SWARNA SECURITIES LIMITED

(CIN: L52520AP1990PLC011031)

Ph: 2575928

Date: 27/06/2022

To
Corporate Relationship Department
BSE Limited, P.J. Towers, Dalal Street
Mumbai - 400001

Dear Sirs,

SUB: Submission of Annual Report for the F.Y 2021-22 in compliance with Regulation 34 of SEBI (LODR) Regulations 2015

Ref: ISIN - INE595G01018 **& SYMBOL:** SWRNASE

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In terms of Regulation 34(1) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we are herewith enclosing the Annual Report of the Company along with Notice of AGM for the financial year 2021 - 22, which is sent to the Members in electronic mode.

The Annual Report along with Notice is being uploaded on the website of the Company in the due course.

This is for your information and record.

Thanking You,

Yours Faithfully,

For **Swarna Securities Limited**



M Anil Kumar
Company Secretary & Compliance Officer
Membership No: A27989

Enclosed: a/a

Swarna Securities Limited

32nd ANNUAL REPORT
2021 – 2022

Registered Office:
27-1-102, II Floor
Governorpet, Vijayawada - 520 002.
Phone : 0866-2575928

BOARD OF DIRECTORS

Sri M. Murali Krishna	:	Chairman and Managing Director
Smt. M.V.N.S. Sushma	:	Non-Executive Director
Sri Pradeep Kumar	:	Independent Director
Sri K. Sridhar	:	Independent Director (up to 22.04.2021)
Sri V.E.Ch. Vidya Sagar	:	Independent Director
Sri Mr. Karunakar Mandava	:	Independent Director (w.e.f. 15.07.2021)
Sri M. Anil Kumar	:	Compliance Officer & Company Secretary

Audit Committee:

Sri Pradeep Kumar Jain	-	Chairman
Sri K Sridhar	-	Member (up to 22.04.2021)
Sri V.E.Ch. Vidya Sagar	-	Member
Sri Mr. Karunakar Mandava	:	Member (w.e.f. 15.07.2021)

Nomination and Remuneration Committee:

Sri Pradeep Kumar Jain	-	Chairman
Sri K Sridhar	-	Member (up to 22.04.2021)
Sri V.E.Ch. Vidya Sagar	-	Member
Sri Mr. Karunakar Mandava	:	Member (w.e.f. 15.07.2021)

Stakeholders Relationship Committee:

Sri Pradeep Kumar Jain	-	Chairman
Sri K Sridhar	-	Member (up to 22.04.2021)
Sri V.E.Ch. Vidya Sagar	-	Member
Sri Mr. Karunakar Mandava	:	Member (w.e.f. 15.07.2021)

Registered Office

27-1-102, II Floor, Swarnalok Complex, Governorpet
Eluru Road, Vijayawada - 520 002, AP, India.

Statutory Auditors

Ms. V. Shilpa
Chartered Accountant
P-3, Classic Towers, Ratnamamba Street, Mogalrajapuram
VIJAYAWADA - 520010

Secretarial Auditors

Mr. Kode Hemachand
Practicing Company Secretary
#59/A-28-3/1, 1st Floor, More Super Market
Gurunanak Colony, Vijayawada - 520010, AP.

Listed at	-	BSE Limited
Corporate Identity Number	-	L52520AP1990PLC011031

Bankers:
HDFC Bank Ltd
Punjab National Bank

Registrars and Share Transfer Agents
Aarthi Consultants Private Limited
1-2-285, Domalguda
Hyderabad - 500029
Phone:040-27638111 040-27638111 040-27638111 040-27638111
Email: info@aarthiconsultants.com
Web: http://www.aarthiconsultants.com

32nd ANNUAL GENERAL MEETING

Day, Date	:	Thursday 21st July, 2022
Venue	:	D.No. 54-15-3, Srinagar Colony Ring Road, Vijayawada- 8, AP
Time	:	11.00 A.M.

NOTICE

NOTICE is hereby given that the Thirty Second Annual General Meeting of the members of the Company will be held on Thursday, the 21st day of July, 2022 at D.No.54-15-3, Srinagar Colony, Ring Road, Vijayawada-8 at 11.00 AM to transact the following business:

ORDINARY BUSINESS:

1. To consider and adopt the Audited Financial Statements for the year ended 31st March, 2022 and reports of the Directors and Auditors thereon.

2. To appoint a director in place of Sri. Murali Krishna Muthavarapu (DIN: 01889812), who retires by rotation and being eligible, offers himself for re-appointment.

BY ORDER OF THE BOARD
SWARNA SECURITIES LIMITED

(M. MURALI KRISHNA)
Chairman & Managing Director
DIN: 01889812

Regd.Office :
27-1-102, II Floor
Governorpet, Vijayawada-2

Date: 24.06.2022

NOTES:

01 A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF AND SUCH A PROXY NEED NOT BE A MEMBER. THE PROXY FORMS, IN ORDER TO BE EFFECTIVE, SHALL BE LODGED WITH THE COMPANY NOT LESS THAN 48 HOURS BEFORE THE MEETING.

02 A person can act as proxy on behalf of members not exceeding 50 (fifty) in number and holding in the aggregate not more than 10 (ten) percent of the total share capital of the Company carrying voting rights. However, a member holding more than ten percent of the total share capital of the Company voting rights may appoint a single person as proxy and such person shall not act as proxy for any other shareholder.

03 The Register of Members and Share Transfer Books of the Company will remain closed from Friday, the 15th day of July, 2022 to Thursday, the 21st day of July, 2022 (Both days inclusive).

04 Shareholders desiring any information as regards accounts are requested to write to the Company seven days before the date of the Meeting so as to enable the Company to keep the information ready at the meeting.

05 As a measure of economy, copies of the Annual Report will not be distributed at the Annual General Meeting. Members are requested to bring their copies of the Annual Report to the Meeting.

06 As per SS-2, complete particulars of the venue of the Meeting through route map has been attached herewith the Notice.

07 A proxy form is being sent herewith and is annexed to this Annual Report. Only registered members of the Company or any proxy appointed by such registered members may attend the AGM as provided under the provisions of the Companies Act, 2013.

08 During the period beginning 24 hours before the time fixed for the commencement of the meeting and ending with the conclusion of the meeting, members would be entitled to inspect the proxies lodged, at any time during the business hours of the Company (10.00 a.m. to 1.00 p.m.), provided not less than 3 days' written notice is given to the Company.

9 In case you are holding the Company's shares in dematerialized form, please contact your depository Participant and give suitable instructions to update and to notify any changes with respect to any changes of addresses, email id and other details.

10 In case you are holding Company's shares in physical form, please inform Company's RTA to update and to notify any changes with respect to any changes of addresses, email id and other details.

11 Corporate members intending to send their authorized representatives to attend the meeting are requested to send to the Company a certified true copy of the Board resolution authorizing their representative to attend and vote on their behalf at the meeting.

12 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, between 11.00 A.M. to 1.00 P.M. up to the date of the meeting.

13 Members/Proxies are requested to bring the attendance slip annexed to this Annual Report, duly filled in for attending the Meeting.

14 The Securities and Exchange Board of India (SEBI) has mandated the submission of Permanent Account Number (PAN) by every participant in securities market. Members holding shares in electronic form are, therefore, requested to submit their PAN to their Depository Participants with whom they are maintaining their demat accounts. Members holding shares in physical form can submit their PAN details to the Company / RTA.

15 Electronic copy of the Notice for the 32nd Annual General Meeting and the Annual Report 2021-22 are being sent by electronic mode to all the members whose email IDs are registered with the Company /depository participant(s) and for members who have not registered their email addresses, physical copy of the Notice together with the Annual Report will be sent upon request, at free of cost. The Notice together with the Annual Report is also available on the Company's Website https://www.swarnasecurities.com/financial.php for their download.

16 Under Rule 18 of Companies (Management and Administration) Rules, 2014, Members, who have not registered their E-Mail IDs, are requested to register their email address and changes therein with the Company/RTA in case of physical shares and with Depository Participants in case of dematerialized shares. Members are also requested to provide their Unique Identification Number and PAN (CIN in the case of Corporate Members) to the Company/RTA/Depository Participants.

17 Mr. Kode Hemachand, Company Secretary in Whole Time Practice, (CP No. 13416, M No. 35463), Vijayawada, AP has been appointed as the Scrutinizer to Scrutinize the voting by ballot, remote e-Voting or polling at the meeting in a fair and transparent manner.

18 The Company has fixed Thursday, the 14th July, 2022 as cut-off date for identifying the Shareholders for determining the eligibility to vote by electronic means or in meeting by the ballot or polling. 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/entitlement date only shall be entitled to avail the facility of remote e-voting as well as voting at the meeting.

19 Members may address their queries / communications at swarnasecurities@rediffmail.com

20 (i) In compliance with provisions of Section 108 of the Companies Act, 2013 and Rule 20 of the Companies (Management and Administration) Rules, 2014 as amended by the Companies (Management and Administration) Rules, 2015 and Regulation 44 of the SEBI (LODR) Regulations, 2015, the Company is providing members a facility to exercise their right to vote at the Annual General Meeting by electronic means and the business may be transacted through such voting, through e-Voting services provided by Central Depository Services (India) Limited (CDSL).

(ii) The facility for voting through ballot or polling paper shall also be made available at the meeting and members attending the meeting who have not already cast their vote by remote e-Voting shall be able to exercise their right at the meeting.

(iii) The members who have cast their vote by remote e-Voting prior to the meeting may also attend the meeting but shall not be entitled to cast their vote again.

E-Voting:

The facility for remote e-Voting shall remain open from 9.00 a.m. on Monday, the 18th July, 2022 to 5.00 p.m. on Wednesday, the 20th July, 2022. During this period, the members of the Company, holding shares either in Physical Form or in Dematerialized form, as on the cut-off-date, viz., Monday, the 18th July, 2022, may opt for remote e-Voting.

The e-voting module shall be disabled by CDSL for voting thereafter.

The instructions for e-Voting are as under:

i) To log on to the e-Voting website www.evotingindia.com

ii) To Click on Shareholders tab.

iii) Now enter your **User ID** as given below:

* For CDSL: 16 Digits beneficiary ID
* For NSDL: 8 Character DP ID followed by 8 Digits Client ID
* Members holding shares in Physical Form should enter Folio Number registered with the Company.

iv) Next enter the Captcha Code as displayed and Click on Login.

v) **PASSWORD**

* If you are holding shares in demat form and had logged on to www.evotingindia.com and voted on an earlier voting of any Company, then your existing password is to be used.
* If you are the first time user follow the steps given below:

a) Enter your 10 digit alpha-numeric PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders).

