our examination was limited to the verification of procedure on test basis.
6. The Secretarial Audit report is neither an assurance as to the future viability of the Company nor of the efficacy or effectiveness with which the management has conducted the affairs of the Company.

**For Parikh & Associates**  
Company Secretaries

Place: Mumbai  
Date: August 08, 2022

**Sd/-**  
Mohammad Pillikandlu  
FCS No.: 10619 CP No.: 14603  
UDIN:F010619D000760555  
PR No.: 1129/2021

## Annexure 1

### MANAGEMENT DISCUSSION AND ANALYSIS

We submit herewith the “Management Discussion and Analysis Report” on the business of the Company as applicable to the extent relevant.

#### COMPANY OVERVIEW

Ikab Securities and Investment Limited (IKAB) (‘ Company ‘) is a Listed company and was incorporated on 17<sup>th</sup> January, 1991 in India with its registered office 11<sup>th</sup> Floor, Express Towers Nariman Point Mumbai – 400 021 “Maharashtra”. The Company had received Certificate of Registration on 20<sup>th</sup> April 1998 from Reserve Bank of India (‘RBI’). IKAB is an NBFC bearing registration No. CoR No.13.00690, registered under Reserve Bank of India (RBI). The Company is a Non-Banking Financial Company (NBFC), registered with Reserve Bank of India as a NBFC -Non Deposit taking-Non-Systemically Important (‘NBFC-ND-SI’).

The Company has been in the business of providing financial services. Simple processes and procedures in sanction and disbursement of credit as well as timely, friendly, and flexible terms of repayment have been the USP of the company.

#### INDUSTRY STRUCTURE AND DEVELOPMENT

Non-banking Financial Companies (NBFC) sector in India has undergone a significant transformation over the past few years and plays a significant role in the growth of the Indian financial system. India has a diversified financial sector undergoing rapid expansion. The sector comprises of commercial banks, insurance companies, non-banking financial companies, co-operatives, pension funds, mutual funds and other smaller financial entities.

NBFC sector in India is playing a critical role in the development of Core infrastructure, transport, employment generation, wealth creation, economic development of the weaker sections in India.

In the recent decade, NBFCs have emerged as one of the principal institutions in providing credit financing to the unorganized underserved segment of the society. NBFCs have not only revolutionized the way the lending system operates in India but have also been able to integrate technology and credit appraisal process to provide customers with a quick and convenient financing experience

Specialized Non-Banking Financial Companies (focussed on select segments) have outperformed banks in segments like Mortgage Industry, Gold financing by leveraging technology in credit deployment. Technology has made NBFC’s expand into underserved segments, where the banks don’t serve. NBFC’s have carved niche business areas for themselves by understanding customers & building customized products, which the commercial banks fail to.

#### OUTLOOK AND INDUSTRY OVERVIEW

Non-banking finance companies (NBFCs) form an integral part of the Indian financial system by complementing the banking sector in extending credit to the unbanked segments of society, especially to the micro, small and medium enterprises (MSMEs) which form the cradle of entrepreneurship and innovation

However, NBFCs operate under certain regulatory constraints, which put them at a disadvantageous position vis-à-vis banks. While there has been a regulatory convergence between banks and NBFCs on the asset side, on the liability side, NBFCs have a long way to go to be at par with banks. This needs to be addressed to help NBFCs realize their full potential and thereby perform their duties with greater efficiency.

#### OPPORTUNITIES AND CHALLENGES

NBFC segments provides huge growth opportunities particularly after the development of last few years. We have witnessed reasonable degree of consolidation in the NBFC sector. Liability side stress in the sector has largely reduced in last couple of years led by focussed efforts from the regulators side. The NBFC sector faced headwinds again when the second wave hit the country by May 2021. With the passing of the second wave, the outlook is brightening again.

During the year under review, the balance sheet of NBFCs expanded at a faster rate than a year ago, driven essentially by growth in credit and investments of NBFCs-ND-SI.

New management has recently taken over the reins of your company and are excited to capitalize on this immense growth opportunity in the NBFC sector.

Challenges in NBFC sector:

- Business is highly regulated, and it may be adversely affected by future regulatory changes.
- Financial performance is vulnerable to interest rate risk, as most of the funding is from banking channels.
- Greater competition from NBFCs/banks/fintech could impact growth in AUM and profits.

## SEGMENT WISE AND PRODUCT WISE PERFORMANCE

The company considers business segment as the primary segment and geographical segment as a secondary segment. The company was engaged in the business of trading/investment in shares and securities and operates in one geographical segment in 'India'. The Company's performance during the year is given below:

### FINANCIAL PERFORMANCE VIS-À-VIS OPERATIONAL PERFORMANCE

Total Income of the Company during the year was Rs. 13,71,91,719/- as against Rs. 8,30,68,827/- in the previous year. During the year under review, the Company has earned a profit of Rs. 4,56,53,315/- as against Rs. 2,69,63,282/- in the previous year.

### RISK AND CONCERN

Risk management forms an integral part of our business. In the financial services sector, it becomes imperative to ensure that profitability does not come at the cost of asset quality. The key risks are Credit Risk, Interest Rate Risk, Market Risk (collateral price), Liquidity Risk and Operational Risk. These risks, if not effectively managed may have a bearing on our financial strength and operations. The Company has put in place adequate risk identification, risk management and mitigation processes to keep any such trade-off at bay. It is also constantly gauging the external macroeconomic environment, market conditions, and government policies to ensure that the business is one-step ahead of the industry and monetary cycles, thereby insulating the Company from downtrends and enabling it to ride uptrend. Bearing this in mind, we continuously improve our risk management policies and procedures and implement them rigorously for the efficient functioning of our businesses. The key objective in the risk management processes is to measure and monitor the risks and effectively contain these within acceptable limits.

**Credit Risk :** Credit risk is defined as the possibility of losses associated with diminution in the credit quality of borrowers or other counterparties.

**Interest Rate Risk :** The Company is subject to interest rate risk, principally because it lends to customers at fixed interest rates and for periods that may differ from its funding sources, which bear fixed and floating rates. Interest rates are highly sensitive to many factors beyond our control, including the monetary policies of the RBI, deregulation of the financial sector in India, domestic and international economic and political conditions, inflation and other factors.

**Operational Risk:** Operational risks are risks arising from inadequate or failed internal processes, people and systems or external events. The internal control includes effective separation of functions, segregation of roles and responsibilities, reliance on the maker-checker concept, monitoring of exceptions, etc. We also attempt to mitigate operational risk by maintaining a comprehensive system of internal controls, establishing policies and procedures to monitor transactions, maintaining necessary back-up procedures and undertaking contingency planning.

**Liquidity Risk :** Liquidity risk arises due to the unavailability of an adequate amount of funds to meet the Company's financial obligations at an appropriate price and tenure.

The Company attempts to minimise this risk through a mix of strategies, including diversification of sources of funds, securitisation and assignment of receivables, fixing caps on short term funds and maintaining liquidity buffer.

**Business Risk :** The Company, being an NBFC, is exposed to various external risks which have a direct bearing on the sustainability and profitability of the Company. Foremost amongst them are Industry Risk and Competition Risk. The volatile macroeconomic conditions and change in sector dynamic in various commercial segments cause ups and downs in the business and may result in impairment of loan assets.

**Regulatory Risk :** It is the risk of change in-laws and regulations materially impacting the business. All the periodic guidelines issued by regulators including the RBI, SEBI, NHB, IRDA are fully adhered to and complied with by the Company. The Company strictly adheres to the Capital Adequacy, Fair Practices Code, Asset Classification and Provisioning Norms, submission of all required returns to the regulators with zero tolerance for non-compliance.

**Reputation Risk :** Reputational risk is the risk of possible damage to the company's brand and reputation, and the associated risk to earnings, capital or liquidity, arising from any association, action or inaction which could be perceived by stakeholders to be inappropriate, unethical or inconsistent.

### INTERNAL CONTROL SYSTEMS AND THEIR ADEQUACY

The Company has put in place an adequate internal control system to safeguard all its assets and ensure operational excellence. The system also meticulously records all transaction details and ensures regulatory compliance. Your Company has an adequate system of internal financial control procedures, which is commensurate with the size and nature of business. During the year under review, such controls were tested and no reportable material weakness in the design and operation were observed.

These have been designed to provide reasonable assurance with regard to recording and providing reliable financial and operational information, complying with applicable statutes, safeguarding assets from unauthorized use, executing transactions with proper authorization and ensuring compliance with corporate policies.

The Audit Committee of the Board reviews the reports. Wherever necessary, strengthening of internal control systems and corrective actions initiated.

#### **HUMAN RESOURCE DEVELOPMENT**

The Company believes that people perform to the best of their capability in organisations to which they feel genuinely associated. The Company focuses on widening organisational skills and improving organisational effectiveness by having a competent and engaged workforce.

The Company regards its human resources as amongst its most valuable assets and proactively reviews policies and processes by creating a work environment that encourages initiative, provides challenges and opportunities and recognizes the performance and potential of its employees attracting and retaining the best manpower available by providing high degree of motivation.

Our people and employee empowerment has been critical in driving our organisation's growth to the next level.

The Company always strives to promote a safe, healthy and happy workplace.

The Company believes in trust, transparency & teamwork to improve employees productivity at all levels.

#### **Disclosure of Accounting Treatment:**

The financial statements of the Company have been prepared in accordance with Indian Accounting Standards (Ind AS) as notified by Ministry of Corporate Affairs pursuant to Section 133 of the Companies Act, 2013 to be read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and the Companies (Indian Accounting Standards) Amendment Rules, 2016. The Master Direction – Non-Banking Financial Company – Non-Deposit taking Company and Deposit taking Company (Reserve Bank) Directions, 2016 ('the NBFC Master Directions') and notification for Implementation of Indian Accounting Standard vide circular RBI/2019-20/170 DOR(NBFC).CC.PD.No.109/22.10.106/2019-20 dated 13 March 2020 ('RBI Notification for Implementation of Ind AS') issued by RBI. The Company uses accrual basis of accounting except in case of significant uncertainties. The Company's Financial Statements for the year ended 31st March 2022 comprises of the Balance Sheet, Statement of Profit and Loss, Statement of Cash Flows, Statement of Changes in Equity and Notes to Financial Statements.

The financial statements are prepared on a going concern basis, as the Management is satisfied that the Company shall be able to continue its business for the foreseeable future and no material uncertainty exists that may cast significant doubt on the going concern assumption. In making this assessment, the Management has considered a wide range of information relating to present and future conditions, including future projections of profitability, cash flows and capital resources. The outbreak of COVID - 19 has not affected the going concern assumption of the Company.

Effective Nov 2021 there has been a change in the management of the company. The new management has undertaken few structural changes in the working of the company including selling of the fixed assets, which were obsolete or of no use to the company's future plans. The management has taken effective steps to roll out the modified business plan for the company, which shall be evident during the next financial year. Pending such roll out, the fund of the company has been temporarily parked in liquid investments. The company continues to be a going concern in accordance with the definition contained in the applicable Accounting Standards and the financial statements under review have been prepared on a going concern basis.

Company's financial statements are presented in Indian Rupees, which is also its functional currency.

#### **CAUTIONARY STATEMENT**

Certain statements in the Management Discussion and Analysis describing the Company's objectives, predictions may be 'forward-looking statements' within the meaning of applicable laws and regulations. Actual results may vary significantly from the forward-looking statements contained in this document due to various risks and uncertainties. These risks and uncertainties include the effect of economic and political conditions in India, volatility in interest rates, new regulations and Government policies that may impact the Company's business as well as its ability to implement the strategy. The Company does not undertake to update these statements.

Accordingly, this document is subject to the disclaimer and qualified in its entirety by the assumptions, qualifications and risk factors referred to in the management's discussion and analysis report.

**Annexure 2**

**Information pursuant to Section 197 (12) of the Companies Act 2013[Read with Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules 2014]**

- (i) The ratio of the remuneration of each director to the median remuneration of the employees of the Company for the financial year:

Executive Directors	Ratio to median remuneration
Mr. Abhishek Bagri, Whole-Time Director	[399%]

- (ii) The percentage increase in remuneration of each director, chief executive officer, chief financial officer, company secretary in the financial year:

Directors, Chief Executive Officer, Chief Financial Officer and Company Secretary	% increase/decrease in remuneration in the financial year
Mr. Abhishek Bagri, Whole-Time Director	No change
Devang Dani, CFO	No change
Ankita Phophaliya, Company Secretary	No change

- (iii) The percentage increase in the median remuneration of employees in the financial year: nil
- (iv) The number of permanent employees on the rolls of company: 1 (excluding Director)
- (v) Average percentile increase already made in the salaries of employees other than the managerial personnel in the last financial year and its comparison with the percentile increase in the managerial remuneration and justification thereof and point out if there are any exceptional circumstances for increase in the managerial remuneration:
- (vi) Affirmation that the remuneration is as per the remuneration policy of the Company: The Company affirms that the remuneration is as per the remuneration policy of the Company.
- (vii) During the year, there were no employees who were in receipt of remuneration in the aggregate of rupees One crore two lakhs for the year or rupees Eight lakhs fifty thousand per month, if employed for part of the year.

**Information as per Rule 5(2) of the (Companies Appointment and Remuneration of Managerial Persons) 2014 and forming part of the Directors' Report for the year ended 31st March 2022**

- A. Top Ten employees in terms of remuneration drawn during the year including those employed throughout the year and in receipt of remuneration aggregating not less than Rs.1,02,00,000/- for the year ended 31st March 2022– Not Applicable
- B. Employed for part of the year and in receipt of remuneration aggregating not less than Rs. 850,000/- per month:-NIL

For and on behalf of the Board of Directors

**For IKAB SECURITIES AND INVESTMENT LIMITED**

Sd/-  
**Madhusudan Murlidhar Kela**  
Managing Director  
DIN: 05109767

Sd/-  
**Sumit Bhalotia**  
Director  
DIN: 08737566

Place : Mumbai  
Date : 08th August, 2022

**Annexure 3**  
**Form 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 transactions under third proviso thereto**

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

The details of transactions approved by the Board of Directors and transacted during the year 2021- 22 are given hereunder:

Name(s) of the related party and nature of relationship	Nature of contracts /arrangements /transactions	Duration of contracts / arrangements/ transactions	Salient terms of contracts or arrangements or transaction including the value, if any (In Rs.)	Date(s) 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
M/s Libraryof Nuts	Purchase of personalized Gift item (Mukhwas)	2021-22	64,300	02/11/2021	-	N.A.
Mr. Anil Bagri	Remuneration	2021-22	51,54,200	04/03/2021	-	approval obtained at the AGM held on 15/09/2021
Mr. Abhishek Bagri	Remuneration	2021-22	60,75,467	08/09/2021	-	approval obtained at the AGM held on 22/09/2017

Details of material contracts or arrangement or transactions at arm's length basis- No material transactions or contracts were entered during the year by your company.