Members who have not updated their PAN with the Company/Depository Participant are requested to use the first two letters of their name and the 8 digits of the sequence number * in the PAN Field.

* Sequence number is available in the address label pasted in the cover and / or in the e-mail sent to Members. In case the sequence number is less than 8 digits, enter the applicable number of 0'sbefore the number after the first two characters of the name in CAPITAL letters. E.g. If your name is Ramesh Kumar with sequence number 1 then enter RA00000001 in the PAN Field.

b) Please enter any one of the following details in order to login:

Date of Birth: 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: Please enter Dividend Bank Details as recorded in your demat account or in the company records for the said demat account or folio.

If both of the above details are not recorded with the depository or Company, please enter the member ID/Folio Number in the Dividend Bank details field.

vi) After entering these details appropriately, click on "SUBMIT" tab.

vii) Members holding shares in physical form will then directly reach the Compay selection screen.

However, members holding shares in demat form will now reach 'Set Password' 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.

viii) For members holding shares in physical form, the details can be used only for remote e-voting on there solutions contained in this Notice.

ix) Click on the relevant EVSN for 'SWARNA SECURITIES LIMITED' on which you choose to vote.

x) 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.

xi) Click on the "RESOLUTION FILE LINK" if you wish to view the entire Resolutions.

xii) 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.

xiii) Once you "CONFIRM" your vote on the resolution, you will not be allowed to modify your vote.

xiv) You can also take out print of the voting done by you clicking on "Click here to Print" option on the Voting page. It need not be sent to the Company.

xv) If demat account holder has forgotten the changed password, then Enter the User ID and Captcha Code and click on Forgot Password & enter the details as prompted by the system.

xvi) Shareholders can also cast their vote using CDSL's mobile app m-Voting available for android based mobiles. The m-Voting app can be downloaded from Google Play Store; Apple and Windows phone users can download the app from the App Store and the Windows Phone Store respectively. Please follow the instructions as prompted by the mobile app while voting on your mobile.

xvii) Institutional shareholders (i.e. other than Individuals, HUF, NRI etc.) are required to log on to https://www.evotingindia.com and register themselves as Corporates. After receiving the login details they have to link the account(s) which they wish to vote on and then cast their vote. They should upload a scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, in PDF format in the system for the scrutinizer to verify the same.

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

B. Mr. Kode Hemachand, Company Secretary in Whole Time Practice, (CP No. 13416, M No. 35463), Vijayawada, AP has been appointed as the Scrutinizer to scrutinize the e-Voting process in a fair and transparent manner.

C. Copy of the Notice together with Annual Report 2021-22 are being sent to those Members whose names appear in the Register of Members / statements of beneficial ownership maintained by the Depositories as on the close of business hours on Friday, the 15th July., 2022. Any person who becomes a member of the Company after the said date and holding shares as on the cut-off date i.e. Friday, the 15th July., 2022 may obtain user ID and Password by sending an email request to info@aarthiconsultants.com. Members may also send a request to the Company Secretary by writing to him at the registered office of the Company.

D. The Chairman shall, at the general meeting, at the end of discussion on the resolutions on which voting is to be held, allow voting, with the assistance of scrutinizer, by use of ballot or polling paper or by using an electronic voting system for all those members who are present at the general meeting but have not cast their votes by availing the remote e-voting facility.

E. The Scrutinizer shall, immediately after the conclusion of AGM, count the votes cast at the AGM and thereafter, unblock the votes cast through remote e-voting in the presence of at least two witnesses not in employment of the Company. The Scrutinizer shall submit a consolidated Scrutinizer's Report of the total votes cast in favour of or against, if any, not later than 48 hours after the conclusion of the AGM to the Chairman of the Company. The Chairman, or any other person authorized by the Chairman, shall declare the result of the voting forthwith. The Results so declared, along with the Scrutinizer's Report, shall be placed on the Company's website viz. https://www.swarnasecurities.com. The results shall also be forwarded to stock exchange.

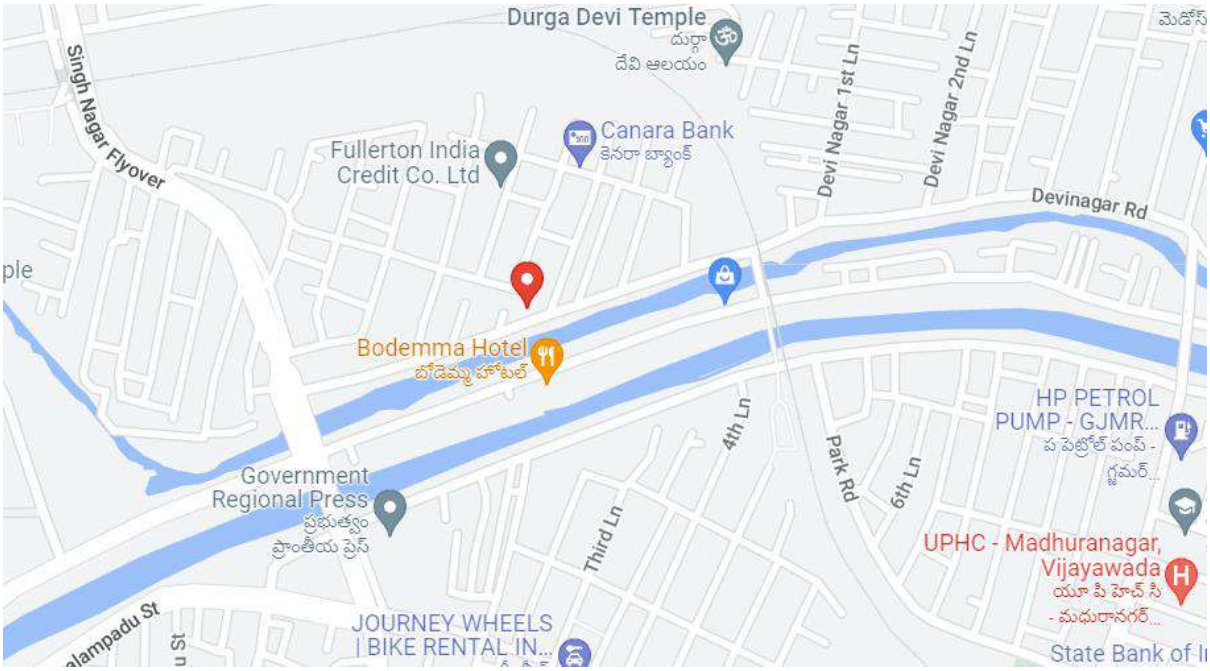
PARTICULARS OF DIRECTORS RE-APPOINTED IN PURSUANCE TO CLAUSE 49 OF THE LISTING AGREEMENT

01 Sri. MURALI KRISHNA MUTHAVARAPU is a graduate in science and has more than 20 years of experience in the fields of Hire Purchase and Construction, he is the director of M/s Siva Credits (P) Limited and other companies.

Information in respect of Director seeking re-appointment as required under the Secretarial Standards on General Meetings issued by ICSI: -

Name of the Director	MURALI KRISHNA MUTHAVARAPU
Date of Appointment including terms and conditions of appointment	He was Re-appointed in the AGM held on 23rd July, 2020 as Managing Director upon expiry of the previous term as Managing Director.
Date of first appointment on the Board	01.06.2003
Date of Birth	10.06.1958
Directorships in other Companies	1.Siva Credits (P) Ltd., 2.Muthavarapu Leasing (P) Ltd., 3.Kandhari Hotels (P) Ltd., 4. Swarna Spinning Mills Pvt. Ltd., 5.MMK Farms (P) Ltd., 6. MVR Hotels And Estates Private Limited 7. MVR Estates Private Limited 8. Kakatiya Organic Farms And Resorts Private Limited 9. Fortunemuralipark Hotels Private Limited 10. Amaravati Kosta Marina And Club Private Limited
Details of Remuneration sought to be paid and the remuneration last drawn by such Person	N.A
Shareholding in the Company as on 31.03.2022	718750
Relationship between Directors interest	Spouse is also one of the Director and Promoter.
Number of Meetings of the Board attended during the year	08

Route Map of AGM Venue



DIRECTORS' REPORT

Your directors take pleasure in presenting their 32nd Annual Report and the Audited Financial Statements of the Company for the year ending 31st March, 2022

(Rupees in Lakhs)

FINANCIAL RESULTS:	Current Year	Previous Year
Total Income	**120.15**	106.68
Less: Expenditure	**30.88**	32.10
Profit before depreciation	**89.27**	74.58
Less: Depreciation	**00.18**	00.02
Profit before tax	**89.09**	74.56
Less/Add: Provision for Taxation	**17.00**	13.28
Profit after tax	**72.09**	61.28
Add: Surplus carried forward	**31.23**	-30.06
Balance Carried to Balance Sheet	**103.32**	31.22

DIVIDEND:
Due to constraints of profit, the Board do not recommend any dividend for the year 2021-22.

REVIEW OF OPERATIONS:
With the surrender of the NBFC certificate of registration to the Reserve Bank of India, the Company has stopped the business of non-banking finance company. There has been no fresh issue of any loans during the year. The Company has only been collecting the outstanding dues from its borrowers. Therefore, there is no business in the Company, has some non-operating income in the form of rent / lease.

PUBLIC DEPOSITS:
The Company had neither accepted nor held any public deposits during the year under review. In pursuance to Clause 5 (Part III) of the Non-Banking Finance Companies (Reserve Bank) Directions, 1998, your Directors wish to state that as on 31st March, 2022 there are no depositors who have not claimed or to whom the amount was not paid by the Company after the date on which the deposits became due for repayment and as on date there are no deposits that are matured and remained unclaimed or deposits that are claimed and remained unpaid.

FUTURE PROSPECTS:

After coming out of the non-banking finance business as mentioned hereinabove, the Company is intending to venture in to real estate and development sector. Plans are afoot to diversify the activities of the company in to other business sectors.

DIRECTORS:
Sri. Murali Krishna Muthavarapu (DIN: 01889812) is retiring by rotation and being eligible, offers himself for re-appointment. The Board also recommends the members to appoint.

In view of the sad demise of Mr. Sridhar Kolluri on 22.04.2021, the Board had appointed Mr. Karunakar Mandava in it's meeting held on 15.07.2021 as an Additional Independent Director to ensure the compliance with SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and his appointment was also regularized in the last AGM held on 25th day of September, 2021.