(a) Name(s) of the related party and nature of relationship –N.A

*Annexure 4*

Disclosure of Details of Meetings of Board of Directors and Committee Meetings held and attended by Directors during 2021-22 as required under Secretarial Standards.

DISCLOSURE OF DETAILS OF MEETINGS OF BOARD OF DIRECTORS AND COMMITTEE MEETINGS HELD AND ATTENDED BY DIRECTORS DURING 2021-22 AS REQUIRED UNDER SECRETARIAL STANDARDS

**BOARD MEETING**

10 Board Meetings held i.e on 07.04.2021, 23.06.2021, 04.08.2021, 16.08.2021, 08.09.2021, 27.10.2021,02.11.2021,23.11.2021,11.02.2022 & 10.03.2022

<b>NAME OF DIRECTORS</b>	<b>NO. OF MEETINGS ATTENDED</b>
Mr. Indra Kumar Bagri	10
Mr. Anil Kumar Bagri	10
Mr. Abhishek Bagri	10
Mrs. Swati Mukesh Dujari	10
Mr. Prerit Damani	10
Mr. Madhusudan Murlidhar Kela (w.e.f 10.03.2022)	01
Mr. Subhash Mundra (w.e.f 10.03.2022)	01

**AUDIT COMMITTEE MEETING**

04 Audit Committee Meetings held i.e. on 23.06.2021, 04.08.2021, 27.10.2021 & 11.02.2022

<b>NAME OF THE COMMITTEE MEMBERS</b>	<b>NO. OF MEETINGS ATTENDED</b>
Mr. Prerit Damani	4
Mrs. Swati Mukesh Dujari	4
Mr. Anil Kumar Bagri	4

**NOMINATION AND REMUNARATION COMMITTEE MEETING**

03 Nomination & Remuneration Committee Meetings held i.e. on 23.06.2021, 08.09.2021, & 10.03.2022

<b>NAME OF THE COMMITTEE MEMBERS</b>	<b>NO. OF MEETINGS ATTENDED</b>
Mr. Indra Kumar Bagri	3
Mr. Prerit Damani	3
Mrs. Swati Mukesh Dujari	3

**STAKE HOLDERS RELATIONSHIP COMMITTEE**

No meetings were held during the year 2021-2022

**FINANCE COMMITTEE**

No meetings were held during the year 2021-2022

**SHARE TRANSFER COMMITTEE**

No meetings were held during the year 2021-2022

**INDEPENDENT AUDITORS' REPORT**

To,

The Members of Ikab Securities & Investment Limited **Report on the audit of the Ind AS financial statements Opinion**

We have audited the accompanying Ind AS financial statements of Ikab Securities & Investment Limited ("the Company"), which comprise the balance sheet as at March 31, 2022, and the Statement of Profit and Loss, including Other Comprehensive Income, the statement of cash flows and the Statement for Changes in Equity for the year then ended, and notes to the Ind AS financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Ind AS financial statements give the information required by the Companies Act, 2013 ('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, 2022, its profit, including other comprehensive income, its cash flows and the changes in equity for the year ended on that date.

**Basis for opinion**

We conducted our audit in accordance with the standards on auditing specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the auditor's responsibilities for the audit of the Ind AS financial statements section of our report. We are independent of the Company in accordance with the 'Code of Ethics' issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the Ind AS financial statements under the provisions of the Act and the rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the code of ethics.

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

**Material Uncertainty Related to Going Concern**

We draw attention to the financial statements, and the financials of the Company indicates that selling of all the fixed assets and no employees indicate that a material uncertainty exists that may cast significant doubt on the Company's ability to continue as a going concern. The above factors cast a significant uncertainty on the Company's ability to continue as a going concern. The Company has prepared the aforesaid statement on a going concern basis as detailed in their explanation given in Note No. 2.1.

**Key audit matters**

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the Ind AS financial statements of the current period. These matters were addressed in the context of our audit of the Ind AS financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

We have determined the matters described below to be the key audit matters to be communicated in our report. We have fulfilled the responsibilities described in the Auditor's responsibilities for the audit of the Ind AS financial statements section of our report, including in relation to these matters. Accordingly, our audit included the performance of procedures designed to respond to our assessment of the risks of material misstatement of the standalone Ind AS financial statements. The results of our audit procedures, including the procedures performed to address the matters below, provide the basis for our audit opinion on the accompanying Ind AS financial statements.



The manner in which the key audit matters have been addressed is given herein below in tabular form:

Key audit matters	How our audit addressed the key audit matters
<b>a. Impairment of financial assets (expected credit loss)</b>	
<p>Ind AS 109 requires the Company to recognise impairment loss allowance towards its financial assets (designated at amortised cost and fair value through profit &amp; loss) using the expected credit loss (ECL) approach. Such ECL allowance is required to be measured considering the guiding principles of Ind AS 109 including:</p> <ul style="list-style-type: none"> <li>• unbiased, probability weighted outcome under various scenarios;</li> <li>• time value of money;</li> <li>• impact arising from forward looking macro-economic factors and;</li> <li>• availability of reasonable and supportable information without undue costs.</li> </ul> <p>Applying these principles involves significant estimation in various aspects, such as:</p> <ul style="list-style-type: none"> <li>• grouping of borrowers based on homogeneity by using appropriate statistical techniques;</li> <li>• staging of loans and estimation of behavioral life;</li> <li>• determining macro-economic factors impacting credit quality of receivables;</li> <li>• estimation of losses for loan products with no/minimal historical defaults.</li> </ul> <p>Considering the significance of such allowance to the overall financial statements and the degree of estimation involved in computation of expected credit losses, this area is considered as a key audit matter.</p>	<ul style="list-style-type: none"> <li>• We read and assessed the Company's accounting policies for impairment of financial assets and their compliance with Ind AS 109.</li> </ul>
<ul style="list-style-type: none"> <li>• We tested the criteria for staging of loans based on their past-due status to check compliance with requirement of Ind AS 109. Tested a sample of performing (stage 1) loans to assess whether any loss indicators were present requiring them to be classified under stage 2 or 3 and vice versa.</li> <li>• We evaluated the reasonableness of the Management estimates by understanding the process of ECL estimation and tested the controls around data extraction and validation.</li> <li>• Tested the ECL model, including assumptions and underlying computation.</li> <li>• Assessed the floor/minimum rates of provisioning applied by the Company for loan products with inadequate historical defaults.</li> </ul> <p>Audited disclosures included in the Ind AS financial statements in respect of expected credit losses.</p>	
<b>b. Fair Valuation of Investments</b>	
<p>The Company's investments (other than investment in Subsidiary and Associates) are measured at fair value at each reporting date and these fair value measurements significantly impact the Company's results. Within the Company's investment portfolio, the valuation of certain assets such as unquoted equity and bonds requires significant judgement as a result of quoted prices being unavailable and limited liquidity in these markets.</p>	<p>We have assessed the Company's process to compute the fair value of various investments. For quoted instruments we have independently obtained market quotations and recalculated the fair valuations. For the unquoted instruments, we have obtained an understanding of the various valuation methods used by management and analysed the reasonableness of the principal assumptions made for estimating the fair values and various other data used while arriving at the fair value measurement.</p>

**Information other than the Ind AS financial statements and auditors' report thereon**

The Company's board of directors is responsible for the preparation of the other information. The other information comprises the information included in the Board's Report including Annexures to Board's Report, Business Responsibility Report but does not include the Ind AS financial statements and our auditor's report thereon.

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

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

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

**Management's responsibility for the Ind AS financial statements**

The Company's board of directors are responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these Ind AS financial statements that give a true and fair view of the financial position, financial performance including other comprehensive income, cash flows and changes in equity 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 the Companies (Indian Accounting Standards) Rules, 2015, as amended.

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 Ind AS financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the Ind AS financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

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

**Auditor's responsibilities for the audit of the Ind AS financial statements**

Our objectives are to obtain reasonable assurance about whether the Ind AS financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these Ind AS 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 Ind AS 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 Ind AS financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the Ind AS financial statements, including the disclosures, and whether the Ind AS 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.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the Ind AS financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

#### **Report on other legal and regulatory requirements**

As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the Annexure "I", a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

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 including the statement of other comprehensive income, the cash flow statement and statement of changes in equity dealt with by this report are in agreement with the books of account;
- (d) In our opinion, the aforesaid Ind AS financial statements comply with the accounting standards specified under section 133 of the Act, read with Companies (Indian Accounting Standards) Rules, 2015;
- (e) On the basis of the written representations received from the directors as on March 31, 2022 taken on record by the board of directors, none of the directors is disqualified as on March 31, 2022 from being appointed as a director in terms of Section 164 (2) of the Act;

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- (f) With respect to the adequacy of the internal financial controls over financial reporting of the Company with reference to these Ind AS financial statements and the operating effectiveness of such controls, refer to our separate Report in 'Annexure II' to this report; 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;
- a. The Company has no pending litigations that impact on its financial position;
  - b. The Company did not have any long-term contracts including derivative contracts for which there could be any material foreseeable losses; and
  - c. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

For A. V. AROLKAR & CO.  
Chartered Accountants  
Firm Registration No: 100542 W

**Sd/-**  
Abhay Vasant Arolkar Partner  
Membership No.: 32453  
UDIN : 22032453AJSNHG2365a

Place : Mumbai  
Date : May 27, 2022

**Annexure I to the Independent Auditors' Report**

The Annexure referred to in our Independent Auditors' Report to the members of the Company on the standalone Ind AS financial statements for the year ended 31 March 2022, we report that:

- I. According to the information and explanations given to us,
  - a. The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment ("PPE").  
The Company is maintaining proper records showing full particulars of intangible assets.
  - b. The Company has a regular programme of physical verification of its fixed assets by which all the fixed assets are verified in a phased manner over a period of three years. In accordance with this programme, certain fixed assets were verified during the year and no material discrepancies were noticed on such verification. In our opinion, this periodicity of physical verification is reasonable having regard to the size of the Company and the nature of its assets.
  - c. 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, the company does not hold any immovable property. Thus, paragraph 3(ii)(c) of the order is not applicable.
  - d. In our opinion and according to the information and explanations given to us, the Company has not revalued its PPE and intangible assets or both during the year.
  - e. According to the information and explanations given to us and on the basis of our examination of the records of the Company, no proceedings have been initiated during the year or are pending against the Company as at 31 March 2022 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988 as amended in 2016) and rules made thereunder.
- II. The Company is a financing and investing company, accordingly, does not hold any physical inventories. Thus, paragraph 3(ii) of the Order is not applicable.
- III. According to the information and explanations given to us, the Company has not granted any loans, secured or unsecured to companies, firms or other parties covered in the register maintained under section 189 of the Companies Act, 2013. Accordingly, the provisions of clause 3(iii)(a) and (b) 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, the Company has not granted any loans and made any investments with the companies or parties covered under Sections 185 and 186 of the Act.
- V. The Company has not accepted deposits during the year and does not have any unclaimed deposits as at March 31, 2022 and therefore, the provisions of the clause 3 (v) of the Order are not applicable to the Company.
- VI. To the best our knowledge and according to the information and explanations given to us, the Central Government has not prescribed the maintenance of cost records under section 148(1) of the Act, in respect of the services rendered by the Company. Accordingly, the provision of clause 3(vi) of the Order is not applicable to the Company.
- VII. According to the information and explanations given to us, in respect of statutory dues:
  - a. According to the information and explanations given to us and on the basis of our examination of the records of the Company, is regular in depositing undisputed statutory dues amounts deducted/ accrued in the books of account in respect of undisputed statutory dues including income tax, provident fund, employees state insurance fund and other material statutory dues have been regularly deposited during the year by the Company with the appropriate authorities.  
  
According to the information and explanations given to us, no undisputed amounts payable in respect of income tax, provident fund, employees state insurance fund and other material statutory dues were in arrears as at March 31, 2022 for a period of more than six months from the date they became payable.

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- b. According to the information and explanations given to us, there are no material dues of income tax, provident fund, employees state insurance fund and other material statutory dues 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 and on the basis of our examination of the records of the Company, we confirm that we have not come across any transactions not recorded in the books of account which have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961).

IX. According to the records of the Company examined by us and the information and explanation given to us, the Company has not defaulted in repayment of loans or borrowing to financial institutions, banks Government and dues to debenture holders.

X. In our opinion, and according to the information and explanations given to us, the monies raised by way of term loans have been applied on an overall basis for the purposes for which they were obtained. The Company has not raised moneys by way of initial public offer or further public offer (including debt instruments) or term loans and hence reporting under clause 3 (ix) of the Order is not applicable.

During the year, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures and hence reporting under clause 3(xiv) of the Order is not applicable to the Company.

XI. According to the information and explanations given to us, no material fraud on or by the Company has been noticed or reported during the course of our audit.

XII. The Company is not a Nidhi Company and hence reporting under clause 3(xii) of the Order is not applicable.

XIII. In our opinion and according to the information and explanations given to us the Company is in compliance with Section 177 and 188 of the Act, where applicable, for all transactions with the related parties and the details of related party transactions have been disclosed in the standalone Ind AS financial statements as required by the applicable Indian accounting standards.

XIV. In our opinion and based on our examination, the company have an internal audit system commensurate with the size and nature of its business.

We have considered, during the course of our audit, the reports of the Internal Auditor's for the period under audit in accordance with the guidance provided in SA 610 'Using the work of Internal Auditors'.

XV. In our opinion and according to the information and explanations given to us, during the year the Company has not entered into any non-cash transactions with its Directors or persons connected to its Directors and hence provisions of Section 192 of the Act are not applicable.

XVI. According to the information and explanation given to us, the Company is registered, as required, under Section 45-IA of the Reserve Bank of India Act, 1934.

XVII. The Company has not incurred cash losses during the financial year covered by our audit and the immediately preceding financial year.

XVIII. There has been no resignation of the statutory auditors during the year and accordingly this clause is not applicable.

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- XIX. According to the information and explanations given to us and on the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements, our knowledge of the Board of Directors and management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report that company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the company as and when they fall due.
- XX. According to the information and explanations given to us and based on our examination of the records of the Company, section 135 of the Companies Act 2013 is not applicable to the company. Accordingly, the company is not required to undertake any CSR activities.
- XXI. The company does not have any holding or subsidiary companies and hence it is not required to prepare consolidated financial statements. Accordingly, this clause is not applicable to the company.

For A. V. AROLKAR & CO.  
Chartered Accountants  
Firm Registration No: 100542 W

**Sd/-**  
Abhay Vasant Arolkar Partner  
Membership No.: 32453  
UDIN : 22032453AJSNHG2365a

Place : Mumbai  
Date : May 27, 2022

**Annexure II to the Independent Auditors' Report**

**Annexure II referred to in paragraph 2(f) under the heading 'Report on other legal and regulatory requirements' of our report of even date**

**Report on 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 Ikab Securities & Investment Ltd. (the 'Company') as of 31 March 2022 in conjunction with our audit of the standalone Ind AS 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 the 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 Act.

**Auditor's responsibility**

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting with reference to these standalone Ind AS financial statements 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 as specified under section 143(10) of the Act, to the extent 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 with reference to these standalone Ind AS financial statements 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 over financial reporting with reference to these standalone Ind AS financial statements and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding

of internal financial controls over financial reporting with reference to these standalone Ind AS financial statements, 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 audit opinion on the internal financial controls over financial reporting with reference to these standalone Ind AS financial statements.

**Meaning of internal financial controls over financial reporting with reference to these Standalone Ind AS Financial Statements**

A Company's internal financial control over financial reporting with reference to these standalone Ind AS financial statements 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 with reference to these standalone Ind AS financial statements includes those policies and procedures that:



- i. pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the Company;
- ii. 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
- iii. 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 with reference to these standalone Ind AS Financial Statements**

Because of the inherent limitations of internal financial controls over financial reporting with reference to these standalone Ind AS financial statements, 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 with reference to these standalone Ind AS financial statements to future periods are subject to the risk that the internal financial control over financial reporting with reference to these standalone Ind AS financial statements 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 over financial reporting with reference to these standalone Ind AS financial statements and such internal financial controls over financial reporting with reference to these standalone Ind AS financial statements were operating effectively as at

31 March 2022, 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 A. V. AROLKAR & CO.  
Chartered Accountants  
Firm Registration No: 100542 W

**Sd/-**  
Abhay Vasant Arolkar Partner  
Membership No.: 32453  
UDIN : 22032453AJSNHG2365a

Place : Mumbai  
Date : May 27, 2022

IKAB SECURITIES AND INVESTMENT LIMITED  
31<sup>ST</sup> ANNUAL REPORT

**BALANCE SHEET AS AT 31ST MARCH 2022**

(CURRENCY: INDIAN RUPEES)

Particulars	Notes	As at 31st March 2022	As at 31st March 2021
<b><u>ASSETS</u></b>			
<b>Financial assets</b>			
Cash and cash equivalents	3	282,079	1,618,020
Bank balance other than Cash and cash equivalents	4	11,854,532	10,648,152
Receivables	5		
Trade receivable		-	-
Other receivable		103,097	13,566,044
Loans	6	-	16,151,101
Investments	7	135,234,590	68,501,016
Other Financial Assets	8	4,018,622	4,833,677
<b>Total financial assets (A)</b>		<b>151,492,920</b>	<b>115,318,011</b>
<b>Non-financial assets</b>			
Current tax assets (net)		3,497,939	1,877,935
Deferred tax assets (net)	9	-	870,223
Property, plant and equipment	10	-	450,609
Intangible assets	11	-	103,816
Other non-financial assets	12	12,468	4,652
<b>Total non-financial assets (B)</b>		<b>3,510,407</b>	<b>3,307,235</b>
<b>Total Assets (A+B)</b>		<b>155,003,327</b>	<b>118,625,246</b>
<b><u>EQUITY AND LIABILITIES</u></b>			
<b>Liabilities</b>			
<b>Financial liabilities</b>			
Payables			
Trade payablesw		-	-
Other payables	13	160,796	3,307,703
<b>Total financial liabilities (A)</b>		<b>160,796</b>	<b>3,307,703</b>
<b>Non-financial liabilities</b>			
Current tax liabilities (net)		-	-
Deferred tax liabilities (net)		-	-
Provisions	14	50,268	2,512,396
Other non-financial liabilities	15	13,348	2,409,551
<b>Total non-financial liabilities (B)</b>		<b>63,616</b>	<b>4,921,947</b>
<b>Equity</b>			
Equity Share Capital	16	34,164,000	34,164,000
Other equity	17	120,614,915	76,231,596
<b>Total equity (C)</b>		<b>154,778,915</b>	<b>110,395,596</b>
<b>Total equity and liabilities (A+B+C)</b>		<b>155,003,327</b>	<b>118,625,246</b>
Corporate Information and Significant Accounting Policies	1 - 2		
Notes to the financial statements	3 - 34		

The notes referred to above form an integral part of the financial statements

As per our report of even date attached

**For M/s A. V. Arolkar & Co.;**

Chartered Accountants  
(FRN: 100542W)

sd/-

**Abhay Vasant Arolkar**  
Partner

Membership No: 032453

Place : Mumbai  
Date : 27/05/2022

**For and on behalf of the Board of Directors**

sd/-

**Madhusudan Murlidhar Kela**  
Manging Director  
DIN : 05109767

sd/-

**Swati Mukesh Dujari**  
Director  
DIN : 05349218

sd/-

**Ankita Phophaliya**  
Company Secretary

Place : Mumbai  
Date : 27/05/2022

IKAB SECURITIES AND INVESTMENT LIMITED  
31<sup>ST</sup> ANNUAL REPORT

**STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH 2022**

(CURRENCY: INDIAN RUPEES)

Particulars	Notes	For year ended 31st March 2022	For year ended 31st March 2021
<b>Revenue from operations</b>			
Interest Income	18	18,708,129	12,524,854
Net gain on fair value changes	19	118,474,523	69,121,942
<b>Total revenue from operations</b>		<b>137,182,652</b>	<b>81,646,796</b>
Other income	20	9,067	1,422,031
<b>Total Income</b>		<b>137,191,719</b>	<b>83,068,827</b>
<b>Expenses</b>			
Finance costs	21	67,206,445	42,917,287
Impairment on financial instruments	22	(4,039,899)	(130,820)
Employee benefits expenses	23	8,628,562	5,800,225
Depreciation and amortisation	24	61,959	58,550
Other expenses	25	4,061,115	1,813,061
<b>Total expenses</b>		<b>75,918,182</b>	<b>50,458,302</b>
<b>Profit/(Loss) before tax</b>		<b>61,273,538</b>	<b>32,610,524</b>
<b>Tax expense</b>			
- Current tax		14,750,000	6,273,973
- Tax expense relating to prior years		-	-
- Deferred tax		870,223	(626,731)
<b>Total tax expense</b>		<b>15,620,223</b>	<b>5,647,242</b>
<b>Profit/(Loss) for the year</b>		<b>45,653,315</b>	<b>26,963,282</b>
<b>Other comprehensive income</b>			
Items that will not be reclassified to profit or loss :			
- Remeasurement gains/(losses) on defined benefit plans		(1,269,996)	(543,351)
- Income Tax relating to items that will not be reclassified to profit or loss		-	-
<b>Total other comprehensive income/ (loss) for the year</b>		<b>(1,269,996)</b>	<b>(543,351)</b>
<b>Total comprehensive income/ (loss) for the year</b>		<b>44,383,319</b>	<b>26,419,931</b>
<b>Earnings per equity share</b>			
- Basic and diluted	26	<b>13.36</b>	<b>7.89</b>
Corporate Information and Significant Accounting Policies	1 - 2		
Notes to the financial statements	3 - 34		

The notes referred to above form an integral part of the financial statements

As per our report of even date attached

**For M/s A. V. Arolkar & Co.;**

Chartered Accountants  
(FRN: 100542W)

sd/-

**Abhay Vasant Arolkar**

Partner

Membership No: 032453

Place : Mumbai

Date : 27/05/2022

**For and on behalf of the Board of Directors**

sd/-

**Madhusudan Murlidhar Kela**

Manging Director

DIN : 05109767

sd/-

**Swati Mukesh Dujari**

Director

DIN : 05349218

sd/-

**Ankita Phophaliya**

Company Secretary

Place : Mumbai

Date : 27/05/2022

IKAB SECURITIES AND INVESTMENT LIMITED  
31<sup>ST</sup> ANNUAL REPORT

**CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH 2022**

*(CURRENCY: INDIAN RUPEES)*

Particulars	For year ended 31st March 2022	For year ended 31st March 2021
<b>Cash flow from operating activities</b>		
<b>Profit/ (loss) before tax</b>	<b>61,273,538</b>	<b>32,610,524</b>
<b>Adjustments for:</b>		
Depreciation Expense	61,959	58,550
Finance Costs	67,206,445	42,917,287
Interest Income	(18,708,129)	(13,223,179)
Loss on sale of assets	106,968	-
Impairment on financial instruments	(4,039,899)	(130,820)
Net (gain)/loss on financial instruments at fair value through profit or loss (FVTPL)	(118,474,523)	(69,121,942)
	<b>(12,573,642)</b>	<b>(6,889,579)</b>
Cash inflow from interest	18,708,129	13,223,179
Cash outflow towards finance cost	(67,206,445)	(42,917,287)
<b>Cash generated from operation before working capital changes</b>	<b>(61,071,958)</b>	<b>(36,583,687)</b>
<b>Changes in operating assets and liabilities</b>		
(Increase)/ decrease in other receivables	13,462,947	(12,029,787)
(Increase)/ decrease in loans	20,191,000	502,999
(Increase)/ decrease in other Financial Assets	815,055	(2,425,455)
(Increase)/ decrease in other non financial Assets	(7,816)	7,667
Increase in other payables	(3,146,907)	3,092,970
Increase in provisions	(3,732,124)	87,375
Increase in other non financial liabilities	(2,396,203)	1,827,254
<b>Cash generated from operations</b>	<b>(35,886,006)</b>	<b>(45,520,664)</b>
Tax Expenses / Deferred Tax	(16,370,004)	(8,040,794)
<b>Net cash flow from / (used in) operating activities (A)</b>	<b>(52,256,010)</b>	<b>(53,561,459)</b>

IKAB SECURITIES AND INVESTMENT LIMITED  
31<sup>ST</sup> ANNUAL REPORT

**Cash flow from investing activities**

Purchase of property, plant and equipment	(70,500)	(78,057)
Proceeds from sale of property, plant and equipment	364,218	-
Proceeds from sale of Intangible Assets	91,781	-
Purchase of investments measured at FVTPL	(1,494,771,565)	(661,264,035)
Proceeds from sale of investments measured at FVTPL	1,546,512,514	700,113,728
Interest received on investments measured at FVTPL	-	-
<b>Net cash flow from / (used in) investing activities (B)</b>	<b>52,126,448</b>	<b>38,771,636</b>

**Cash flow from financing activities**

Proceeds from issue of shares	-	-
Proceeds from Other Equity	-	-
Proceeds from Borrowings	32,695,472,023	23,617,798,704
Repayment of borrowings	(32,695,472,023)	(23,617,798,704)
<b>Net cash flow from / (used in) financing activities (C)</b>	<b>-</b>	<b>-</b>

**Net increase/ (decrease) in cash and cash equivalents (A+B+C)**

Cash and cash equivalents at the beginning of the year	12,266,173	27,055,995
<b>Cash and cash equivalents at the end of the year</b>	<b>12,136,611</b>	<b>12,266,173</b>
<b>Net increase/ (decrease) in cash and cash equivalents</b>	<b>(129,562)</b>	<b>(14,789,822)</b>

The above Cash flow statement has been prepared under the indirect method as set out in the IndAS 7 - "Statement of Cash Flows" as notified under Companies (Accounts) Rules, 2015.

The Previous GAAP figures have been reclassified to confirm to IndAS presentation requirement for the purpose of this note.

Corporate Information and Significant Accounting Policies 1 - 2  
Notes to the financial statements 3 - 34  
The notes referred to above form an integral part of the financial statements  
As per our report of even date attached

**For M/s A. V. Arolkar & Co.;**  
Chartered Accountants  
(FRN: 100542W)

**For and on behalf of the Board of Directors**

sd/-  
**Madhusudan Murlidhar Kela**  
Managing Director  
DIN : 05109767

sd/-  
**Swati Mukesh Dujari**  
Director  
DIN : 05349218

sd/-  
**Abhay Vasant Arolkar**  
Partner  
Membership No: 032453  
Place : Mumbai  
Date : 27/05/2022

Place : Mumbai  
Date : 27/05/2022

sd/-  
**Ankita Phophaliya**  
Company Secretary

**STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31ST MARCH 2022**

(CURRENCY: INDIAN RUPEES)

A. EQUITY SHARE CAPITAL		Amount	
Particulars	Particulars	Amount	Amount
	<b>As at 1st April 2020</b>		<b>34,164,000</b>
	Changes in Equity Share Capital during 2020-21		-
	<b>As at 31st March 2021</b>		<b>34,164,000</b>
	Changes in Equity Share Capital during 2021-22		-
	<b>As at 31st March 2022</b>		<b>34,164,000</b>
B. OTHER EQUITY			
Particulars	Reserves & Surplus		Total Other Equity
	Retained Earnings	Capital reserve Statutory Reserve under Sec 45IC of RBI Act, 1934	
<b>Opening balance as at 1st April 2020</b>	<b>29,129,148</b>	<b>168,000</b>	<b>49,811,665</b>
Profit for the year 2020-21	26,419,931	-	26,419,931
Any other change	(5,283,986)	5,283,986	-
<b>Closing balance as at 31 Mar 2021</b>	<b>50,265,093</b>	<b>168,000</b>	<b>76,231,596</b>
Profit for the year 2021-22	44,383,319	-	44,383,319
Transfer to reserve fund in terms of section 45-1C(1) of the Reserve Bank of India Act, 1934	(8,876,664)	8,876,664	-
Any other change	-	-	-
<b>Closing balance as at 31 Mar 2022</b>	<b>85,771,748</b>	<b>168,000</b>	<b>120,614,915</b>

The notes referred to above form an integral part of the financial statements  
As per our report of even date attached  
**For M/s A. V. Arolkar & Co.;**  
Chartered Accountants  
(FRN: 100542W)

sd/-  
**Abhay Vasant Arolkar**  
Partner  
Membership No: 032453  
Place : Mumbai  
Date : 27/05/2022

**For and on behalf of the Board of Directors**

sd/-  
**Madhusudan Murlidhar Kela**  
Managing Director  
DIN : 05109767

sd/-  
**Swati Mukesh Dujari**  
Director  
DIN : 05349218

sd/-  
**Ankita Phophaliya**  
Company Secretary

Place : Mumbai  
Date : 27/05/2022

**Notes annexed to and forming part of the Standalone Financial Statement as at 31st March 2022**

(Currency: Indian Rupees)

**1 Corporate Information**

Ikab Securities & Investments Ltd ('the Company') is a public limited company incorporated under the erstwhile Companies Act, 1956 on 17th January, 1991. The Company is registered with Registrar of Companies, Mumbai, Maharashtra vide registration no. L17100MH1991PLC059848 having its registered office address at 11th Floor Express Towers Nariman Point Mumbai - 400021.