STATEMENT ON DECLARATION GIVEN BY INDEPENDENT DIRECTORS:
All Independent Directors have given declarations that they meet the criteria of independence as laid down under Section 149 (6) of the Companies Act, 2013 and Regulation 16 (b) of SEBI (LODR) Regulations, 2015.

DIRECTORS' RESPONSIBILITY STATEMENT:
Your directors wish to confirm that:

(i) in the preparation of annual accounts for the year ended 31st March, 2022, the applicable accounting standards read with requirements set out under Schedule III to the Act, have been followed and there are no material departures from the same;

(ii) such accounting policies have been selected and applied consistently and judgments and estimates are made that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at 31st March, 2022 and of the profit of the company for the year ended on that date;

(iii) proper and sufficient care has been taken for maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safe guarding the assets of the Company and for preventing and detecting fraud and other irregularities;

(iv) accounts for the financial year ended on 31st March, 2022 are prepared on a going-concern basis.

(v) internal financial controls to be followed by the Company has been laid down and such internal financial controls are adequate and are operating effectively; and

(vi) proper systems have been devised to ensure compliance with the provisions of all applicable laws and such systems are adequate and operating effectively.

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

CONSERVATION OF ENERGY&TECHNOLOGY ABSORPTION:
Your Company not being a manufacturing company and no active business is carried out, therefore the Company has no particulars to report in respect of Conservation of Energy and Technology Absorption as required under rule 8(3) of the Companies (Accounts) Rules, 2014.However, efforts are made to further reduce energy consumption.

STATUTORY AUDITORS:
Ms. V. Shilpa, Chartered Accountant, the Auditor of the Company, was appointed as such during the 27th Annual General Meeting of the Company to hold office till the conclusion of

the 33rd Annual General Meeting. Therefore, she hold the office as statutory auditor of the Company till the conclusion of the 33rd Annual General Meeting of the Company.

AUDITOR'S REPORT:
The observations made in the audit report are self-explanatory as given in the notes of accounts attached thereto and do not call for any further comments. The Auditor's Report does not contain any qualification, reservation or adverse remark.

SECRETARIAL AUDITOR&REPORT:
The Board has appointed Sri K. Hemachand, Practicing Company Secretary, to conduct the Secretarial Audit for the financial year 2021-22. The Secretarial Audit Report for the financial year ended 31st March, 2022 is annexed herewith as "Annexure - I". The report does not contain any qualification, reservation or adverse remark.

The late caused in submission of details regarding the voting results of the 32nd Annual General Meeting under Regulation 44 (3) of the SEBI (LODR) Regulations, 2015 is inadvertent only.

EXTRACT OF ANNUAL RETURN:
The details forming part of the extract of the Annual Return in Form MGT-9 is annexed herewith as "Annexure - II".

MEETINGS:
A calendar of meetings is prepared and circulated in advance to the Directors. During the year Eight Board Meetings and four Audit Committee Meetings were convened and held; the details of which are given in the Corporate Governance Report. The intervening gap between the Meetings was within the period prescribed under the Companies Act, 2013.

LISTING:
The shares of the Company were listed in BSE Ltd., Mumbai and the listing fee has been paid up to financial year 2021-22.

CORPORATE GOVERNANCE:
A detailed report on Corporate Governance along with the certificate from the Auditors of the Company regarding compliance of Corporate Governance as stipulated under clause 49 of the listing agreement is attached to this report.

SUBSIDIARY COMPANIES: The Company does not have any subsidiaries.

HUMAN RESOURCES:
There are no employees covered in terms of the provisions of section 197(12) of the Act read with Rules 5(2) and 5(3) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 to furnish the particulars mentioned in Rule 5(1) thereof.

FOREIGN EXCHANGE INFLOW & OUTGO:
There has been no foreign exchange inflow or outgo in the current year.

RISK MANAGEMENT FRAMEWORK:
Risk management is embedded in your Company's operating framework. Your Company believes that managing risks helps in maximizing returns. The Company's approach to addressing business risks is comprehensive and includes periodic review of such risks and a

framework for mitigating controls and reporting mechanism of such risks. The risk management framework is reviewed periodically by the Board and the Audit Committee.

CORPORATE SOCIAL RESPONSIBILITY (CSR):

The present financial position of your Company does not mandate the implementation of corporate social responsibility activities pursuant to the provisions of Section 135 and Schedule VII of the Companies Act, 2013.The Company will constitute CSR Committee, develop CSR policy and implement the CSR initiatives whenever it is applicable to the Company.

AUDIT COMMITTEE:

The Board has constituted Audit Committee as per the provisions of Section 177 of the Companies Act, 2013 and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. The composition, attendance, powers and role of the Audit Committee are included in Corporate Governance Report. All the re commendations made by the Audit Committee were accepted by the Board of Directors.

ANNUAL EVALUATION OF BOARD PERFORMANCE AND PERFORMANCE OF ITS COMMITTEES AND OF DIRECTORS:

Pursuant to the provisions of the Companies Act, 2013 and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Board has carried out the annual performance evaluation of its own performance and the Directors individually as well as the evaluation of the working of its Audit and other Committees.

A structured questionnaire was prepared after taking into consideration inputs received from the Directors, covering various aspects of the Board's functioning such as adequacy of the composition of the Board and its Committees, Board culture, execution and performance of specific duties, obligations and governance. A separate exercise was carried out to evaluate the performance of individual Directors including the Chairman of the Board, who were evaluated on parameters such as level of engagement and contribution, independence of judgment, safeguarding the interest of the Company and its minority shareholders etc. The performance evaluation of the Independent Directors was carried out by the entire Board. The performance evaluation of the Chairman and the Non-Independent Directors was carried out by the Independent Directors who also reviewed the performance of the Secretarial Department. The Directors expressed their satisfaction with the evaluation process.

ADEQUACY OF INTERNAL FINANCIAL CONTROLS WITH REFERENCE TO THE FINANCIAL STATEMENTS:

The Board has adopted policies and procedures for ensuring the orderly and efficient conduct of its business, including adherence to the Company's policies, safeguarding of its assets, prevention and detection of frauds and errors, accuracy and completeness of the accounting records, and timely preparation of reliable financial disclosures. The Internal Audit Reports were reviewed periodically by Audit Committee as well as by the Board.

Further, the Board annually reviews the effectiveness of the Company's internal control system. The Directors and Management confirm that the Internal Financial Controls (IFC) is adequate with respect to the operations of the Company. A report of Auditors pursuant to Section 143(3) (i) of the Companies Act, 2013 certifying the adequacy of Internal Financial Controls is annexed with the Auditors report.

NOMINATION AND REMUENRATION POLICY:

A committee of the Board named as "Nomination and Remuneration Committee" has been constituted to comply with the provisions of section 178 of Companies Act, 2013 and Regulation 19 of SEBI (LODR)Regulations, 2015 to recommend a policy of the Company on directors' appointment and remuneration, including criteria for determining qualifications, positive attributes, independence of a director and other matters and to frame proper systems for identification, appointment of Directors & KMPs, Payment of Remuneration to them and Evaluation of their performance and to recommend the same to the Board from time to time. The policy is also posted in the investors section of the company's website.

POLICY ON DIRECTOR'S APPOINTMENT AND REMUNERATION AND OTHER MATTERS:

(a) Procedure for Nomination and Appointment of Directors:

The Nomination and Remuneration Committee has been formed pursuant to and in compliance with Regulation 19 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and pursuant to Section 178 of the Companies Act, 2013. The main object of this Committee is to identify persons who are qualified to become directors and who may be appointed in senior management of the Company, recommend to the Board their appointment and removal and shall carry out evaluation of every Director's performance, recommend the remuneration package of both the Executive and the Non-Executive Directors on the Board and also the remuneration of Senior Management, one level below the Board. The Committee reviews the remuneration package payable to Executive Director(s) and recommends to the Board the same and acts in terms of reference of the Board from time to time.

On the recommendation of the Nomination and Remuneration Committee, the Board has adopted and framed a Nomination and Remuneration policy for the Directors, Key Managerial Personnel and other employees pursuant to the provisions of the Companies Act, 2013 and SEBI Listing Regulations.

The remuneration paid to Directors, Key Managerial Personnel and all other employees is in accordance with the Nomination and Remuneration policy of the Company.

The Nomination and Remuneration Policy and other matters provided in Section 178 (3) of the Act and Regulation 19 of SEBI Listing Regulations have been disclosed in the Corporate Governance Report, which forms part of this Annual Report.

(b) Familiarization/Orientation program for Independent Directors:

It is the general practice of the Company to notify the changes in all the applicable laws from time to time in every Board Meeting conducted.

The details of such familiarization programs for Independent Directors are posted on the website of the Company https://www.swarnasecurities.com

PARTICULARS OF LOANS, GUARANTEES AND INVESTMENTS:

No Loans, Guarantees and Investments under the provisions of Section 186 of the Companies Act, 2013 are given during the financial year.

DEPOSITS:
The Company has neither accepted nor renewed any deposits falling within the provisions of Sections 73 and 76 of the Companies Act, 2013 read with the Companies (Acceptance of Deposits) Rules, 2014 from the its member and public during the Financial Year.

POLICY ON PREVENTION, PROHIBITION AND REDRESSAL OF SEXUAL HARASSMENT AT WORK PLACE:

Your Company strongly supports the rights of all its employees to work in an environment, free from all forms of harassment. The Company has adopted a Policy on Prevention, Prohibition and Redressal of Sexual Harassment at workplace as per the provisions of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 and the Rules made there under. The policy aims to provide protection to Employees at the workplace and prevent and redress complaints of sexual harassment and for matters connected or incidental thereto, with the objective of providing a safe working environment, where Employees feel secure. The Company has proper procedures in place to address the concerns and complaints of sexual harassment and to recommend appropriate action.

The Company has not received any complaint on sexual harassment during the year.

VIGIL MECHANISM / WHISTLE BLOWER POLICY:
The Company has a Whistle Blower Policy framed to deal with instance of fraud and mismanagement if any, in the Company. The details of the Policy are explained in the Corporate Governance Report and also posted on the website of the Company https://www.swarnasecurities.com

RELATED PARTY TRANSACTIONS:
During the year under review, there were no related party transactions. Hence, a disclosure in Form AOC-2 Is not applicable. As required under Regulation 46 (2) (g) of SEBI (LODR) Regulations, 2015, the Company has developed a Policy on Related Party Transactions in accordance with provisions of all applicable laws for the purpose of identification and monitoring of such transactions. The Policy on dealing with related party transactions is available on the website of the Company https://www.swarnasecurities.com/index.php.

MANAGEMENT DISCUSSION AND ANALYSIS:
A detailed report on Management Discussion and Analysis as stipulated under clause 49 of the listing agreement is attached to this report.

CORPORATE GOVERNANCE REPORT:
The Company has been making every endeavor to bring more transparency in the conduct of its business. As per the requirements of the per SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 a compliance report on Corporate Governance for the year 2021-22 and a Certificate from the Practicing Company is furnished, which form part of this Annual Report.

SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS:
No orders passed by the Any Regulator / Courts which would impact the future operations / going concern status of the Company.

There are SOP fines levied by the BSE for the delay submission of the disclosures under LODR Regulations and the same are under correspondence with the BSE.

MATERIAL CHANGES AND COMMITMENTS:

There were no material changes and commitments affecting the financial position of the Company that have occurred between the end of the Financial Year 2021-22 of the Company and the date of the report.

APPRECIATION:

Your Directors wish to place on record their sincere appreciation to the Company's customers, Bankers, Financial Institutions and shareholders for their continued support and faith in the Company. A word of appreciation is also due to the employees of the Company for their hard work and commitment.

For and on behalf of the Board
Swarna Securities Limited

Place: VIJAYAWADA
Date : 24.06.2022

M. Murali Krishna
Chairman & Managing Director
DIN: 01889812

Annexure - I
Form NO. MR-3

SECRETARIAL AUDIT REPORT FOR THE FINANCIAL YEAR ENDED 31ST MARCH, 2022

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

To
The Members,
Swarna Securities Limited.

I have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by SWARNA SECURITIES 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 and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, we hereby report that in our opinion, the company has, during the audit period covering the financial year ended on 31st March 2022, complied with the statutory provisions listed here under 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 maintained by the Company for the financial year ended on 31st March 2022, according to the provisions of:

i. The Companies Act, 2013 (the Act) and the Rules made there under:

ii. The Securities Contract (Regulation) Act, 1956('SCRA') and the Rules made there under:

iii. The Depositories Act, 1996 and the Regulations and Bye-laws framed there under,

The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act')

iv. Foreign Exchange Management Act, 1999 and the rules and regulations made there under to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings.

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, 1992; (up to 14th may 2015) and Securities And Exchange Board Of

India (Prohibition Of Insider Trading) Regulations, 2015 (Effective From 15th May 2015);

c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009**;[Not Applicable As The Company Has Not Issued Any Further Share Capital During The Period Under Review]**

d) The Securities and Exchange Board of India (share based employee benefits) Regulations, 2014; **[Not applicable to the Company during the period of audit];**

e) The Securities and Exchange Board of India (Issue and listing of Debt Securities) Regulations, 2008 **[Not applicable to the Company during the period of audit]**;

f) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Company Act and dealing with client; **[Not applicable as the Company is not registered as the registrar to the issue and share transfer agent during the financial year under review of audit]**

g) The Securities and Exchange Board of India (Delisting of Equity Shares Regulations, 2009; (Not applicable to the Company during the period of audit); and

h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998; (Not applicable to the Company during the period of audit.

v. Other laws specifically applicable to the company as per the representations made by the management.

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

i. Secretarial Standards issued by The Institute of Company Secretaries of India was applicable and compiled.

ii. The Listing Agreements entered into by the Company with BSE Limited.

iii. The Company has given all publications as required relating to Board Meetings, Annual General Meetings and unaudited financial results.

iv. Section 203 of the Companies Act, 2013 is complied. The company had made its entire good attempt to appoint a company secretary but could not find.

v. The website of the Company is updated as per the requirements.

vi. The company has appointed the internal auditor and met the compliance.

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

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 is given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent at least seven days in advance and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting. Decisions at the Board Meetings are carried out unanimously as recorded in the Minutes.

We further report that there are adequate systems and processes in the company commensurate with the size and operations of the company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines. We further report that the shares of the company listed with BSE Limited. The 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.

Sd/-
CS KODE HEMACHAND
Company Secretary
Mem. No. 35463
CP No. 13416
UDIN: A035463D000521960

Place : VIJAYAWADA
Date : 23/06/2022

'ANNEXURE A'

To
The Members,
Swarna Securities Limited

Our Secretarial Audit 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 processes 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 processes 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 procedures on test basis.

6. The Secretarial Audit report is neither an assurance as to the further viability of the company nor of the efficacy or effectiveness and with which the management has conducted the affairs of the Company.

Place : VIJAYAWADA
Date : 23/06/2022

Sd/-
CS KODE HEMACHAND
Company Secretary
Mem. No. 35463
CP No. 13416

Annexure - II

FORM NO. MGT 9
EXTRACT OF ANNUAL RETURN

As on financial year ended on 31.03.2022

Pursuant to Section 92 (3) of the Companies Act, 2013 and rule 12(1) of the Company (Management & Administration) Rules, 2014.

I. REGISTRATION & OTHER DETAILS:

1.	CIN	L52520AP1990PLC011031
2.	Registration Date	19.02.1990
3.	Name of the Company	Swarna Securities Limited
4.	Category/Sub-category of the Company	Public Limited Company
5.	Address of the Registered office & contact details	II Floor, Swarnalok Complex Governorpet VIJAYAWADA – 520 002
6.	Whether listed company	Yes
7.	Name, Address & contact details of the Registrar & Transfer Agent, if any.	Aarthi Consultants (P) Limited Regd. Office :1-2-285 Domalguda, Hyderabad – 500 029

II. **PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY (**All the business activities contributing 10 % or more of the total turnover of the company shall be stated)

S. No.	Name and Description of main products / services	NIC Code of the Product/service	% to total turnover of the company
1	Rent from Immovable Property	681	97.09%

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

Category-wise Share Holding

Category of Shareholders	**No. of Shares held at the beginning of the year (as on 31/03/2021)**				**No. of Shares held at the end of the year (as on 31/03/2022)**				**% change during the year**
	Demat	Physical	Total	% of total shares	Demat	Physical	Total	% of total shares	
A. Promoters									
(1) **Indian**									

a) Individual/ HUF	1910657	--	1910657	63.69%	1910657	--	1910657	63.69%	---
b) Central Govt									
c) State Govt(s)									
d) Bodies Corp.									
e) Banks / FI									
f) Any other									
Total shareholding of Promoter (A)	1910657	--	1910657	66.69%`	1910657	--	1910657	63.69%	---
B. Public Shareholding									
1. Institutions									
a) Mutual Funds									
b) Banks / FI	250000	--	250000	8.33%	250000	--	250000	8.33%	---
c) Central Govt									
d) State Govt(s)									
e) Venture Capital Funds	0	2000	2000	0.07%		2000	2000	0.07%	---
f) Insurance Companies									
g) FIIs									
h) Foreign Venture Capital Funds									
i) Others (specify)									
Sub-total (B)(1):	250000	2000	252000	8.40%	250000	2000	252000	8.40%	---
2. Non-Institutions									
a) Bodies Corp.									
-	16125	54100	70225	2.34%	16125	54100	70225	2.34%	---
ii) Overseas									
b) Individuals									
i) Individual shareholders holding nominal share capital upto Rs. 2 lakhs	92050	260300	352350	11.75%	93,716	2,58,000	351716	11.72%	-0.03%
ii) Individual shareholders holding nominal share capital in excess of Rs 2	283518	0	283518	09.45%	2,84,152	0	2,84,152	9.47	+0.02%

lakhs									
c) Others (specify)									
Non Resident Indians	--	130250	130250	4.34%	--	130250	130250	4.34%	---
Overseas Corporate Bodies									
Foreign Nationals									
Clearing Members	1000	0	1000	0.03%	1000	0	1000	0.03%	---
Trusts									
Foreign Bodies - D R									
Sub-total (B)(2):	385393	451950	837343	27.91%	392693	444650	837343	27.91%	-- -
Total Public Shareholding (B)=(B)(1)+ (B)(2)	642693	446650	1089343	36.31%	6,44,993	4,44,350	10,89,343	36.31%	---
C. Shares held by Custodian for GDRs & ADRs									
Grand Total (A+B+C)	2553350	446650	3000000	100%	25,55,650	4,44,350	3000000	100%	----

B) Shareholding of Promoter-

S. No.	Shareholder's Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% change in shareholding during the year
		No. of Shares	% of total shares of the company	% of shares pledged / encumbered to total shares	No. of Shares	% of total shares of the company	%of shares pledged / encumbered to total shares	
1	M. Murali Krishna	718750	23.96%	--	718750	23.96%	--	--
2	M.V.N.S. Sushma	237400	7.91%	--	237400	7.91%	--	--
3	Siva Credits (P) Ltd.	482657	16.09%	--	482657	16.09%	--	--
4	P. Kasturi	348200	11.61%	--	348200	11.61%	--	--
5	G.V. Chandra Rao	123650	4.12%	--	123650	4.12%	--	--

C) **Change in Promoters' Shareholding (please specify, if there is no change)**

S. No.	Name of the Shareholder	Shareholding at the beginning of the year		Increase / Decrease Shares	Increase / Decrease Shares %age	Cumulative Shareholding during the year	
		No. of Shares	% of total shares of the company			No. of shares	% of total shares of the company
1.							
	At the beginning of the year						
			-----	NIL	----		
	At the end of the year						

D) Shareholding Pattern of top ten Shareholders:
(Other than Directors, Promoters and Holders of GDRs and ADRs):

S.No.	**For Each of the Top 10 Shareholders**	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year				
	Date wise Increase / Decrease in Shareholding during the year specifying the reasons for increase /decrease (e.g. allotment / transfer / bonus/ sweat equity etc):		As per Schedule -I		
	At the end of the year/				

E) **Shareholding of Directors and Key Managerial Personnel:**

S. No.	Shareholding of each Directors and each Key Managerial Personnel	Shareholding at the beginning of the year		Increase / Decrease Shares	Increase / Decrease Shares	Cumulative Shareholding during the year	
		No. of shares	% of total			No. of	% of total shares of

			shares of the company		%age	shares	the company
1.	M Muralikrishna						
	At the beginning of the year	718750	23.96%				
	At the end of the year					718750	23.96%
2.	M.V.N.S. Sushma						
	At the beginning of the year	237400	7.91%				
	At the end of the year					237400	7.91%
3.	Karunakar Mandava						
	At the beginning of the year	0	0%				
	At the end of the year					0	0%
4.	S.V.E.Ch. Vidya Sagar						
	At the beginning of the year	100	0%				
	At the end of the year					100	0%