Ikab Securities & Investments Ltd is a non deposit taking NBFC, engaged in NBFI business.

The financial statements were approved by the Board of Directors and authorised for issue on 27/05/2022.

**2 Basis of Preparation and Presentation and Significant Accounting Policies**

**2.1 Basis of Preparation and Presentation**

The financial statements of the Company have been prepared in accordance with Indian Accounting Standards (Ind AS) as notified by Ministry of Corporate Affairs pursuant to Section 133 of the Companies Act, 2013 to be read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and the Companies (Indian Accounting Standards) Amendment Rules, 2016. The Master Direction – Non-Banking Financial Company – Non-Deposit taking Company and Deposit taking Company (Reserve Bank) Directions, 2016 ('the NBFC Master Directions') and notification for Implementation of Indian Accounting Standard vide circular RBI/2019-20/170 DOR(NBFC).CC.PD.No.109/22.10.106/2019-20 dated 13 March 2020 ('RBI Notification for Implementation of Ind AS') issued by RBI. The Company uses accrual basis of accounting except in case of significant uncertainties. The Company's Financial Statements for the year ended 31st March 2022 comprises of the Balance Sheet, Statement of Profit and Loss, Statement of Cash Flows, Statement of Changes in Equity and Notes to Financial Statements.

The financial statements are prepared on a going concern basis. During the Financial Year 2021-2022, there has been a change in the management of the company. The new management has undertaken few structural changes in the working of the company including selling of the fixed assets, which were obsolete or of no use to the company's future plans. The management has taken effective steps to roll out the modified business plan for the company, which shall be evident during the next financial year. Pending such roll out, the fund of the company has been temporarily parked in liquid investments. The company continues to be a going concern in accordance with the definition contained in the applicable Accounting Standards and the financial statements under review have been prepared on a going concern basis.

Company's financial statements are presented in Indian Rupees, which is also its functional currency.

**2.2 Use of Estimates**

The preparation of financial statements in conformity with generally accepted accounting principles in India requires the management to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosure of contingent liabilities on the date of the financial statements. Management believes that the estimates made in the preparation of the financial statements are prudent and reasonable. Actual results could differ from those estimates. Any revision to accounting estimates is recognised prospectively in current and future periods.

**2.3 Basis of Measurement**

The Ind AS Financial Statements have been prepared on a going concern basis using historical cost convention and on accrual method of accounting, except for certain financial assets and liabilities, including financial instruments which have been measured at fair value as described below.

**2.4 Key Accounting Estimates and Judgments**

The preparation of financial statements requires management to make judgments, estimates and assumptions in the application of accounting policies that affect the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates. The Management believes that the estimates used in preparation of the financial statements are prudent and reasonable. Continuous evaluation is done on the estimation and judgments based on historical experience and other factors, including expectations of future events that are believed to be reasonable. Revisions to accounting estimates are recognized prospectively. Information about critical judgments in applying accounting policies, as well as estimates and assumptions that have the most significant effect to the carrying amounts of assets and liabilities, are included in the following notes:

**Notes annexed to and forming part of the Standalone Financial Statement as at 31st March 2022**

(Currency: Indian Rupees)

- (i) Determination of the estimated useful lives of property, plant and equipment and intangible assets.
- (ii) Recognition and measurement of provisions and contingencies, key assumptions about the likelihood and magnitude of an outflow of resources.
- (iii) Recognition of deferred tax assets.
- (iv) Fair value of financial instruments.
- (v) Applicable discount rate.
- (vi) Impairment on financial assets
- (vii) Provision for tax expenses
- (viii) Provision and other contingent liabilities

**2.5 Measurement of fair values**

The Company's accounting policies and disclosures require the financial instruments to be measured at fair values. The Company has an established control framework with respect to measurement of fair values. The Company uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximizing the use of relevant observable inputs and minimizing the use of unobservable inputs. The management regularly reviews significant unobservable inputs and valuation adjustments. If third party information such as broker quotes or pricing services, is used to measure fair values, then the management assesses the evidence obtained from the third parties to support the conclusions that such valuations meet the requirements of Ind AS, including the level in the fair value hierarchy in which such valuations should be classified.

Fair values are categorised into different levels in a fair value hierarchy based on the inputs used in the valuation techniques as follows:

**Level 1:** quoted prices (unadjusted) in active markets for identical assets and liabilities.

**Level 2:** inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).

**Level 3:** inputs for the asset or liability that are not based on observable market data (unobservable inputs).

If the inputs used to measure the fair value of an asset or a liability fall into different levels of the fair value hierarchy, then the fair value measurement is categorised in its entirety in the same level of the fair value hierarchy as the lowest level input that is significant to the entire measurement.

The Company recognises transfers between levels of the fair value hierarchy at the end of the reporting period during which the change has occurred.

**2.6 Estimation of impairment allowance on financial assets amidst COVID-19 pandemic**

Estimates and associated assumptions, especially for determining the impairment allowance for Company's financial assets, are based on historical experience and other emerging factors on account of the pandemic which may also have an effect on the expected credit loss. The Company believes that the factors considered are reasonable under the current circumstances. Given the dynamic nature of the pandemic situation, these estimates are subject to uncertainty and may be affected by the severity and duration of the pandemic.

**2.7 Summary of Significant Accounting Policies**

**a) Revenue Recognition**

Revenue is recognized to the extent it is probable that economic benefits will flow to the Company and revenues can reliably be measured, regardless of when the payment is being made. Revenue is measured at the fair value of the consideration received or receivable, taking into account contractually defined terms of payment and reduced for estimated customer returns, rebates, taxes or duties collected on behalf of the government and other similar allowances.

**Interest Income**

Interest income is recognised on a time proportion basis taking into account the amount outstanding and the applicable interest rate. Interest income is included under the head "other income" in the statement of profit and loss.



**Notes annexed to and forming part of the Standalone Financial Statement as at 31st March 2022**

(Currency: Indian Rupees)

Interest on financial assets subsequently measured at fair value through profit or loss (FVTPL) is recognised at the contractual rate of interest

**Net gain on fair value changes**

Financial assets are subsequently measured at fair value through profit or loss (FVTPL) or fair value through other comprehensive income (FVOCI), as applicable. The Company recognises gains/losses on fair value change of financial assets measured as FVTPL and realised gains/losses on derecognition of financial asset measured at FVTPL and FVOCI.

All other revenues are accounted on accrual basis.

**b) Expenses**

All expenses are accounted for on accrual basis.

**c) Property, Plant & Equipment**

Property, Plant & Equipment's are stated at cost net of recoverable taxes, trade discounts and rebates and include amounts added on revaluation, less accumulated depreciation and impairment loss if any. The cost of property, plant & equipment's comprises its purchase price, borrowing cost and any other cost directly attributable to bringing the asset to its working condition for its intended use. Subsequent expenditure is capitalised only if it is probable that future economic benefits associated with the expenditure will flow to the Company and the cost of the item can be measured reliably.

Depreciable amount for property, plant and equipment is the cost of property, plant and equipment less its estimated residual value.

Depreciation is provided on Straight Line Method over the estimated useful lives of the property, plant and equipment, except Leasehold Improvements, prescribed under Schedule II to the Companies Act, 2013 on pro rata basis. In cases, where the useful lives are different from that prescribed in Schedule II, they are based on internal technical evaluation.

Leashold Improvements are amortized over the primary period of lease.

The estimated useful lives, residual values and depreciation methods are reviewed by the management at each reporting date and adjusted if appropriate.

Property, plant and equipment are derecognised either on disposal or when no economic benefits are expected from its use or disposal. The gain or loss arising from disposal of property, plant and equipment are determined by comparing the proceeds from disposal with the carrying amount of property, plant and equipment and recognised in the Statement of Profit and Loss in the year of occurrence.

**d) Impairment of non-financial assets**

At the end of each reporting period, the Company reviews the carrying amounts of its tangible and intangible assets to determine whether there is any indication that the assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of impairment loss (if any).

If the recoverable amount of asset is estimated to be less than its carrying amount, the carrying amount of the asset is reduced to its recoverable amount. An impairment loss is recognised as an expenses in the Statement of Profit and Loss.

When an impairment loss subsequently reverses, the carrying amount of an asset is increased to the revised estimate of its recoverable amount, so that the increased carrying amount does not exceed the carrying amount that would have been determined had no impairment loss been recognised for the asset in prior years. A reversal of an impairment loss is recognised immediately in the Statement of Profit and Loss.

**e) Depreciation**

Depreciation on fixed assets (including investment property) except leasehold improvements is provided on straight line method in the manner and rates prescribed in Schedule II to the Companies Act, 2013. Depreciation is charged on a pro-rata basis for assets purchased / sold during the year.

**f) Income Tax**

i) Current Income Tax is measured at the amount expected to be paid to the tax authorities in accordance with Indian Income Tax Act, 1961.

**Notes annexed to and forming part of the Standalone Financial Statement as at 31st March 2022**

(Currency: Indian Rupees)

- ii) Deferred tax is recognised on timing differences, being the differences between the taxable income and the accounting income that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax is measured using the tax rates and the tax laws enacted or substantially enacted as at the reporting date. Deferred tax liabilities are recognised for all timing differences. Deferred tax assets in respect of unabsorbed depreciation and carry forward of losses are recognised only if there is virtual certainty that there will be sufficient future taxable income available to realise such assets. Deferred tax assets are recognised for timing differences of other items only to the extent that reasonable certainty exists that sufficient future taxable income will be available against which these can be realised. Deferred tax assets and liabilities are offset if such items relate to taxes on income levied by the same governing tax laws and the Company has a legally enforceable right for such set off. Deferred tax assets are reviewed at each Balance Sheet date for their realisability.

**g) Borrowing Costs**

Borrowing costs are interest and other costs that the Company incurs in connection with the borrowing of funds and is measured with reference to the effective interest rate applicable to the respective borrowing. Borrowing costs, allocated to qualifying assets, pertaining to the period from commencement of activities relating to construction / development of the qualifying asset are capitalized upto the time all the activities necessary to prepare the qualifying asset for its intended use or sale are complete. A qualifying asset is an asset that necessarily requires a substantial period of time to get ready to its intended use or sale. All other borrowing costs are recognised as an expense in the period in which they are incurred.

**h) Financial Instruments**

A financial instrument is any contract that gives rise to financial asset of one entity and financial liability or equity instrument of another entity.

-- Financial Assets

Financial assets are recognised when the Company becomes a party to the contractual provisions of the instrument.

i) Initial recognition and measurement

All financial assets are recognized at fair value on initial recognition, except for trade receivables which are initially measured at transaction price. Transaction costs that are directly attributable to the acquisition of financial assets, which are not at fair value through profit or loss, are added to the fair value on initial recognition.

ii) Subsequent measurement and classification

For the purpose of subsequent measurement, the financial assets are classified into three categories:

- Financial assets at amortised cost
- Financial assets at fair value through Other Comprehensive Income (FVTOCI)
- Financial assets at fair value through profit or loss (FVTPL) on the basis of its business model for managing the financial assets.

iii) Financial assets at amortised cost

A financial asset is subsequently measured at amortised cost if it is held within a business model whose objective is to hold assets for collecting contractual cash flows and the contractual terms of the asset give rise on specified dates to cash flows that are solely payments of principal and interest (SPPI) on the principal amount outstanding.

After initial measurement, such financial assets are subsequently measured at amortised cost using the effective interest rate (EIR) method, less impairment, if any. The EIR amortisation is included in finance income in the Statement of Profit and Loss. The losses arising from impairment are recognised in the Statement of Profit and Loss.

iv) Financial asset at Fair Value through other comprehensive income (FVTOCI)

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A financial asset is measured at fair value through other comprehensive income (FVTOCI) if it is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

Debt instruments included within the FVTOCI category are measured initially as well as at each reporting date at fair value. Fair value movements are recognized in the other comprehensive income (OCI).

Interest income measured using the EIR method and impairment losses, if any are recognised in the Statement of Profit and Loss. On derecognition, cumulative gain or loss previously recognised in OCI is reclassified from the equity to 'other income' in the Statement of Profit and Loss.

v) Financial asset at Fair Value through profit or loss (FVTPL)

A financial asset which are not classified in any of the above categories are measured at FVTPL. Such financial assets are measured at fair value with all changes in fair value, including interest income and dividend income if any, recognised as 'other income' in the Statement of Profit and Loss.

vi) Financial assets as Equity Investments

All equity instruments other than investment in subsidiaries and associate are initially measured at fair value; the Company may, on initial recognition, irrevocably elect to measure the same either at FVOCI or FVTPL.

The Company makes such election on an instrument-by-instrument basis. A fair value change on an equity instrument is recognised as other income in the Statement of Profit and Loss unless the Company has elected to measure such instrument at FVOCI. Fair value changes excluding dividends, on an equity instrument measured at FVOCI are recognised in OCI. Amounts recognised in OCI are not subsequently reclassified to the Statement of Profit and Loss. Dividend income on the investments in equity instruments are recognised as 'other income' in the Statement of Profit and Loss.

vii) Derecognition

A financial asset (or, where applicable, a part of a financial asset or part of a group of similar financial assets) is derecognised (i.e. removed from the Company's balance sheet) when:

- The rights to receive cash flows from the asset have expired, or
- The Company has transferred its rights to receive cash flows from the asset and either (a) the Company has transferred substantially all the risks and rewards of the asset, or (b) the Company has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.

viii) Impairment of financial assets

The Company applies 'Simplified Approach' for measurement and recognition of impairment loss on the following financial assets and credit exposure:

- Financial assets that are debt instruments and are measured at amortised cost e.g. loans, deposits and bank balance
- Trade receivables

The application of simplified approach does not require the Company to track changes in credit risk. Rather, it recognises impairment loss allowance based on lifetime expected credit loss at each reporting date, right from its initial recognition.

Financial assets where no significant increase in credit risk has been observed are considered to be in 'stage 1' and for which a 12 month ECL is recognised. Financial assets that are considered to have significant increase in credit risk are considered to be in 'stage 2' and those which are in default or for which there is an objective evidence of impairment are considered to be in 'stage 3'. Lifetime ECL is recognised for stage 2 and stage 3 financial assets.