IV) **INDEBTEDNESS –**

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

	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year				
i) Principal Amount				
ii) Interest due but not paid				
iii) Interest accrued but not due				
Total (i+ii+iii)				
Change in Indebtedness during the financial year		---Nil---		
* Addition				
* Reduction				
Net Change				
Indebtedness at the end of the financial year				
i) Principal Amount				
ii) Interest due but not paid				
iii) Interest accrued but not due				
Total (i+ii+iii)				

V. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL-

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

S.No.	Particulars of Remuneration	Name of MD/WTD/ Manager				Total Amount
		-----	----	----	---	
1	Gross salary					
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961					
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961					
	(c) Profits in lieu of salary under section 17(3) Income- tax Act, 1961		--Nil--			
2	Stock Option					
3	Sweat Equity					
4	Commission - as % of profit - others, specify…					
5	Others, please specify					
	Total (A)					
	Ceiling as per the Act					

B. Remuneration to other directors

S.No.	Particulars of Remuneration	Name of Directors				Total Amount
1	Independent Directors					
	Fee for attending board committee meetings					
	Commission					
	Others, please specify					
	Total (1)					
2	Other Non-Executive Directors					
	Fee for attending board committee meetings		---Nil---			
	Commission					
	Others, please specify					
	Total (2)					
	Total (B)=(1+2)					
	Total Managerial Remuneration					
	Overall Ceiling as per the Act					

C. REMUNERATION TO KEY MANAGERIAL PERSONNEL OTHER THAN MD/MANAGER/WTD

S.No.	Particulars of Remuneration	Key Managerial Personnel			
		CEO	CS	CFO	Total
1	Gross salary				
	(a) Salary as per provisions contained in	----	300000	---	300000

	section 17(1) of the Income-tax Act, 1961				
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961				
	(c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961				
2	Stock Option				
3	Sweat Equity				
4	Commission				
	- as % of profit				
	others, specify…				
5	Others, please specify				
	Total	---	300000	---	300000

VI. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES:

Type	**Section of the Companies Act**	**Brief Description**	**Details of Penalty / Punishment/ Compounding fees imposed**	**Authority [RD / NCLT/ COURT]**	**Appeal made, if any (give Details)**
A. COMPANY					
Penalty					
Punishment					
Compounding					
B. DIRECTORS					
Penalty					
Punishment			**---Nil---**		
Compounding					
C. OTHER OFFICERS IN DEFAULT					
Penalty					
Punishment					
Compounding					

Schedule-1 to Annexure B: Form MGT-9 EXTRACT OF ANNUAL RETURN
Shareholding pattern of top 10 shareholders (Other than Directors, Promoters, Holders of ADRs, GDRs)

S.No.	Name	Shareholding		Date	Increase / Decrease in share-holding	Reason	Cumulative shareholding during the year	
		No. of shares at the beginning / end of the year	% of total shares of the Company				No. of shares	% of total shares of the Company
1.	A.P.I.D.C. Ltd.,	250000	8.33%	-	-	-	250000	8.33%
2.	Ch.V. Narasimha Rao	134869	4.50%	-	-	-	134869	4.50%

3.	Haridar Kankar	78250	2.61%	-	-	-	78250	2.61%
4.	M. Sai Venkatesh	95409	3.18%	-	53874	Transfer	149283	4.97%
5.	Sri Krishnadevaraya Hatcheries (P) Ltd.	51400	1.71%	-	-	-	51400	1.71%
6.	K. Srinivasa Reddy	50000	1.67%	-	-	-	50000	1.67%
7.	Muthavarapu Leasing (P) Ltd.,	16124	0.54%	-	-	-	16124	0.54%
8.	M. Swarna Priya	12798	0.43%	-	-	-	12798	0.43%
9.	G.G.Agarwal	11800	0.39%	-	-	-	11800	0.39%
10.	Vijay Kumar Vijayvargiya	8800	0.29%	-	-	-	8800	0.29%

by Order of the Board
Swarna Securities Limited

Regd. Office: 27-1-102, II Floor
Governorpet, Vijayawada-2

Date: 24.06.2022
Place: Vijayawada

M Murali Krishna
Chairman & Managing Director
DIN: 01889812

REPORT ON CORPORATE GOVERNANCE

I. Your Company has been practicing the principles of good corporate governance and lays a strong emphasis on transparency, accountability and integrity. All the matters of strategy, significant developments etc., are routinely placed before the Board. The Audit, Share Transfer and Investor Grievance Committees meet regularly to consider the aspects relevant to each committee.

II. BOARD OF DIRECTORS

a) Composition and Category of Directors as on 31st March, 2022

S No	Name of Director	Category	Designation	No. of shares held
1	Sri M Murali Krishna	Executive Director	Chairman and Managing Director	7,18,750
2	Smt.M.V.N.S. Sushma	Non-Executive Director and Non-Independent Director	Director	2,37,400
3	Sri Pradeep Kumar	Non-Executive Independent Director	Director	NIL
4	Sri Karunakar Mandava	Non-Executive Independent Director	Director	NIL
5	Sri V.E.Ch. Vidya Sagar	Non-Executive Independent Director	Director	100

Selection criteria of Board Members

The Nomination and Remuneration Committee in accordance with the Company's Policy for determining the qualifications, positive attributes and independence of director and the requirements of the skill-sets of the Board considers eminent persons having an independent standing in their respective field and who can effectively contribute to the Company's business, for appointment of new Directors on the Board. The Policy for determining the qualifications, positive attributes and independence of director is available on the website of the Company.

The Nomination and Remuneration Committee works with the Board to determine the appropriate characteristics, skills and experience required for the Board as a whole and for

individual member. The Company has adopted Guidelines on selection criteria of Board members, which is available on the website of the Company.

Skills of Directors

Your Board aims to be comprised of Directors with the appropriate mix of skills, experience, expertise and diversity relevant to the Company's business and the Board's responsibilities. The objectives of the skills matrix adopted by the Board are to:

* Identify the skills, knowledge, experience and capabilities that are considered to be desirable by Board as a whole, in order for the Board to fulfill its role and in light of the Company's strategic direction;

* Ascertain the current skills, knowledge, experience and capabilities of the Board, and provide the incumbent Directors with an opportunity to reflect upon and discuss the current composition of the Board; and

* Identify any gaps in skills or competencies that can be addressed in future Director Appointments.

Your Board considers the following key skills set out in the matrix collectively, which it considered to be desired of the Board of Directors of the Company:

Board skills and experience

S1- Industry expertise
S2- Executive leadership and Board experience
S3- Expertise in financial matters
S4- Corporate Governance
S5- Strategy & Risk Management
S6- Health, safety, environment and sustainability
S7- M&A/Capital Markets
S8- Sales, Marketing and Market Strategy

Board Competency Matrix:

Board of Directors	S1	S2	S3	S4	S5	S6	S7	S8
Sri M Murali Krishna /	/	/	/	/	/	/	/	
Smt. M.V.N.S. Sushma	/	/	/	/	/	/	/	X
Sri Pradeep Kumar	X	/	/	/	/	/	/	/
Sri Karunakar Mandava	/	/	/	/	X	X	/	/
Sri V.E.Ch. Vidya Sagar	X	/	/	/	/	/	/	/

The current composition of your Company's Board includes directors with core industry experience and has all the key skills and experience set out above.

Relationship among Directors

None of the Independent Directors are related to each of other Directors on the Board. Sri M Murali Krishna and Smt. M.V.N.S. Sushma are husband and wife.

b) Attendance of each Director at the Board Meetings and the last AGM

Director	No. of Board Meetings held	No of Board Meetings Attendance	Last AGM Attendance (Yes/No)
Sri M Murali Krishna	08	08	Yes
Smt. M.V.N.S. Sushma	08	08	Yes
Sri Pradeep Kumar	08	08	Yes
Sri Karunakar Mandava	08	08	Yes
Sri V.E.Ch. Vidya Sagar	08	08	Yes

Compliance Officer & Company Secretary

c) Number of Other Directorships or Board Committees he/she is a member or chairperson of

Name of Director	Number of Directorships	No of Member ships in Board Committees Other than SSL	Whether Member or Chairman
Sri M. Murali Krishna	10	0	-
Sri M.V.N.S.Sushma	07	0	-
Sri Pradeep Kumar	0	0	Chairman
Sri Karunakar Mandava	0	0	-
Sri V.E.Ch. Vidya Sagar	0	0	-

d) Number of Board Meetings held and dates on which held

Eight Board Meetings were held during the financial year from 01.04.2021 to 31.03.2022. The dates on which the meetings were held are as follows:

27.04.2021, 29.05.2021, 15.07,2021, 27.07.2021, 23.08.2021, 25.09.2021, 27.10.2021 and 28.01.2022

III. AUDIT COMMITTEE:

a) Terms of Reference:

The responsibilities of the Audit Committee include the overseeing of the financial reporting process to ensure a proper disclosure of the financial statements; recommending appointment/removal of the external auditors and fixing their remuneration; reviewing the quarterly, half yearly and annual financial results before submission to the Board; reviewing the adequacy of internal control systems; structure and staffing of the internal audit function, reviewing findings of the internal investigations and to make recommendations to the Board on any matter relating to the financial management of the Company including the Audit Report.

b) Composition

The Audit Committee consists of the following non-executive Independent Directors

1.	Sri Pradeep Kumar	Chairman
2.	Sri Karunakar Mandava	Member
3.	Sri V.E.Ch. Vidya Sagar	Member

c) Meetings and Attendance of the Audit Committee during the year

A total of 4 meetings were held during the financial year from 01.04.2021 to 31.03.2022 on 29.05.2021, 27.07.2021, 27.10.2021 and 28.01.2022.

All the Members and the Chairman attended all the meetings.

IV. NOMINATION AND REMUNERATION COMMITTEE:

a) The Nomination and Remuneration Committee has been formed in compliance of Regulation 19 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and pursuant to Section 178 of the Companies Act, 2013 comprising of 3 Independent Non-Executive Directors. The Following are the members of the Committee

b) Composition

1.	Sri Pradeep Kumar	Chairman
2.	Sri Karunakar Mandava	Member
3.	Sri V.E.Ch. Vidya Sagar	Member

c) Meetings and Attendance of the Nomination and Remuneration Committee during the year.

A total of 2 meetings were held during the financial year from 01.04.2021 to 31.03.2022 on 29.05.2021 and 28.01.2022.

All the Members and the Chairman attended all the meetings.

REMUNERATION OF DIRECTORS:

All pecuniary relationship or transactions of the Non-Executive Directors:
The Company has not entered into any pecuniary transactions with the Non-Executive Directors. During the year, the Company has not paid any sitting fee or commission to any Directors.

Criteria of making payments to Non-Executive Directors:
The Non-Executive Directors are not paid any payment during the year.

Disclosure with respect to remuneration:
During the year, the Company has not paid Remuneration to any Directors, KMP and other Employees.

V. SHAREHOLDERS COMMITTEE:

a) The Board has constituted the Share Holders Committee which looks into shareholders and investors grievances. The Following are the members of the Committee.

b) Composition

1.	Sri Pradeep Kumar	Chairman
2.	Sri Karunakar Mandava	Member
3.	Sri V.E.Ch. Vidya Sagar	Member

c) Meetings and Attendance of the Share Holders Committee during the year

A total of 2 meetings were held during the financial year from 01.04.2021 to 31.03.2022 on 29.05.2021 and 28.01.2022.

All the Members and the Chairman attended all the meetings.

d) During the year 2021-22, no shares were transferred and as at 31st March, 2022 there are no equity shares pending for transfer.

There are no complaints received during the year under review and as on 31st March, 2022 there are no complaints that are pending. Since the company has an in-house secretarial department in addition to the common agency for transfers, the shareholders grievances, if any are promptly attended to.

Name of the Compliance Officer : M. Anil Kumar

VI. CORPORATE SOCIAL RESPONSIBILITY COMMITTEE:

The present financial position of your Company does not mandate the implementation of corporate social responsibility activities pursuant to the provisions of Section 135 and Schedule VII of the Companies Act, 2013. The Company will constitute CSR Committee, develop CSR policy and implement the CSR initiatives whenever it is applicable to the Company. At present, the Company does not have any CSR Committee.

VII. RISK MANAGEMENT COMMITTEE:

The Company is not required to constitute Risk Management Committee pursuant to Regulation 21 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

VIII. CODE OF CONDUCT:

All the Directors and senior management confirmed the compliance of code of conduct. The Company has posted the Code of Conduct for Directors and Senior Management on the website https://www.swarnasecurities.com/.

IX. MEETING OF INDEPENDENT DIRECTORS:

During the year under review, the Independent Directors met on 28.01.2022, inter alia, to discuss:

Evaluation of the performance of Non-Independent Directors and the Board of Directors as a whole;

Evaluation of the performance of the Chairman of the Company, taking into account the views of the Executive and Non-Executive Directors.

Evaluation of the quality, content and timelines of flow of information between the Management and the Board that is necessary for the Board to effectively and reasonably perform its duties.

All the Independent Directors were present at the Meeting.

X. FAMILIARIZATION PROGRAMME FOR BOARD MEMBERS:

A formal familiarization programme was conducted about the amendments in the Companies Act, 2013, Rules prescribed thereunder, SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and all other applicable laws of the Company.

It is the general practice of the Company to notify the changes in all the applicable laws from time to time in every Board Meeting conducted.

The details of such familiarization programs for Independent Directors are posted on the website of the Company.

XI. PERFORMANCE EVALUATION:

Pursuant to the provisions of the Companies Act, 2013 and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Board has carried out the annual performance evaluation of its own performance, the Directors individually as well as the evaluation of the working of its Audit and other Committees.

A structured questionnaire was prepared after taking into consideration inputs received from the Directors, covering various aspects of the Board's functioning such as adequacy of the composition of the Board and its Committees, Board culture, execution and performance of specific duties, obligations and governance.

A separate exercise was carried out to evaluate the performance of individual Directors including the Chairman of the Board, who were evaluated on parameters such as level of engagement and contribution, independence of judgment, safeguarding the interest of the Company and its minority shareholders etc. The performance evaluation of the Independent Directors was carried out by the entire Board. The performance evaluation of the Chairman and the Non-Independent Directors was carried out by the Independent Directors who also reviewed the performance of the Secretarial Department. The Directors expressed their satisfaction with the evaluation process.

XII. ANNUAL GENERAL MEETINGS:

The Location and Time of the Annual General Meetings held during the last 3 years are as follows:

AGM	Date	Time	Venue	No of Special Resolutions
29th	27.06.2019	10.00 A.M	D.No.54-15-3, Ring Road, Vijayawada	Nil
30th	23.07.2020	10.00 A.M	D.No.54-15-3, Ring Road,	Nil

			Vijayawada	
31st	25.09.2021	11.00 A.M	D.No.54-15-3, Ring Road, Vijayawada	Nil

For the year ended 31st march, 2022 there have been no ordinary or special resolutions passed by the Company's shareholders through postal ballot.

XIII. DISCLOSURES:

a) There are no non-compliances by the Company, penalties imposed on the Company by Stock Exchange or SEBI or any statutory authority, on any matter related to capital markets, during the last three years except certain penalties related to SOP.

b) No personnel have been denied direct access to the Audit Committee.

c) All the mandatory requirements with respect to Corporate Governance (Clause 49 of listing agreement) are complied with.

XIV. MEANS OF COMMUNICATION:

The unaudited quarterly and annual financial results are sent to all the stock exchanges where the shares of the Company are listed. The results are also published in newspapers within 48hours from the conclusion of the Board meeting.

MANAGEMENT DISCUSSION AND ANALYSIS

a) INDUSTRY STRUCTURE AND DEVELOPMENT:

With the surrender of the certificate of registration to the Reserve Bank of India, the Company has stopped the business of non-banking finance company. There has been no fresh issue of any loans during the year. The Company has only been collecting the outstanding dues from its borrowers.

b) OPPORTUNITIES AND THREATS:

The Company is prospecting entry into the real estate sector.

c) SEGMENT WISE PERFORMANCE:

The Company as of now is not into non-banking finance business and has only been liquidating its financial assets by collecting its dues - the performance of which was discussed earlier in the report.

d) RISKS AND CONCERNS:

Risk of delayed receipt of installments:

In case of delayed receipts of installment amounts of the hire purchase finance given, the funds of the Company get blocked resulting in high non-performing assets.

To mitigate this risk, the Company is trying to put pressure on the delayed payers for payment of installments and in inevitable cases legal action is also being initiated.

Risk of insolvency of the borrowers:

Where the borrower becomes insolvent, and is unable to clear the loan, the same becomes a bad debt and the total loan amount and the interest accrued thereon becomes a charge on the income generated by other good transactions.

To mitigate this risk, the company follows a very conservative policy of lending.

e) INTERNAL CONTROL SYSTEMS:

The Company has an adequate system of internal control and management with respect to disbursement of loans and follow-up action for collection of installments.

f) HUMAN RESOURCES:

There are no significant developments in this front during the year under review.

XV. GENERAL SHAREHOLDERS' INFORMATION:

i)	AGM Date, Time and Venue	:	21st July., 2022 at 11.00 A.M. D.No. 54-15-3, Ring Road VIJAYAWADA - 8.
ii)	Financial Year	:	2021-22
iii)	Date of Book Closure	:	15th July, 2022 to 21st July, 2022 (Both days inclusive)
iv)	Dividend Payment Date	:	Not Applicable

v) Listing on Stock Exchanges : BSE Limited

vi) Stock Code : SWRNASE

vii) Market Price Data :

	Apr.	May	June	July	Aug.	Sep.	Oct.	Nov.	Dec.	Jan.	Feb.	Mar.
High	12.80	13.44	14.11	14.11	14.81	15.55	00.00	00.00	00.00	00.00	14.80	00.00
Low	12.65	13.44	14.11	14.11	15.55	15.55	00.00	00.00	00.00	00.00	14.80	00.00

viii) Performance in comparison to Broad based indices : -----

ix) Registrar & Transfer Agents : M/s Aarthi Consultants Private Limited,
1-2-285, Domalguda,
Hyderabad- 500029.
Email: info@aarthiconsultants.com
Phone:040-27638111

x) Share transfer System : Transfers and dematerialization are handled by the Transfer Agents.

xi) Distribution of shareholding:

Slab of share holding	**Share holders**	**Percentage**	**No of shares**	**Percentage**
0-500	335	65.94	87996	2.93
501-1000	99	19.49	84373	2.81
1001-2000	33	6.50	53050	1.77
2001-3000	11	2.17	27000	0.90
3001-4000	5	0.98	17700	0.59
4001-5000	6	1.18	27600	0.92
5001-10000	5	0.98	37100	1.24
10001 and above	14	2.76	2665181	88.84
TOTAL	508	100	3000000	100

xii) Dematerialization of Shares and liquidity : As on 31.03.2022 a total number of 2555650 shares have been dematerialized.

xiii) Outstanding GDRs/ADRs/ Warrants or any Convertible instruments. : The Company has not issued any GDRS/ADRs/ warrants or any Debentures

xiv) Plant Location : No Plants

xv) Address for Correspondence : Swarna Securities Limited
II Floor, Swarnalok Complex
Governorpet, VIJAYAWADA - 520002

Dematerialization mandatory for effecting share transfers:

SEBI has vide proviso to Regulation 40(1) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, mandated that requests for effecting transfer of securities shall not be processed unless the securities are held in the dematerialized form with a depository. In view of the same, the Company shall not process any requests for transfer of shares in physical mode. Shareholders who desire to demat their shares can get in touch with any Depository Participant having registration with SEBI to open a demat account and follow the procedure for share transfers.

DECLARATION REGARDING COMPLIANCE BY BOARD MEMBERS AND SENIOR MANAGEMENT PERSONNEL WITH THE COMPANY'S CODE OF CONDUCT:

In terms of SEBI (LODR) Regulations, 2015, I hereby confirm that all the Board members and Senior Management Personnel of the Company have affirmed compliance with the respective Code of Conduct, as applicable to them for the year ended 31st March, 2022.

For Swarna Securities Limited

Place: VIJAYAWADA
Date : 24.06.2022

M. Murali Krishna
Chairman & Managing Director
DIN: 01889812

CEO/CFO CERTIFICATION

I, M MURALI KRISHNA, Chairman & Managing Director of the Company, to the best of our knowledge and belief, certify that:

a. We have reviewed the financial statements including cash flow statement (standalone and consolidated) for the financial year ended 31st March, 2022 and to the best of our knowledge and belief :

   I. These statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;

   II. These statements together present a true and fair view of the Company's affairs and are in compliance with existing accounting standards, applicable laws and regulations.

b. There are, to the best of our knowledge and belief, no transactions entered into by the Company during the year, which are fraudulent, illegal or violative of the Company's code of conduct.

c. We accept responsibility for establishing and maintaining internal controls for financial reporting and that we have evaluated the effectiveness of internal control systems of the Company pertaining to financial reporting and have disclosed to the auditors and the Audit Committee, deficiencies in the design or operation of such internal controls, if any, of which we are aware and the steps we have taken or propose to take to address these deficiencies.

d. We have indicated to the auditors and the Audit Committee:

   I. significant changes in the internal control over financial reporting during the year;

   II. significant changes in the accounting policies during the year and that the same have been disclosed in the notes to the financial statements; and

   III. that there are no instances of significant fraud of which they have become aware of and involvement therein of the management or an employee having a significant role in the Company's internal control system over financial reporting.