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At initial recognition, allowance (or provision in the case of loan commitments) is required for ECL towards default events that are possible in the next 12 months, or less, where the remaining life is less than 12 months. In the event of a significant increase in credit risk, allowance (or provision) is required for ECL towards all possible default events over the expected life of the financial instrument ('lifetime ECL'). Financial assets (and the related impairment loss allowances) are written off in full, when there is no realistic prospect of recovery.

Interest income is recognised by applying the EIR to the net amortised cost amount i.e. gross carrying amount less ECL allowance.

-- Financial Liabilities

i) Classification

The Company classifies all financial liabilities as subsequently measured at amortised cost.

ii) Initial recognition and measurement

All financial liabilities are recognised initially at fair value and, in case of loans and borrowings and payables, net of directly attributable transaction costs.

iii) Loans and Borrowings

After initial recognition, interest-bearing loans and borrowings are subsequently measured at amortised cost using the Effective Interest Rate (EIR) method. Amortised cost is calculated by taking into account any discount or premium on acquisition and transactions costs. The EIR amortisation is included as finance costs in the Statement of Profit and Loss. Gains and losses are recognised in Statement of Profit and Loss when the liabilities are derecognised.

iv) Derecognition

A financial liability is derecognized when the obligation under the liability is discharged or cancelled or expires. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the derecognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognised in the Statement of Profit and Loss.

-- Offsetting of Financial instruments

Financial assets and financial liabilities are offset and the net amount is reported in the Balance Sheet if there is a currently enforceable legal right to offset the recognised amounts and there is an intention to settle on a net basis or to realize the assets and settle the liabilities simultaneously.

i) Fair value measurement

The Company measures its qualifying financial instruments at fair value on each Balance Sheet date.

Fair value is the price that would be received against sale of an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place in the accessible principal market or the most advantageous accessible market as applicable.

The Company uses valuation techniques that are appropriate in the circumstances and for which sufficient data is available to measure fair value, maximising the use of relevant observable inputs and minimising the use of unobservable inputs.

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorised within the fair value hierarchy into Level I, Level II and Level III based on the lowest level input that is significant to the fair value measurement as a whole. For a detailed information on the fair value hierarchy, refer note.

For assets and liabilities that are fair valued in the financial statements on a recurring basis, the Company determines whether transfers have occurred between levels in the hierarchy by re-assessing categorisation (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period.

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For the purpose of fair value disclosures, the Company has determined classes of assets and liabilities on the basis of the nature, characteristics and risks of the asset or liability and the level of the fair value hierarchy.

**j) Earnings Per Share**

Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders (after deducting attributable taxes) by the weighted average number of equity shares outstanding during the period. For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares.

**k) Cash and Cash Equivalents**

Cash and cash equivalents in the balance sheet comprise cash at bank and on hand and short term deposits with an original maturity of three months or less, which are subject to an insignificant risk of changes in value. For the purpose of the statement of cash flow, cash and cash equivalents consists of cash and short-term deposits, as defined above, net of outstanding bank overdrafts as they are considered an integral part of the Company's cash management.

**l) Provisions, Contingent Liabilities and Contingent Assets**

Provisions are recognised when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources will be required to settle the obligation and a reliable estimate can be made. The expense relating to a provision is presented in the statement of profit and loss net of any reimbursement.

Contingent liabilities are disclosed when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company or a present obligation that arises from past events where it is either not probable that an outflow of resources will be required to settle the obligation or a reliable estimate of the amount cannot be made.

Contingent Assets are not recognised in the financial statements. Contingent Assets if any, are disclosed in the notes to the financial statements.

**m) Intangible Assets**

Intangible Assets acquired separately are measured on initial recognition at cost. Following initial recognition, intangible assets are carried at cost less any accumulated amortization and accumulated impairment losses.

Intangible Assets are amortised over the useful economic life and assessed for impairment whenever there is an indication that the intangible asset may be impaired. The amortisation period and the amortisation method for an intangible asset are reviewed at least at the end of each reporting period. Changes in the expected useful life or the expected pattern of consumption of future economic benefits embodied in the asset are considered to modify the amortisation period or method, as appropriate, and are treated as changes in accounting estimates. The amortisation expense on intangible is recognised in the statement of profit and loss account.

Gains or losses arising from derecognition of an intangible asset are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognised in the statement of profit or loss when the asset is derecognised.

**n) Employee Benefits**

**i) Short – term employee benefits**

All employee benefits payable wholly within twelve months of rendering the service are classified as short term employee benefits. Benefits such as salaries, wages, performance incentives etc. are recognised at actual amounts due in the period in which the employee renders the related service. The undiscounted amount of short-term employee benefits to be paid in exchange for employee services is recognized as an expense as the related service is rendered by employees.

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ii) Post Employment Benefits

Defined Benefit Plan : The cost of providing benefit like gratuity is determined using the actuarial valuation using the projected unit credit method carried out as at the balance sheet date. Actuarial gain or loss are recognised immediately in the Profit or Loss Account or Other comprehensive income.

All expenses represented by current service cost, past service cost, if any, and net interest expense / (income) on the net defined benefit liability / (asset) are recognised in the Statement of Profit and Loss. Remeasurements of the net defined benefit liability / (asset) comprising actuarial gains and losses are recognised immediately in Other Comprehensive Income (OCI).

When the benefits of a plan are changed or when a plan is curtailed, the resulting change in benefit that relates to past service or the gain or loss on curtailment is recognised immediately in the Statement of Profit and Loss. The Company recognises gains and losses on the settlement of a defined benefit plan when the settlement occurs.

iii) Other long term employment benefits

Compensated absences : Compensated absences which are not expected to occur within twelve months after the end of the period in which the employee renders the related services are recognised as a liability at the present value of the defined benefit obligation at the balance sheet date as determined by an independent actuary based on projected unit credit method. The discount rates used for determining the present value of the obligation under other long term employment benefits plan, are based on the market yields on Government securities as at the balance sheet date.

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**3 Cash and cash equivalents**

Particulars	As at 31st March 2022	As at 31st March 2021
Cash on hand	20,193	65,622
Balances with banks :		
- in current accounts	261,886	1,552,398
<b>Total</b>	<b>282,079</b>	<b>1,618,020</b>

**4 Bank balance other than Cash and cash equivalents**

Particulars	As at 31st March 2022	As at 31st March 2021
Fixed deposit with bank outstanding for more than 3 months	11,854,532	10,648,152
<b>Total</b>	<b>11,854,532</b>	<b>10,648,152</b>

**Note :**

Fixed deposits with bank have original maturity of 36 months.

**5 Receivables**

*Unsecured, considered good, unless stated otherwise*

Particulars	As at 31st March 2022	As at 31st March 2021
<b>Trade Receivables</b>		
- Secured, Considered good	-	-
- Unsecured, Considered good	-	-
	-	-
<b>Other Receivables</b>		
- Advances	103,097	13,566,044
	103,097	13,566,044
<b>Total</b>	<b>103,097</b>	<b>13,566,044</b>

**Note :**

- i. Impairment allowance recognised on trade and other receivables is ₹ Nil (Previous year: ₹ Nil).
- ii. No trade receivable are due from directors or other officers of the Company either severally or jointly with any other person nor any trade or other receivable are due from firms or private companies respectively in which any director is a partner, a director or a member. Trade receivables are non interest bearing.

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**5.1 Disclosures for Trade Receivables Outstanding**

		Trade receivable ageing schedule					31st March 2022
		Outstanding for following periods from due date of receipt					(Amount in Rs.)
Particulars	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	Total	
(i) Undisputed Trade receivables – considered good	55,483	-	-	-	47,614	103,097	
(ii) Undisputed Trade Receivables – considered doubtful	-	-	-	-	-	-	
(iii) Disputed Trade Receivables considered good	-	-	-	-	-	-	
(iv) Disputed Trade Receivables considered doubtful	-	-	-	-	-	-	

  

		Trade receivable ageing schedule					31st March 2021
		Outstanding for following periods from due date of receipt					(Amount in Rs.)
Particulars	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	Total	
(i) Undisputed Trade receivables – considered good	13,478,152	-	-	-	87,892	13,566,044	
(ii) Undisputed Trade Receivables – considered doubtful	-	-	-	-	-	-	
(iii) Disputed Trade Receivables considered good	-	-	-	-	-	-	
(iv) Disputed Trade Receivables considered doubtful	-	-	-	-	-	-	



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6 Loans (Considered good) Particulars	As at 31st March 2022			As at 31st March 2021		
	At amortised cost	At fair value through Profit & loss	Total	At amortised cost	At fair value through Profit & loss	Total
<b>Unsecured</b>						
Loans repayable on demand	-	-	-	20,000,000	-	20,000,000
Interest receivable	-	-	-	-	-	-
Less: Allowance for expected credit loss	-	-	-	20,000,000	-	20,000,000
	-	-	-	(4,000,000)	-	(4,000,000)
	-	-	-	16,000,000	-	16,000,000
<b>Other loans</b>						
Loans and advances to employees	-	-	-	-	151,101	151,101
<b>Total</b>	-	-	-	<b>16,000,000</b>	<b>151,101</b>	<b>16,151,101</b>
<b>i. Break-up of loans under</b>						
<b>Particulars</b>	<b>Stage 1</b>	<b>Stage 2</b>	<b>Stage 3</b>	<b>Stage 1</b>	<b>Stage 2</b>	<b>Stage 3</b>
Gross Carrying amount	-	-	-	20,151,101	-	-
Less: Allowance for expected credit loss	-	-	-	(4,000,000)	-	-
Net Carrying amount	-	-	-	16,151,101	-	-
<b>ii. Out of the above</b>						
a. Loans in India						
- Public Sector	-	-	-	-	-	-
- Others	-	-	-	20,151,101	-	-
<b>Total - Gross</b>	-	-	-	20,151,101	-	-
Less: Impairment Loss	-	-	-	(4,000,000)	-	-
<b>Total - Net</b>	-	-	-	<b>16,151,101</b>	-	-
b. Loans outside India	-	-	-	-	-	-

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**7 Investments**

<b>Particulars</b>	<b>As at 31st March 2022</b>	<b>As at 31st March 2021</b>
<b>Trade Investment</b>		
<b>Investment carried at fair value through profit &amp; loss:</b>		
- Shares & Securities		
<b>Investment in Equity shares (Quoted)</b>		
Dishman Carbogen Amcis	-	543,250
Eih Associates hotel limited	-	928,200
Indiabulls housing finance	-	1,373,050
Indian Railway finance	-	4,590,000
Mazgon Dock Shipbuilders	-	542,995
Mazda Ltd	-	45,350
Nazara Techno	-	4,980,830
SBI Cards Payment Service	-	9,410,500
Schaeffler Inida	-	53,880
Aditya Birla Sunlife Liquid Fund	10,218,367	-
HDFC Overnight fund direct growth plan	125,016,223	-
<b>Investment in Mutual Fund (Quoted)</b>		
Birla Sunlife Mutual fund (Growth Direct)	-	4,828,622
Hdfc Overnight (Growth)	-	41,204,340
	135,234,590	68,501,016
<b>Total</b>	<b>135,234,590</b>	<b>68,501,016</b>

<b>Particulars</b>	<b>As at 31st March 2022</b>	<b>As at 31st March 2021</b>
Aggregate value of quoted investments	135,234,590	68,501,016
Aggregate value of unquoted investments	-	-
Aggregate market value of quoted investments	135,234,590	68,501,016

**8 Other financial assets**

(Considered good)

<b>Particulars</b>	<b>As at 31st March 2022</b>	<b>As at 31st March 2021</b>
Security deposits ( <i>unsecured</i> )	3,629,986	3,629,986
Interest accrued on deposits with bank	388,636	1,203,691
<b>Total</b>	<b>4,018,622</b>	<b>4,833,677</b>

**Note :**

i. Impairment allowance recognised on other financial assets is ₹ Nil (Previous year: ₹ Nil).

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**9 Deferred tax assets (net)**

Particulars	As at 31st March 2022	As at 31st March 2021
<b>Deferred tax liability</b>		
Difference between book depreciation and depreciation as per the Income tax Act, 1961	-	-
<b>Gross deferred tax liability</b>	-	-
<b>Deferred tax asset</b>		
Difference between book depreciation and depreciation as per the Income tax Act, 1961	-	171,274
Remeasurement of defined benefit plan	-	698,949
<b>Gross deferred tax assets</b>	-	<b>870,223</b>
<b>Net deferred tax (liability)/ asset</b>	-	<b>870,223</b>
<b>Net deferred tax (liability)/ asset restricted to*</b>	-	<b>870,223</b>

**10 Property, plant and equipment**

Particulars	Computers	Furniture & Fixture	Office Equipment's	Motor Car	Total
<b>Cost</b>					
At 1st April 2020	890,627	1,389,777	434,730	3,059,192	5,774,326
Additions	-	-	78,057	-	78,057
Disposals	-	-	-	-	-
<b>At 31 March 2021</b>	<b>890,627</b>	<b>1,389,777</b>	<b>512,787</b>	<b>3,059,192</b>	<b>5,852,383</b>
Additions	-	70,500	-	-	70,500
Disposals	890,627	1,460,277	512,787	3,059,192	5,922,883
<b>At 31 March 2022</b>	-	-	-	-	-
<b>Depreciation</b>					
At 1st April 2020	844,547	1,318,775	286,784	2,906,232	5,356,338
Charge for the year	1,548	1,513	42,376	-	45,437
Disposals	-	-	-	-	-
<b>At 31 March 2021</b>	<b>846,095</b>	<b>1,320,288</b>	<b>329,160</b>	<b>2,906,232</b>	<b>5,401,775</b>
Charge for the year	-	2,440	47,484	-	49,924
Disposals	846,095	1,322,728	376,644	2,906,232	5,451,699
<b>At 31 March 2022</b>	-	-	-	-	-
<b>Net block</b>					
At 1st April 2020	46,080	71,002	147,946	152,960	417,988
At 31 March 2021	44,532	69,489	183,627	152,960	450,608
At 31 March 2022	-	-	-	-	-

Notes:

- i) During the year ended 31st March 2022 and 31st March 2021, there is no impairment loss determined at each level of CGU. The recoverable amount was based on value in use and was determined at the level of CGU.