For Swarna Securities Limited

Place: VIJAYAWADA
Date : 24.06.2022

M. Murali Krishna
Chairman & Managing Director
DIN: 01889812

CERTIFICATE ON CORPORATE GOVERNANCE

To,
The Members,
Swarna Securities Limited

I have examined the compliance of conditions of Corporate Governance by Swarna Securities Limited ('the Company') for the year ended 31st March, 2022 as per the relevant provisions of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('Listing Regulations') as referred to in Regulation 15 (2) of the Listing Regulations. The compliance of conditions of Corporate Governance is the responsibility of management. Our examination was limited to procedures and implementation thereof, adopted by the Company for ensuring the compliance of the conditions of Corporate Governance. It is neither an audit nor an expression of opinion on the financial statements of the Company.

In my opinion and to the best of our information and according to the explanations given to us, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in the above-mentioned Listing Regulations.

I further state that such compliance is neither an assurance as to the future viability of the Company nor the efficiency or effectiveness with which the management has conducted the affairs of the Company.

(Sd/-)
CS Kode Hemachand
Practicing Company Secretary
Mem. No. 35463
CP No. 13416
UDIN: A035463D000525997

Date : 24/06/2022
Place : Vijayawada

CERTIFICATE ON QUALIFICATION OF DIRECTORS

(Pursuant to Schedule V(C)(10)(i) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015)

Based on my verification of the books, papers, minute books, forms and returns filed and other records maintained by Swarna Securities Limited, having its registered office at 2nd Floor, Swarnalok Complex, Eluru Road, Governorpet, Vijayawada, Andhra Pradesh - 520002and also the information provided by the Company, its officers, agents and authorized representatives, we hereby report that during the Financial Year ended on March 31, 2022, in our opinion, none of the directors on the Board of the Company have been debarred or disqualified from being appointed or continuing as director of Company by the Board/Ministry of Corporate Affairs or any such Statutory authority.

(Sd/-)
CS Kode Hemachand
Practicing Company Secretary
Mem. No. 35463
CP No. 13416
UDIN: A035463D000522015

Date : 23/06/2022
Place : Vijayawada

AUDITOR'S REPORT ON CORPORATE GOVERNANCE

To
The Members
SWARNA SECURITIES LIMITED.

I have examined the compliance of conditions of Corporate Governance by M/s **Swarna Securities Limited** for the year ended 31st March, 2022 as stipulated in Clause 49 of the Listing Agreement of the said Company with the Bombay Stock Exchange.

The compliance of conditions of Corporate Governance is the responsibility of the Management. My examination has been limited to a review of the procedures and implementations thereof adopted by the Company for ensuring compliance with the conditions of the Corporate Governance as stipulated in the said clause. It is neither an audit nor an expression of opinion on the financial statements of the Company.

In my opinion and to the best of my information and according to the explanations given to me and based on the representations made by the Directors and the Management, I certify that the Company has complied with the conditions of Corporate Governance as stipulated in Clause 49 of the abovementioned Listing Agreement.

As required by the Guidance Note issued by the Institute of Chartered Accountants of India, I have to state that no investor grievances were pending for a period of one month against the Company as per records maintained by the Shareholders / Investor's Grievances Committee.

I further state that such compliance is neither an assurance as to the future viability of the Company nor of the efficiency or effectiveness with which the Management has conducted the affairs of the Company.

PLACE: Vijayawada
DATE: 27/05/2022

UDIN: 22225109AJSHZV2473

(V.SHILPA)
Chartered Accountant
M.No.225109

INDEPENDENT AUDITOR'S REPORT

To the Members of
SWARNA SECURITIES LIMITED.

Opinion

I have audited the accompanying financial statements of M/s **Swarna Securities Limited** ("the Company"), which comprise the Balance Sheet as at 31st March, 2022, the Statement of Profit and Loss, the Statement of Changes in Equity and the Statement of Cash Flows for the year then ended, and a summary of the significant accounting policies and other explanatory information.

In my opinion and to the best of my information and according to the explanations given to me, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, and other accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March, 2022, and its profit, changes in equity and its cash flows for the year ended on that date.

Basis for opinion

I conducted my audit of the financial statements in accordance with the Standards on Auditing ("SA"s) specified under section 143(10) of the Act. My responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Standalone Financial Statements section of my report. I am independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ("ICAI") together with the ethical requirements that are relevant to my audit of the standalone financial statements under the provisions of the Act and the Rules made thereunder, and I have fulfilled my other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. I believe that the audit evidence obtained by me is sufficient and appropriate to provide a basis for my audit opinion on the standalone financial statements.

Key Audit Matters

I have determined that there are no key audit matters to communicate in my report.

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

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Management Discussion and Analysis, Board's Report including Annexures to Board's Report, Business Responsibility Report, Corporate Governance and Shareholder's Information, but does not include the financial statements and my auditor's report thereon.

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

In connection with my audit of the financial statements, my responsibility is to read the other information and, in doing so, consider whether the other information is materially

inconsistent with the financial statements or my knowledge obtained during the course of my audit or otherwise appears to be materially misstated.

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

Management's Responsibilities for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance, including other comprehensive income, changes in equity and cash flows of the Company in accordance with the Ind AS and other accounting principles generally accepted in India. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding 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 standalone financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

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

Auditor's Responsibilities for the Audit of the Standalone Financial Statements

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

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

- Identify and assess the risks of material misstatement of the standalone 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 my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal financial control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section

143(3)(i) of the Act, I am also responsible for expressing my opinion on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If I conclude that a material uncertainty exists, I am required to draw attention in my auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my 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 standalone financial statements, including the disclosures, and whether the standalone financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

I 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 I identify during my audit.

I also provide those charged with governance with a statement that I 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 my independence, and where applicable, related safeguards. From the matters communicated with those charged with governance, I determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. I describe these matters in my auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, I 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

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

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

   (a) I have sought and obtained all the information and explanations which to the best of my knowledge and belief were necessary for the purposes of my audit.

   (b) In my opinion, proper books of account as required by law have been kept by the Company so far as it appears from my examination of those books.

   (c) The Balance Sheet, the Statement of Profit and Loss, the Statement of Changes in Equity and the Statement of Cash Flows dealt with by this Report are in agreement with the books of account.

(d) In my opinion, the aforesaid financial statements comply with the Ind AS specified under section 133 of the Act.

(e) On the basis of the written representations received from the directors as on 31st March, 2022 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2022 from being appointed as a director in terms of Section 164(2) of the Act.

(f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to my separate report in *Annexure-B*; and

(g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended, according to the explanations given to me and as per the records of the Company examined by me, I report that the Company has not paid any remuneration to its directors during the year.

(h) 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, as amended, in my opinion and to the best of my information and according to the explanations given to me:

i. the Company does not have any pending litigations which would impact its financial position.

ii. the Company does not have any long-term contracts including derivative contracts for which there are any material foreseeable losses.

iii. there are no amounts which are required to be transferred to the Investor Education and Protection Fund by the Company.

iv. (a) The Management has represented that, to the best of its knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the company to or in any other person(s) or entity(ies), including foreign entities ('Intermediaries'), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, 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 on behalf of the Ultimate Beneficiaries; and

(b) The Management has represented that to the best of its knowledge and belief, no funds have been received by the Company from any person(s) or entity(ies), including foreign entities ('Funding Parties'), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, 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.

(c) Based on audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to my notice that has caused me to

believe that the representations under sub-clause (a) and (b) contain any material misstatement.

v. The Company has not declared or paid any dividends during the year and accordingly reporting on the compliance with section 123 of the Companies Act, 2013 is not applicable for the year under consideration.

PLACE: Vijayawada
DATE: 27/05/2022

UDIN: 22225109AJSIXJ5359

(V.SHILPA)
Chartered Accountant
M.No.225109

ANNEXURE-A: **Statement on the matters specified in paragraphs 3 & 4 of the Companies (Auditor's Report) Order, 2020**

(i) (a) (A) The Company has maintained proper records showing full particulars, including quantitative details and situation of its Property, Plant and Equipment.

(B) The Company does not have any intangible assets. Hence, reporting under clause 3(i)(a)(B) of the Order is not applicable.

(b) According to the information and explanations given to me and as per the records of the Company examined by me, the management has physically verified the fixed assets at reasonable intervals and no material discrepancies have been noticed on such verification.

(c) As per the records of the Company examined by me the title deeds to all the immovable properties disclosed in the financial statements are held in the name of the Company.

(d) According to the information and explanations given to me and as per the records of the Company examined by me the Company has not revalued its Property, Plant and Equipment during the year. Hence, reporting under clause 3(i)(d) of the Order is not applicable.

(e) According to the information and explanations given to me and as per the records of the Company examined by me, no proceedings have been initiated or pending against the Company under the Benami Transactions (Prohibition) Act, 1988 and the rules made thereunder.

(ii) (a) According to the information and explanations given to me the business of the Company does not involve holding any inventories. Hence, reporting under clause 3(ii)(a) of the Order is not applicable.

(b) The Company has not been sanctioned any working capital limits during the year on the basis of security of its current assets. Hence, reporting under clause 3(ii)(b) of the Order is not applicable.

(iii) The Company has not made any investment in, provided any security or granted any loans or advances in the nature of loans, secured or unsecured, to any company, firm, LLP or any other party during the year. Hence, reporting under clause 3(iii) of the Order is not applicable.

(iv) The Company has not given any loans or made any investments or given any guarantees or securities specified under sections 185 and 186 of the Act. Hence, reporting under clause 3(iv) of the Order is not applicable.

(v) According to the information and explanations given to me and as per the records of the Company examined by me the Company has not accepted any deposits or amounts which are deemed to be deposits, from the public. Hence, reporting under clause 3(v) of the Order is not applicable.

(vi) The Central Government has not prescribed the maintenance of any cost records in respect to the activities of the Company. Hence, reporting under clause 3(vi) of the Order is not applicable.

(vii) (a) According to the information and explanations given to me and as per the records of the Company examined by me, the Company has generally been regular in depositing undisputed statutory dues applicable to it with the

appropriate authorities. There are no undisputed amounts of any statutory dues that were in arrears as at the Balance Sheet date, for a period of more than six months from the date they became payable.