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**11 Intangible assets**

Particulars	Software	Total
<b>Cost</b>		
At 1st April 2020	962,927	962,927
Additions	-	-
Disposals	-	-
<b>At 31 March 2021</b>	<b>962,927</b>	<b>962,927</b>
Additions	-	-
Disposals	962,927	-
<b>At 31 March 2022</b>	<b>-</b>	<b>962,927</b>
<b>Amortisation</b>		
At 1st April 2020	845,998	845,998
Charge for the year	13,113	13,113
Disposals	-	-
<b>At 31 March 2021</b>	<b>859,111</b>	<b>859,111</b>
Charge for the year	12,035	-
Disposals	871,146	-
<b>At 31 March 2022</b>	<b>-</b>	<b>859,111</b>
<b>Net block</b>		
At 1st April 2020	<b>116,929</b>	<b>116,929</b>
At 31 March 2021	<b>103,816</b>	<b>103,816</b>
At 31 March 2022	<b>-</b>	<b>103,816</b>

**12 Other non-financial assets**

Particulars	As at 31st March 2022	As at 31st March 2021
Prepaid expenses	12,468	4,652
<b>Total</b>	<b>12,468</b>	<b>4,652</b>

**13 Trade payables**

Particulars	As at 31st March 2022	As at 31st March 2021
Due to micro and small enterprises		
Total outstanding dues of micro enterprises and small enterprises	-	-
Total outstanding dues of creditors other than micro enterprises and small enterprises	-	-
	-	-
Due to others	160,796	3,307,703
	160,796	3,307,703
<b>Total</b>	<b>160,796</b>	<b>3,307,703</b>

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The amount due to Micro and Small Enterprises as defined in the “The Micro, Small and Medium Enterprises Development Act, 2006” has been determined to the extent such parties have been identified on the basis of data collected by the Management. This has been relied upon by the auditors. The disclosure relating to Micro and Small Enterprises is as under:

Particulars	31st March 2022	31st March 2021
(i) Principal amount remaining unpaid	-	-
(ii) Interest due thereon remaining unpaid	-	-
(iii) Interest paid by the Company in terms of Section 16 of Micro, Small and Medium Enterprises Development Act, 2006 ('MSMED Act, 2006') along with the amount of payment made to the supplier beyond the appointed day during the period.	-	-
(iv) Interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under MSMED Act, 2006	-	-
(v) Interest accrued and remaining unpaid	-	-
(vi) Interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise.	-	-
<b>Total</b>	<b>-</b>	<b>-</b>

**13.1 Disclosures for Trade Payables due for payment**

**31st March 2022**

Trade payable ageing schedule						(Amount in Rs.)
Particulars	Outstanding for following periods from due date of payment				Total	
	Less than 1 year	1-2 years	2-3 years	More than 3 years		
(i)MSME	-	-	-	-	-	
(ii)Others	160,796	-	-	-	160,796	
(iii) Disputed dues – MSME	-	-	-	-	-	
(iv) Disputed dues - Others	-	-	-	-	-	

**31st March 2021**

Trade payable ageing schedule						(Amount in Rs.)
Particulars	Outstanding for following periods from due date of payment				Total	
	Less than 1 year	1-2 years	2-3 years	More than 3 years		
(i)MSME	-	-	-	-	-	
(ii)Others	3,307,703	-	-	-	3,307,703	
(iii) Disputed dues – MSME	-	-	-	-	-	
(iv) Disputed dues - Others	-	-	-	-	-	

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**14 Provisions**

Particulars	As at 31st March 2022	As at 31st March 2021
Provision for gratuity & others	50,268	2,512,396
<b>Total</b>	<b>50,268</b>	<b>2,512,396</b>

**15 Other non-financial liabilities**

Particulars	As at 31st March 2022	As at 31st March 2021
Statutory dues payable :		
Tax deducted at source	12,748	2,384,040
Provident fund	-	25,311
Professional tax	600	200
<b>Total</b>	<b>13,348</b>	<b>2,409,551</b>

**16 Equity Share Capital**

Particulars	As at 31st March 2022	As at 31st March 2021
<b>Authorised</b>		
50,00,000 Equity shares of Rs 10 each (Previous Year 31st March 2021 : 50,00,000 Equity shares of Rs. 10 each)	50,000,000	50,000,000
<b>Issued, Subscribed &amp; Paid-up</b>		
34,16,400 Equity shares of Rs 10 each (Previous Year 31st March 2021 : 34,16,400 Equity shares of Rs. 10 each)	34,164,000	34,164,000
	<b>34,164,000</b>	<b>34,164,000</b>

**(i) Reconciliation of number of Equity shares and amount outstanding at the beginning and at the end of the reporting period:**

**Equity Shares**

Particulars	As at 31st March 2022		As at 31st March 2021	
	No. of shares	Amount	No. of shares	Amount
At the commencement of the year	3,416,400	34,164,000	3,416,400	34,164,000
Issued during the year	-	-	-	-
Outstanding at the end of the year	<b>3,416,400</b>	<b>34,164,000</b>	<b>3,416,400</b>	<b>34,164,000</b>

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**(ii) Terms/ rights attached to equity shares:**

The Company has one class of equity shares having par value of Rs.10 per share. Accordingly, all equity shares rank equally with regard to dividends and share in the Company's residual assets. The equity shares are entitled to receive dividend as declared from time to time. The voting rights of an equity shareholder on a poll are in proportion to his share of the paid-up equity capital of the Company. Voting rights cannot be exercised in respect of shares on which any call or other sums presently payable have not been paid.

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

**(iii) Details of shareholders holding more than 5% Shares in the Company:**

Name of shareholder	As at 31st March 2022		As at 31st March 2021	
	No. of shares	% of Holding	No. of shares	% of Holding
Equity shares of Rs 10 each, fully paid-up are held by				
Indra Kumar Bagri	-	0.00%	1,091,178	31.94%
Anil Kumar Bagri	-	0.00%	726,790	21.27%
Abhishek Bagri	-	0.00%	224,595	6.57%
Amit Kumar Bagri	-	0.00%	185,000	5.42%
Madhusudan Murlidhar Kela	2,858,027	83.66%	-	0.00%

**(iv) Details of promoter shareholders holding Shares in the Company:**

Name of shareholder	As at 31st March 2022		As at 31st March 2021		Change during the year
	No. of shares	% of Holding	No. of shares	% of Holding	
Equity shares of Rs 10 each, fully paid-up are held by					
Indra Kumar Bagri	-	-	1,091,178	31.94%	-31.94%
Anil Kumar Bagri	-	-	750,246	21.96%	-21.96%
Archana Bagri	-	-	35,200	1.03%	-1.03%
Savitridevi Mangalchand Jajoo	-	-	20,000	0.59%	-0.59%
Oasis Securities Limited	-	-	100,000	2.93%	-2.93%
Linkers Enclave Private Limited	-	-	25,000	0.73%	-0.73%
Tuscon Towers Private Limited	-	-	25,000	0.73%	-0.73%
Madhusudan Murlidhar Kela	2,858,027	83.66%	-	-	83.66%

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**17 Other Equity**

Particulars	As at 31st March 2022	As at 31st March 2021
<b>(Deficit) Profit and loss balance</b>		
At the commencement of the year	50,265,093	29,129,148
Profit / (Loss) for the year	44,383,319	26,419,931
Transfer to Statutory Reserves under RBI Act (Sec. 45 IC)	(8,876,664)	(5,283,986)
<b>Total</b>	<b>85,771,748</b>	<b>50,265,093</b>
<b>Capital Reserve</b>		
At the commencement of the year	168,000	168,000
IND AS transition adjustment	-	-
<b>Total</b>	<b>168,000</b>	<b>168,000</b>
<b>Statutory Reserve under RBI Act</b>		
At the commencement of the year	25,798,503	20,514,517
Transfer from retained earnings	8,876,664	5,283,986
<b>Total</b>	<b>34,675,167</b>	<b>25,798,503</b>
<b>Total</b>	<b>120,614,915</b>	<b>76,231,596</b>

Nature & Purpose of reserves

- a. Statutory reserve (created pursuant to Section 45-IC of the Reserve Bank of India Act, 1934)**  
Statutory reserve represents the Reserve Fund created under section 45-IC of the Reserve Bank of India Act, 1934. The Company is required to transfer a sum not less than twenty percent of its net profit every year as disclosed in the statement of profit and loss. The statutory reserve can be utilized for the purposes as may be specified by the Reserve Bank of India from time to time.
- b. Retained earnings**  
Retained earnings represents total of all profits retained since Company's inception. Retained earnings are credited with current year profits, reduced by losses, if any, dividend payouts, transfers to General reserve or any such other appropriations to specific reserves. It also includes impact of remeasurement of defined benefit plans. Summary of significant accounting policies and other explanatory information for the year ended 31 March, 2022 (Continued)
- c. Capital reserve**  
Capital reserve has been created to set aside gains of capital nature from amalgamation and merger. It is utilised in accordance with the provisions of the Companies Act, 2013.

**18 Interest Income**

Particulars	For year ended 31st March 2022	For year ended 31st March 2021
On financial assets measured at amortised cost:		
- on loans	2,186,670	2,995,069
- on deposits with bank	16,521,459	9,529,785
<b>Total</b>	<b>18,708,129</b>	<b>12,524,854</b>



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**19 Net gain on fair value changes**

Particulars	For year ended 31st March 2022	For year ended 31st March 2021
Net gain/(loss) on financial instruments measured at fair value through profit and loss		
- On trading portfolio:		
Realised gain/(loss) on investments at FVTPL	117,938,832	65,794,382
Unrealised gain/(loss) on investments at FVTPL	535,691	3,327,560
<b>Total</b>	<b>118,474,523</b>	<b>69,121,942</b>

**20 Other income**

Particulars	For year ended 31st March 2022	For year ended 31st March 2021
Dividend Income	430	698,578
Interest income bank deposit (lien with SEBI)	-	698,325
Interest income from Staff loan	-	18,132
Interest on income tax refund	-	6,965
Other miscellaneous income	8,637	31
<b>Total</b>	<b>9,067</b>	<b>1,422,031</b>

**21 Finance costs**

Particulars	For year ended 31st March 2022	For year ended 31st March 2021
On financial liabilities measured at amortised cost:		
- On Borrowings	67,206,445	42,917,287
<b>Total</b>	<b>67,206,445</b>	<b>42,917,287</b>

**22 Impairment of financial instruments**

Particulars	For year ended 31st March 2022	For year ended 31st March 2021
On financial assets measured at amortised cost:		
- On loans	(4,039,899)	(130,820)
- On others	-	-
<b>Total</b>	<b>(4,039,899)</b>	<b>(130,820)</b>

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**23 Employee benefits expense**

Particulars	For year ended 31st March 2022	For year ended 31st March 2021
Salaries, wages and bonus	8,357,033	5,531,500
Contribution to provident and other funds	243,607	204,354
Staff welfare expenses	27,922	64,371
<b>Total</b>	<b>8,628,562</b>	<b>5,800,225</b>

**24 Depreciation and amortisation**

Particulars	For year ended 31st March 2022	For year ended 31st March 2021
Depreciation of tangible assets	49,924	45,437
Amortisation of intangible assets	12,035	13,113
<b>Total</b>	<b>61,959</b>	<b>58,550</b>

**25 Other expenses**

Particulars	For year ended 31st March 2022	For year ended 31st March 2021
Advertisement expenses	134,784	140,400
Bank charges	527	5,450
Business development expenses	618,183	257,519
Communication costs	86,954	115,100
Director's sitting fees	108,000	66,000
Donations	1,041,000	5,000
Depository Charges	23,442	33,603
Electricity expenses	51,490	54,285
Legal and professional fees	612,094	629,783
Loss on sale of assets	106,968	-
Membership & Subscription	57,523	43,466
Miscellaneous expenses	55,561	45,760
Payment to auditors' (refer note below)	60,000	60,000
Printing and stationery	21,451	15,076
Rates & taxes	727,142	107,500
Repairs and maintenance	20,744	113,741
Travelling and conveyance	335,252	120,379
<b>Total</b>	<b>4,061,115</b>	<b>1,813,061</b>
<b>Note: Payments to auditor's</b>		
Statutory audit	60,000	60,000
Tax Audit	-	-
Certification fees	-	-
Other services	-	-
<b>Total</b>	<b>60,000</b>	<b>60,000</b>

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**26 Earnings per share**

Particulars		For year ended 31st March 2022	For year ended 31st March 2021
(Loss) after tax attributable to equity share holders	A	45,653,315	26,963,282
<b>Calculation of weighted average number of shares</b>			
Number of equity shares at the beginning of the year		3,416,400	3,416,400
Equity shares bought back during the year		-	-
Number of equity shares outstanding at the end of the year		3,416,400	3,416,400
Weighted average number of equity shares	B	3,416,400	3,416,400
<b>Basic and diluted earning per share</b>	A / B	<b>13.36</b>	<b>7.89</b>

**27 Segment reporting**

The Company operates in a single reportable segment i.e. Fund based activities including investment activities (Investment in securities and property) and financing activity, since the nature of the fund based activities are exposed to similar risk and return profiles hence they are collectively operating under a single segment. The Company operates in a single geographical segment i.e. domestic. Hence, the financial statements are reflective of the information required by Ind AS 108 on “Operating Segments”, as prescribed in Companies (Indian Accounting Standards (IND AS)) Rules 2015 and the Companies (Indian Accounting Standards) Amendment Rules, 2016.

**28 Related party disclosures**

**(a) Related parties**

Name of party	Nature of relationship
Oasis Securities Limited	Associate Company
Library of Nuts	Relative of director

**(b) Key managerial personnel**

Indra Kumar Bagri	Director
Anil Kumar Bagri	Director
Abhishek Bagri	Director
Prerit Damani	Director
Swati Dujari	Director
Devang Dani	Chief Financial Officer
Ankita Phophaliya	Company Secretary
Madhusudan Mulidhar Kela	Managing Director
S S Mundra	Independent Director (resigned w.e.f from 14th May 2022)

**(c) Related Parties with whom transactions have taken place during the year**  
Library of Nuts

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**(d) Significant transactions with related parties**

The following table provides the total amount of transactions that have been entered into with related parties for the relevant financial year:

Nature of transaction	Name of the Parties	31st March 2022	31st March 2021
Board sitting fees	Indra Kumar Bagri	27,000	18,000
Board sitting fees	Prerit Damani	27,000	15,000
Board sitting fees	Anil Kumar Bagri	27,000	18,000
Board sitting fees	Swati Dujari	27,000	15,000
Profession tax	Swati Dujari	2,500	2,500
Profession tax	Prerit Damani	2,500	2,500
Purchase of material	Library of Nuts	64,300	82,963
Salary & allowance	Abhishek Bagri	6,075,467	650,000
Salary & allowance	Devang Dani	856,555	485,000
Salary & allowance	Ankita Phophaliya	189,632	120,000
Salary & allowance	Anil Kumar Bagri	5,154,200	6,200,000

**(e) Note:**

The related party disclosures made in the financial statements are as per the requirements of Ind AS 24 on “Related Party Disclosures”, as prescribed in Companies (Indian Accounting Standards (IND AS)) Rules 2015 and the Companies (Indian Accounting Standards) Amendment Rules, 2016.

No related party has any balance outstanding with the company for the financial year 2021-22 and 2020-21

**29 Financial Ratios**

Sr.no	Ratio	Numerator	Denominator	31st March 2022	31st March 2021	% Variance
1	Capital to risk-weighted assets ratio (CRAR)	154,778,915	175,277,331	88.31	90.25	1.94
2	Tier I CRAR	154,778,915	175,277,331	88.31	90.25	1.94
3	Tier II CRAR	-	175,277,331	-	-	-

- 29.1 Capital to risk-weighted assets ratio (CRAR) – Stock of High Quality Liquid Assets divided by Expected cash outflows for 30 days & Liquidity Coverage Ratio are not applicable since the Company is a Non-deposit taking NBFCs with asset size below ₹ 100 crore and pursuant to circular dt. 04.11.2019 RBI/2019-20/88 DOR.NBFC (PD) CC. No.102/03.10.001/2019-20.

**29 Assets and liabilities relating to employee benefits**

**a) Other long term employment benefits**

The gratuity plan is governed by the Payment of Gratuity Act, 1972. Under the Gratuity Act, an employee who has completed five years of service is entitled to specific benefits. The level of benefits provided depends on the member’s length of service, managerial grade and salary at retirement age

The compensated absences liability and amount charged to Statement of Profit and Loss and other comprehensive income determined on actuarial valuation using basis projected unit credit method are as under:

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**i) Provisions in Balance Sheet**

Particulars	As at 31st March 2022	As at 31st March 2021
Short Term liability	-	-
Long Term liability	50,268	2,512,396
Total	50,268	2,512,396

**ii) Recognised in Statement of Profit and Loss**

Particulars	As at 31st March 2022	As at 31st March 2021
Expenses		
- Current Service Cost	55,622	55,992
- Net Interest Cost	174,863	31,383
- Past Service Cost	12,741	-
Total	243,226	87,375

**iii) Recognised in Statement of Other Comprehensive Income (OCI)**

Particulars	As at 31st March 2022	As at 31st March 2021
Actuarial (Gains)/Losses on Obligation For the Period	1,269,996	1,964,867
Total	1,269,996	1,964,867

**b) Defined Benefit Plan**

The entity has a defined benefit gratuity plan in India (unfunded). The entity's defined benefit gratuity plan is a final salary plan for employees. Gratuity is paid from entity as and when it becomes due and is paid as per entity scheme for Gratuity.

*i) On normal retirement / early retirement / resignation*

As per the provisions of the Payment of Gratuity Act, 1972 with vesting period of 5 years of service.

*ii) On death in service:*

As per the provisions of the Payment of Gratuity Act, 1972 without any vesting period.

Gratuity is a defined benefit plan and entity is exposed to the Following Risks:

*Interest rate risk:*

A fall in the discount rate which is linked to the G.Sec. Rate will increase the present value of the liability requiring higher provision.

*Salary Risk:*

The present value of the defined benefit plan liability is calculated by reference to the future salaries of members. As such, an increase in the salary of the members more than assumed level will increase the plan's liability.

*Asset Liability Matching Risk:*

The plan faces the ALM risk as to the matching cash flow. entity has to manage pay-out based on pay as you go basis from own funds.

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*Mortality risk:*

Since the benefits under the plan is not payable for life time and payable till retirement age only, plan does not have any longevity risk.

The most recent actuarial valuation of plan assets and present value of defined benefit obligation of gratuity was carried out as at 31st March 2021. The present value of defined benefit obligations and the related current service cost and past service cost were measured using the Projected Unit Credit Method. The following table summaries the net benefit expense recognised in the Statement of Profit & Loss, the details of the defined benefit obligation and the funded status of the Company's gratuity plan:

Particulars	As at 31st March 2022	As at 31st March 2021
<b>I. Change in the Present Value of Projected Benefit Obligation</b>		-
Present Value of Benefit Obligation at the beginning of the year	2,512,396	460,154
Interest Cost	174,863	31,383
Current Service Cost	55,622	55,992
Past Service Cost	12,741	-
Benefits paid from the Fund	(3,975,350)	-
Actuarial (Gains) / Losses on Obligations	1,269,996	1,964,867
<b>Present Value of Benefit Obligation at the end of the year</b>	<b>50,268</b>	<b>2,512,396</b>
<b>II Change in the Fair Value of Plan Assets</b>		
Fair Value of Plan Assets at the beginning of the year	-	-
Interest Income	-	-
Contributions by the Employer	-	-
Benefits paid from the Fund	-	-
Return on Plan Assets, excluding Interest Income	-	-
<b>Fair Value of Plan Assets at the end of the year</b>	<b>-</b>	<b>-</b>
<b>III Net Asset / (Liability) recognised in Balance Sheet</b>		
Present value of defined benefit obligation at the end of the year	(50,268)	(2,512,396)
Fair value of plan assets at the end of the year	-	-
<b>Net Asset / (Liability) at the end of the year</b>	<b>(50,268)</b>	<b>(2,512,396)</b>
<b>IV Expenses recognised in the Statement of Profit and Loss</b>		
Current Service Cost	55,622	55,992
Net Interest Cost	174,863	31,383
Past Service Cost	12,741	-
Expenses recognised in the Statement of Profit and Loss	243,226	87,375
<b>V Expenses recognised in the Other Comprehensive Income (OCI)</b>		
<b>Actuarial (Gains) / Losses on Obligation for the year</b>	<b>1,269,996</b>	<b>1,964,867</b>
<b>Return on Plan Assets, excluding Interest Income</b>	<b>-</b>	<b>-</b>
<b>Net (Income) / Expenses recognised in the Other Comprehensive Income (OCI)</b>	<b>1,269,996</b>	<b>1,964,867</b>
<b>VI Actuarial assumptions considered</b>		
Discount rate	7.38%	6.96%
Salary escalation rate	5.00%	5.00%
Attrition Rates	2.00%	2.00%

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Mortality Table	Indian Assured Lives Mortality 2012-14 (Urban)	Indian Assured Lives Mortality (2006-08) Ultimate
The assumptions of future salary increases, considered in actuarial valuation take into account inflation, seniority, promotion and other relevant factors.		
Maturity profile of Benefit Payments		
Year 1	1,251	2,014,410
Year 2	1,290	14,949
Year 3	1,615	16,730
Year 4	1,668	17,383
Year 5	1,723	18,085
Year 6-10	9,822	102,796
Year 11 and above	242,454	1,570,836

Maturity Analysis of benefit payments is undiscounted cash flows considering future salary, attrition and death in respective year for members as mentioned above.

**VII Sensitivity Analysis of Projected Benefit Obligation for Significant Assumptions**

Projected Benefit Obligation on Current Assumptions	50,268	2,512,396
1% increase in Discount Rate	(8,157)	(70,528)
1% decrease in Discount Rate	10,438	86,223
1% increase in Salary Escalation Rate	10,592	87,087
1% decrease in Salary Escalation Rate	(8,391)	(72,339)
1% increase in Rate of Employee Turnover	2,224	17,185
1% decrease in Rate of Employee Turnover	(2,733)	(19,901)

The sensitivity analysis have been determined based on reasonably possible changes in the respective assumptions occurring at the end of the reporting year, holding all other variables constant. The sensitivity analysis presented above may not be representative of the actual change in the Projected Benefit Obligation as it is unlikely that the change in assumptions would occur in isolation of one another as some of the assumptions may be correlated.

Furthermore, in presenting the above sensitivity analysis, the present value of the Projected Benefit Obligation has been calculated using the projected unit credit method at the end of the reporting year, which is the same method as applied in calculating the projected benefit obligation as recognised in the Balance Sheet.

There was no change in the methods and assumptions used in preparing the sensitivity analysis from prior years.

**30 Financial instruments – Fair values and risk management**

**a) Accounting classification and fair values**

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

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31st March 2022	Carrying amount/Fair Value			Fair Value Hierarchy			
	Fair Value Through Profit and Loss	Amortised Cost	Total	Level 1	Level 2	Level 3	Total
<b>Financial assets</b>							
Cash and cash equivalents	-	282,079	<b>282,079</b>	-	-	-	-
Bank balance other than Cash and cash equivalents	-	11,854,532	<b>11,854,532</b>	-	-	-	-
Receivables							
Trade receivable	-	-	-	-	-	-	-
Other receivable	-	103,097	<b>103,097</b>	-	-	-	-
Loans	-	-	-	-	-	-	-
Investments							
in mutual funds	-	-	-	-	-	-	-
in equity shares	135,234,590	-	<b>135,234,590</b>	135,234,590	-	-	<b>135,234,590</b>
Other Financial Assets	-	4,018,622	<b>4,018,622</b>	-	-	-	-
<b>Total</b>	<b>135,234,590</b>	<b>16,258,330</b>	<b>151,492,920</b>	<b>135,234,590</b>	-	-	<b>135,234,590</b>
<b>Financial liabilities</b>							
Payables							
Trade payables	-	-	-	-	-	-	-
Other payables	-	160,796	<b>160,796</b>	-	-	-	-
<b>Total</b>	-	<b>160,796</b>	<b>160,796</b>	-	-	-	-

31st March 2021	Carrying amount/Fair Value			Fair Value Hierarchy			
	Fair Value Through Profit and Loss	Amortised Cost	Total	Level 1	Level 2	Level 3	Total
<b>Financial assets</b>							
Cash and cash equivalents	-	1,618,020	<b>1,618,020</b>	-	-	-	-
Bank balance other than Cash and cash equivalents	-	10,648,152	<b>10,648,152</b>	-	-	-	-
Receivables							
Trade receivable	-	-	-	-	-	-	-
Other receivable	-	13,566,044	<b>13,566,044</b>	-	-	-	-
Loans	151,101	16,000,000	<b>16,151,101</b>	-	151,101	-	<b>151,101</b>
Investments							
in mutual funds	46,032,962	-	<b>46,032,962</b>	-	46,032,962	-	<b>46,032,962</b>
in equity shares	22,468,054	-	<b>22,468,054</b>	22,468,054	-	-	<b>22,468,054</b>
Other Financial Assets	-	4,833,677	<b>4,833,677</b>	-	-	-	-
<b>Total</b>	<b>68,652,117</b>	<b>46,665,894</b>	<b>115,318,011</b>	<b>22,468,054</b>	<b>46,184,063</b>	-	<b>68,652,117</b>
<b>Financial liabilities</b>							
Payables							
Trade payables	-	-	-	-	-	-	-
Other payables	-	3,307,703	<b>3,307,703</b>	-	-	-	-
<b>Total</b>	-	<b>3,307,703</b>	<b>3,307,703</b>	-	-	-	-



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**b. Fair value hierarchy**

The fair value of financial instruments as referred to in note (a) above have been classified into three categories depending on the inputs used in the valuation technique. The hierarchy gives the highest priority to quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and lowest priority to unobservable inputs (Level 3 measurements).

**The categories used are as follows:**

Level 1 - Quoted prices (unadjusted) for identical assets and liabilities in an active markets.

Level 2 - Inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (as prices) or indirectly (derived from prices).

Level 3 - Inputs for the asset or liability that are not based on observable market data (unobservable inputs).

**c) Measurement of Fair Value**

The fair values of financial assets and liabilities are included at the amount that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Methods and assumptions used to estimate the fair values are consistent in all the years. The following methods and assumptions were used to estimate the fair values:

- i) The fair values of investments in mutual fund units is based on the net asset value ('NAV') as stated by the issuers of mutual funds. Net asset values represent the price at which the issuer will issue further units in the mutual fund and the price at which issuers will redeem such units from the investors.
- ii) The Management assesses that fair values of trade receivables, cash and cash equivalents, other bank balances, loans, trade payables, current borrowings, other current liabilities and other financial liabilities (current), approximate to their carrying amounts largely due to the short-term maturities of these instruments.
- iii) The carrying amount of financial assets and financial liabilities measured at amortised cost in the financial statements are a reasonable approximation of their fair values since the Company does not anticipate that the carrying amount would be significantly different from the values that would eventually be received or settled.

**d) Risk Management Framework**

The Company's business activities expose it to a variety of financial risks, namely credit risk, liquidity risk and market risks. Market risks comprise currency risk and interest rate risk. The Company's Senior Management and Key Management Personnel have the ultimate responsibility for managing these risks. The Management has a process to identify and analyse the risks faced by the Company, to set appropriate risk limits and to control and to monitor risks and adherence to these limits. Risk Management policies and systems are reviewed regularly to reflect changes in market conditions and Company's activities. Further, Audit Committee undertakes regular reviews of Risk Management Controls and Procedures.

**Impact of COVID-19**

COVID-19 is impacting businesses globally by disrupting operations, supply chains and travel. In order to address the risk associated with COVID-19 and to seamlessly carry out normal operations, the Company immediately activated its Business Continuity Plan (BCP). The Company ensured seamless accessibility of critical systems through virtual private network (VPN), thereby minimizing the risk of security/data breaches and cyberattacks. No part of trade and other receivables has become impaired on account of the COVID - 19 outbreak. The extent to which the global pandemic will impact the Company's impairment assessment and resultant provisions is uncertain. The Company has assessed the potential impact of COVID-19 on the carrying value of its investments and has considered internal and external information available, up to the date of approval of these financial statements.

**i) Credit risk**

Credit risk is the risk that a customer or counterparty fails to meet its contractual obligations resulting in financial loss to the Company. The Company is exposed to credit risk from its operating activities (trade & other receivables) and from its financing activities including investments in mutual funds, deposits with banks and financial institutions and financial instruments. Credit risk has always been managed by the Company through credit approvals and continuously monitoring the creditworthiness of customers to which the Company grants credit terms in the normal course of business. On account of adoption of Ind AS 109, the Company has adopted expected lifetime credit loss model to assess the impairment loss, and is positive of the realisibility of the other trade receivables and other Financial Asset.

**Loans, Trade & other Receivables**

Credit risk from trade & other receivables is managed by establishing credit limits, credit approvals and monitoring creditworthiness of the customers. Outstanding customer receivables are regularly monitored. The Company has computed credit loss allowances based on Expected Credit Loss Model, which excludes transactions with subsidiaries. The ageing of trade receivables is as follows:

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**Notes annexed to and forming part of the Standalone Financial Statement as at 31st March 2022**

(Currency: Indian Rupees)

Particulars	As at 31st March 2022	As at 31st March 2021
Loans		
Less: Allowance for expected credit loss	-	20,151,101
	-	-
Trade & Other Receivables	-	20,151,101
Outstanding for less than one year		
Others	103,097	13,566,044
Less: - Allowance for doubtful debts	-	-
<b>Total</b>	<b>103,097</b>	<b>13,566,044</b>

*Investments in Mutual Funds and Bank Balances*

The Company's exposure in balances with banks and investments in Mutual Funds is limited, as the counterparties are highly rated banks and financial institutions.

**ii) Liquidity risk**

Liquidity risk is the risk that the Company will face in meeting its obligations associated with its financial liabilities. The Company's approach to managing liquidity is to ensure that it will have sufficient funds to meet its liabilities when due without incurring unacceptable losses.

The following tables detailed the Company's remaining contractual maturities of financial liabilities as at the reporting date with agreed repayment periods. The tables have been drawn up based on the undiscounted cash flows of financial liabilities based on the earliest date on which the Company can be required to pay. The table includes both interest and principal cash flows.

**Contractual maturities of Financial Liabilities as on 31st March 2022**

31st March 2022	Carrying amount	Fair Value Hierarchy		
		Total	Within 12 months	After 12 months
<b>Property, plant and equipment</b>				
Other non-financial assets	-	-	-	-
Total non-financial assets (B)	12,468	12,468	12,468	-
<b>Total</b>	<b>12,468</b>	<b>12,468</b>	<b>12,468</b>	<b>-</b>

31st March 2022	Carrying amount	Fair Value Hierarchy		
		Total	Within 12 months	After 12 months
<b>Payables</b>				
Trade payables	-	-	-	-
Other payables	160,796	160,796	160,796	-
<b>Total</b>	<b>160,796</b>	<b>160,796</b>	<b>160,796</b>	<b>-</b>

**iii) Market risk**

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises Currency Risk and Interest Risk.

*Currency risk*

The Company's operations are only in India which results in no foreign currency risk exposure.

*Interest rate risk*

The company has no borrowings and investments in interest bearing instruments. Hence, company has no interest rate risk exposure.

**31 Capital Management**

The Company's objective is to maintain appropriate levels of capital to support its business strategy taking into account the regulatory, economic and commercial environment. The Company aims to maintain a strong capital base to support the risks inherent to its business and growth strategies. The Company endeavours to maintain a higher capital base than the mandated regulatory capital at all times.

**Notes annexed to and forming part of the Standalone Financial Statement as at 31st March 2022**

(Currency: Indian Rupees)

**32 Maturity analysis of assets and liabilities**

The table below set out carrying amount of assets and liabilities according to when they are expected to be recovered or settled. With regard to loans and advances to customers, the Company uses the same basis of expected repayment behaviour as used for estimating the EIR.

Particulars	As at March 31, 2022			As at March 31, 2021		
	Within 12 months	After 12 months	Total	Within 12 months	After 12 months	Total
<b>ASSETS</b>						
<b>Financial assets</b>	<b>135,619,766</b>	<b>15,873,154</b>	<b>151,492,920</b>	<b>99,836,182</b>	<b>15,481,829</b>	<b>115,318,011</b>
Cash and cash equivalents	282,079	-	282,079	1,618,020	-	1,618,020
Bank balance other than Cash and cash equivalents	-	11,854,532	11,854,532	-	10,648,152	10,648,152
Receivables						
Trade receivable	103,097	-	103,097	-	-	-
Other receivable	-	-	-	13,566,044	-	13,566,044
Loans	135,234,590	-	135,234,590	16,151,101	-	16,151,101
Investments	-	-	-	68,501,016	-	68,501,016
Other Financial Assets	-	4,018,622	4,018,622	-	4,833,677	4,833,677
<b>Non-financial assets</b>	<b>-</b>	<b>12,468</b>	<b>12,468</b>	<b>-</b>	<b>1,429,300</b>	<b>1,429,300</b>
Deferred tax assets (net)	-	-	-	-	870,223	870,223
Intangible assets	-	-	-	-	103,816	103,816
Property, plant and equipment	-	-	-	-	450,609	450,609
Other non-financial assets	12,468	-	12,468	-	4,652	4,652
<b>Total Assets</b>	<b>135,619,766</b>	<b>15,885,622</b>	<b>303,010,776</b>	<b>99,836,182</b>	<b>16,911,130</b>	<b>116,747,311</b>
<b>EQUITY AND LIABILITIES</b>						
<b>Liabilities</b>						
<b>Financial liabilities</b>	<b>160,796</b>	<b>-</b>	<b>160,796</b>	<b>3,307,703</b>	<b>-</b>	<b>3,307,703</b>
Payables	160,796	-	160,796	3,307,703	-	3,307,703
Trade payables	-	-	-	-	-	-
Other payables	160,796	-	160,796	3,307,703	-	3,307,703
<b>Non-financial liabilities</b>	<b>13,348</b>	<b>50,268</b>	<b>63,616</b>	<b>2,409,551</b>	<b>2,512,396</b>	<b>4,921,947</b>
Deferred tax liabilities (net)	-	50,268	50,268	-	2,512,396	2,512,396
Provisions	13,348	-	13,348	2,409,551	-	2,409,551
Other non-financial liabilities	-	-	-	-	-	-
<b>Total Liabilities</b>	<b>174,144</b>	<b>50,268</b>	<b>448,824</b>	<b>5,717,254</b>	<b>2,512,396</b>	<b>8,229,650</b>

**Notes annexed to and forming part of the Standalone Financial Statement as at 31st March 2022**  
(Currency: Indian Rupees)

**33 Other matters**

Information with regard to other matters specified Schedule III of the Act, is either nil or not applicable to the Company for the year.

**34 Other Notes:**

- a) The Company does not have any Benami property, where any proceeding has been initiated or pending against the Company for holding any Benami property.
- b) The quarterly information statement filed by the Company with banks or financial institutions are in agreement with the books of accounts.
- c) The Company has not been declared as Wilful defaulter by any Banks, Financial institution or Other lenders.
- d) The Company does not have any charges or satisfaction which is yet to be registered with ROC beyond the statutory period.
- e) The provision related to number of layers as prescribed under section 2(87) of the Companies Act read with Companies (Restriction on number of Layers) Rules, 2017 is not applicable to Compnay.
- f) The Company have not advanced or given loan or invested funds to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding that the Intermediary shall directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company (Ultimate Beneficiaries) or provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries except loans or advances given in normal course of business.
- g) The Company have not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Company shall directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries except loans or advances given in normal course of business.
- h) The Company does not have any such transaction which is not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961).
- i) The Company have not traded or invested in Crypto currency or Virtual Currency during the financial year.
- j) Relationship with Struck off Companies :  
The Company has performed an assessment to identify transactions with struck off companies as at 31 March 2022 and no such company was identified

**Events after reporting date :**

There have been no events after the reporting date that require disclosure in these financial statements.

**35 Previous years' figures have been regrouped / restated wherever necessary to conform to current year's classification**

**The notes referred to above form an integral part of the financial statements**

As per our report of even date attached

**For M/s A. V. Arolkar & Co.;**

Chartered Accountants

(FRN: 100542W)

sd/-

**Abhay Vasant Arolkar**

Partner

Membership No: 032453

Place : Mumbai

Date : 27/05/2022

**For and on behalf of the Board of Directors**

sd/-

**Madhusudan Murlidhar Kela**

Manging Director

DIN : 05109767

Place : Mumbai

Date : 27/05/2022

sd/-

**Swati Mukesh Dujari**

Director

DIN : 05349218

sd/-

**Ankita Phophaliya**

Company Secretary

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**Notes annexed to and forming part of the Standalone Financial Statement as at 31st March 2022**  
(Currency: Indian Rupees)

**1 Additional NBFC disclosures:**

As required in terms of paragraph 18 of Master Direction DNBR.PD.007/03.10.119/2016-17 dated May 31, 2018 – Master Direction - Non-Banking Financial Company - Non-Systemically Important Non-Deposit taking Company and Deposit taking Company (Reserve Bank) Directions, 2016 ("Directions").

(Amount in ₹)

Particulars	March 31, 2022		March 31, 2021	
	Amount outstanding	Amount overdue	Amount outstanding	Amount overdue
(1) Loans and advances availed by the NBFCs inclusive of interest accrued thereon but not paid:				
(a) Debentures : Secured	-	-	-	-
: Unsecured (other than falling within the meaning of public deposits*)	-	-	-	-
(b) Deferred credits	-	-	-	-
(c) Term loans	-	-	-	-
(d) Inter-corporate loans and borrowings	-	-	-	-
(e) Commercial Paper	-	-	-	-
(f) Other Loans – WCDL	-	-	-	-
(g) Other Loans – Cash Credit	-	-	-	-
(h) Other Loans – Finance Lease Obligation	-	-	-	-
* Please see Note 1 below				
(2) Break-up of (1)(f) above (Outstanding public deposits inclusive of interest accrued thereon but not paid):				
(a) In the form of Unsecured debentures	-	-	-	-
(b) In the form of partly secured debentures i.e. debentures where there is a shortfall in the value of security	-	-	-	-
(c) Other public deposits	-	-	-	-
* Please see Note 1 below				

Assets side:	Amount outstanding			
(3) Break-up of Loans and Advances including bills receivables [other than those included in (4) below]:				
	March 31, 2022		March 31, 2021	
(a) Secured	-	-	-	-
(b) Unsecured	-	-	16,151,101	-

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**Notes annexed to and forming part of the Standalone Financial Statement as at 31st March 2022**  
(Currency: Indian Rupees)

(4) Break up of leased assets and stock on hire and hypothecation loans counting towards AFC activities				
Particulars	March 31, 2022		March 31, 2021	
(i) Lease assets including lease rentals under sundry debtors:				
(a) Finance lease	-	-	-	-
(b) Operating lease	-	-	-	-
(ii) Stock on hire including hire charges under sundry debtors:				
(a) Assets on hire	-	-	-	-
(b) Repossessed Assets	-	-	-	-
(iii) Other loans counting towards AFC activities				
(a) Loans where assets have been repossessed	-	-	-	-
(b) Loans other than (a) above	-	-	-	-
(5) Break-up of investments:				
Particulars	March 31, 2022		March 31, 2021	
Current Investments:				
1. Quoted:				
(i) Shares: (a)Equity	-	-	22,468,054	-
(b)Preference	-	-	-	-
(ii) Debentures and Bonds	-	-	-	-
(iii) Units of mutual funds	135,234,590	-	46,032,962	-
(iv) Government Securities	-	-	-	-
(v) Others – Commercial Paper	-	-	-	-
2. Unquoted:				
(i)Shares: (a)Equity	-	-	-	-
(b)Preference	-	-	-	-
(ii) Debentures and Bonds	-	-	-	-
(iii) Units of mutual funds	-	-	-	-
(iv) Government Securities	-	-	-	-
(v) Others – Commercial Paper	-	-	-	-

IKAB SECURITIES AND INVESTMENT LIMITED  
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**Notes annexed to and forming part of the Standalone Financial Statement as at 31st March 2022**  
(Currency: Indian Rupees)

**2 Additional NBFC disclosures (continued...)**

(Amount in ₹)

(5) Break-up of investments:				
Particulars	March 31, 2022		March 31, 2021	
Long term investments:				
1. Quoted:				
(i) Shares: (a)Equity	-	-	-	-
(b)Preference	-	-	-	-
(ii) Debentures and Bonds	-	-	-	-
(iii) Units of mutual funds	-	-	-	-
(iv) Government Securities	-	-	-	-
(v) Others – Commercial Paper	-	-	-	-
2. Unquoted:				
(i)Shares: (a)Equity	-	-	-	-
(b)Preference	-	-	-	-
	-	-	-	-
(ii) Debentures and Bonds	-	-	-	-
(iii) Units of mutual funds	-	-	-	-
(iv) Government Securities	-	-	-	-
(v) Others – Commercial Paper	-	-	-	-
(6) Borrower group-wise classification of assets financed as in (3) and (4) above: Refer note 2 below:				
Category	Amount net of provisions			
Particulars	March 31, 2022		March 31, 2021	
	Secured	Unsecured	Secured	Unsecured
1. Related Parties**				
(a) Subsidiaries	-	-	-	-
(b) Companies in the same group	-	-	-	-
(c) Other related parties	-	-	-	-
2. Other than related parties	-	-	16,151,101	-
Total	-	-	16,151,101	-
** As per Accounting Standard 18 (Please see Note 3)*** Refer note 27				

IKAB SECURITIES AND INVESTMENT LIMITED  
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**Notes annexed to and forming part of the Standalone Financial Statement as at 31st March 2022**  
(Currency: Indian Rupees)

(7) Investor group-wise classification of all investments (current and long term) in shares and securities (both quoted and unquoted): Please see note 3 below:				
Category	Amount net of provisions			
	March 31, 2022		March 31, 2021	
1. Related Parties**				
(a) Subsidiaries	-	-	-	-
(b) Companies in the same group	-	-	-	-
(c) Other related parties	-	-	-	-
2. Other than related parties	135,234,590	-	68,501,016	-
Total	135,234,590	-	68,501,016	-
** As per Accounting Standard 18 (Please see Note 3)*** Refer note 27				
Other information:				
Particulars	March 31, 2022		March 31, 2021	
(i) Gross Non-Performing Assets				
(a) Related parties	-	-	-	-
(b) Other than related parties	-	-	-	-
(ii) Net Non-Performing Assets				
(a) Related parties	-	-	-	-
(b) Other than related parties	-	-	-	-
(iii) Assets acquired in satisfaction of debt	-	-	-	-

**Notes:**

- As defined in point xix of paragraph 3 of Chapter -2 of Directions.
- All Accounting Standards prescribed in the Companies (Accounts) Rules, 2014 issued by the Central Government, are applicable including for valuation of investments and other assets and including assets acquired in satisfaction of debt. However, market value in respect of quoted investments and break up/fair value/NAV in respect of unquoted investments are disclosed irrespective of whether they are classified as long term or current in point (5) above.

The notes referred to above form an integral part of the financial statements

As per our report of even date attached

**For M/s A. V. Arolkar & Co.;**

Chartered Accountants  
(FRN: 100542W)

sd/-

**Abhay Vasant Arolkar**

Partner

Membership No: 032453

Place : Mumbai

Date : 27/05/2022

**For and on behalf of the Board of Directors**

sd/-

**Madhusudan Murlidhar Kela**

Manging Director

DIN : 05109767

Place : Mumbai

Date : 27/05/2022

sd/-

**Swati Mukesh Dujari**

Director

DIN : 05349218

sd/-

**Ankita Phophaliya**

Company Secretary









If undelivered, please return

**IKAB SECURITIES AND INVESTMENT LIMITED**

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