(b) According to the information and explanations given to me and as per the records of the Company examined by me there are no disputed amounts payable in respect of any statutory dues applicable to the Company. Hence, reporting under clause 3(vii)(b) of the Order is not applicable.

(viii) According to the information and explanations given to me and as per the records of the Company examined by me the Company has not surrendered or disclosed any income during the year in any tax assessments under the Income Tax Act, 1961, in respect of any transactions previously not recorded in the books of accounts.

(ix) (a) According to the information and explanations given to me and as per the records of the Company examined by me, the Company did not have any loans or borrowings from any lenders during the year. Hence, reporting under clause 3(ix)(a) of the Order is not applicable.

(b) According to the information and explanations given to me and as per the records of the Company examined by me, the Company has not been declared a wilful defaulter by any bank, financial institution or other lender.

(c) According to the information and explanations given to me and as per the records of the Company examined by me, the Company has not availed any term loans during the year. Hence, reporting under clause 3(ix)(c) of the Order is not applicable.

(d) According to the information and explanations given to me, as per the records of the Company examined by me and on an overall examination of the financial statements of the Company, no funds have been raised on short term basis by the Company. Hence, reporting under clause 3(ix)(d) of the Order is not applicable.

(e) According to the information and explanations given to me and as per the records of the Company examined by me, the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, associates or joint ventures.

(f) According to the information and explanations given to me and as per the records of the Company examined by me, the Company has not raised any loans during the year on the pledge of any securities held in its subsidiaries, joint ventures or associate companies.

(x) (a) According to the information and explanations given to me and as per the records of the Company examined by me, the Company has not raised any moneys by way of initial public offer or further public offer during the year. Hence, reporting under clause 3(x)(a) of the Order is not applicable.

(b) According to the information and explanations given to me and as per the records of the Company examined by me, the Company has not made any preferential allotment or private placement of shares or convertible debentures during the year. Hence, reporting under clause 3(x)(b) of the Order is not applicable.

(xi) (a) According to the information and explanations given to me and as per the records of the Company examined by me, no fraud on or by the Company has been noticed or reported during the year under audit.

(b) According to the information and explanations given to me and as per the

records of the Company examined by me, no report in Form ADT-4 under sub-section (12) of section 143 has been filed during the year.

(c) According to the information and explanations given to me and as per the records of the Company examined by me no whistle blower complaints have been received by the Company during the year. Hence, reporting under clause 3(xi)(c) of the Order is not applicable.

(xii) The Company is not a Nidhi Company. Hence, reporting under clause 3(xii) of the Order is not applicable.

(xiii) According to the information and explanations given to me and based on my examination of the records of the Company, the transactions with the related parties are in compliance with sections 177 and 188 of the Act, where applicable; and the details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.

(xiv) (a) According to the information and explanations given to me and as per the records of the Company examined by me, I am of the opinion that the Company has an internal audit system commensurate with the size and nature of its business.

(b) I have considered the internal audit reports of the Company issued till date for the period under audit.

(xv) According to the information and explanations given to me and as per the records of the Company examined by me, the Company has not entered into any non-cash transactions with any director or any person connected with him. Hence, reporting under clause 3(xv) of the Order is not applicable.

(xvi) (a) The Company is no longer in to non-banking finance business since it surrendered its certificate of registration under section 45-IA of the Reserve Bank of India Act, 1934 on 15/10/2015. Hence, the Company is not required to registered under the said section 45-IA of the RBI Act.

(b) According to the information and explanations given to me and as per the records of the Company examined by me the Company has not conducted any Non-Banking Financial or Housing Finance activities during the year.

(c) The Company is not a Core Investment Company as defined in the regulations made by the Reserve Bank of India. Hence, reporting under clause 3(xvi)(c) of the Order is not applicable.

(d) The Company does not belong to any Group that has any Core Investment Company as part of the Group. Hence, reporting under clause 3(xvi)(d) of the Order is not applicable.

(xvii) The Company has not incurred any cash losses during the financial year under audit, nor during the immediately preceding financial year.

(xviii) There has been no resignation of statutory auditors during the year under audit.

(xix) On an analysis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements, my knowledge of the Board of Directors and management plans and based on the examination of the evidence supporting the assumptions, noting has come to my attention which causes me to believe that any material

uncertainty exists as on the date of the audit report that the 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. I, however, state that this is not an assurance as to the future viability of the Company. I further state that my reporting is based on the facts up to the date of the audit report and I 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 as per the records of the Company examined by me the provisions of section 135 are not applicable to the Company for the year under audit. Hence, reporting under clause 3(xx) of the Order is not applicable.

(xxi) The Company does not have any subsidiaries or associate companies so as to require preparation of consolidated financial statements under sub-section (3) of section 129. Hence, reporting under clause 3(xxi) of the order is not applicable.

PLACE: Vijayawada
DATE: 27/05/2022

UDIN: 22225109AJSIXJ5359

(V. SHILPA)
Chartered Accountant
M.No.225109

ANNEXURE-B: **Report on the Internal Financial Controls under clause (i) of sub-section 3 of Section 143 of the Companies Act, 2013**

I have audited the internal financial controls over financial reporting of M/s **Swarna Securities Limited** ("the Company") as of 31st March, 2022 in conjunction with my audit of the financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

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

Auditors' Responsibility

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

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

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

Meaning of Internal Financial Controls over Financial Reporting

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

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

Inherent Limitations of Internal Financial Controls over Financial Reporting

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

Opinion

In my opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March 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.

PLACE: Vijayawada
DATE: 27/05/2022

UDIN: 22225109AJSIXJ5359

(V.SHILPA)
Chartered Accountant
M.No.225109

BALANCE SHEET AS AT 31st MARCH, 2022

	Note No.	As at 31.03.2022	As at 31.03.2021
ASSETS			
Non-current assets			
Property, Plant and Equipment	1	919526	8828
Investment Property	2	28299968	28299968
Capital Work in Progress		6895027	0
Deferred tax assets (net)	3	64940	64940
Other non-current assets	4	10079993	5479993
Current assets			
Financial Assets			
Investments	5	609746	609746
Cash and cash equivalents	6	627025	5952790
Loans	7	958000	958000
Other current assets	8	118000	0
Total Assets		48572225	41374265
EQUITY AND LIABILITIES			
Equity			
Equity Share capital	9	30000000	30000000
Other Equity	10	13328242	6118460
Total Equity		43328242	36118460
Liabilities			
Non-current liabilities			
Financial Liabilities			
Provisions		0	0
Other non-current liabilities	11	5044530	5044530
Current liabilities			
Other current liabilities	12	199453	211275
Total Liabilities		5243983	5255805
Total Equity and Liabilities		48572225	41374265

As per my report of even date

For and on behalf of the Board

(V.SHILPA)
Chartered Accountant
M.No.225109

(M.MURALIKRISHNA)
Managing Director
DIN: 01889812

(M.ANIL KUMAR)
Company Secretary
M.No. A27989

(M.V.N.S.SUSHMA)
Director
DIN: 01890545

(G. CHAYA DEVI)
CFO
PAN: AWUPG1252C

Vijayawada, 27th May, 2022

STATEMENT OF PROFIT AND LOSS FOR THE PERIOD ENDED 31st MARCH, 2022

(Rs.)

	Note No.	2021-22	2020-21
Income			
Revenue From operations	13	226315	70975
Other Income	14	11789116	10596477
Total Income		12015431	10667452
Expenses			
Employee benefits expense	15	1140000	1070000
Finance costs		0	0
Depreciation and amortization expenses	1	17760	1938
Other expenses	16	1947888	2139616
Total expenses		3105648	3211554
Profit/(loss) before tax		8909782	7455898
Tax expense:			
Current tax - current year		1700000	1400000
- previous years		0	(72174)
Deferred tax		0	0
Profit/(loss) for the year		7209782	6128072
Earning per Equity share of face value of Rs.10/- each			
Basic		2.40	2.04
Diluted		2.40	2.04

As per my report of even date

For and on behalf of the Board

(V.SHILPA)
Chartered Accountant
M.No.225109

(M.MURALIKRISHNA)
Managing Director
DIN: 01889812

(M.ANIL KUMAR)
Company Secretary
M.No. A27989

(M.V.N.S.SUSHMA)
Director
DIN: 01890545

(G. CHAYA DEVI)
CFO
PAN: AWUPG1252C

Vijayawada, 27th May, 2022

CASH FLOW STATEMENT FOR THE YEAR ENDED 31st MARCH, 2022

Amount in Rs.

PARTICULARS	31.03.2022	31.03.2021
I. CASH FLOW FROM OPERATING ACTIVITIES:		
Net Profit before tax	8909782	7455898
Add/Less: Adjustments for		
Provision/(Reversal) for NPAs	0	0
Depreciation	17760	1938
Operating profit before working capital changes	8927542	7457836
Add/Less: Adjustments for working capital		
Increase/Decrease in Loans	0	0
Increase/Decrease in Other Current Assets	(118000)	237600
Increase/Decrease in Current Liabilities	(7000)	(22187)
Cash generated from operations	8802542	7673249
Less: Direct taxes paid	1704822	1342102
Net cash used in operating activities	7097720	6331147
II. CASH FLOW FROM INVESTING ACTIVITIES:		
Purchase of Property, Plant & equipments and Intangible assets	(928458)	(17464)
Disposal of Property, Plant & equipments and Intangible assets	0	0
Increase/Decrease in Other non-current assets	(11495027)	(1200000)
Increase/Decrease in Other non-current liabilities	0	0
Net cash used in Investing activities	(12423485)	(1217464)
III. CASH FLOW FROM FINANCING ACTIVITIES:		
Proceeds from issue of Share Capital	0	0
Share Application Received	0	0
Proceeds from Long-term borrowings	0	0
Net cash from financing activities	0	0
Net increase / decrease in cash and cash equivalents	(5325765)	5113683
Cash and cash equivalents at the beginning of the period	5952790	839107
Cash and cash equivalents at the end of the period	627025	5952790
Net increase / decrease in cash and cash equivalents	(5325765)	5113683

As per my report of even date

For and on behalf of the Board

(V.SHILPA)
Chartered Accountant
M.No.225109

(M.MURALIKRISHNA)
Managing Director
DIN: 01889812

(M.ANIL KUMAR)
Company Secretary
M.No. A27989

(M.V.N.S.SUSHMA)
Director
DIN: 01890545

(G. CHAYA DEVI)
CFO
PAN: AWUPG1252C

Vijayawada, 27th May, 2022

STATEMENT OF CHANGES IN EQUITY

A. Equity Share Capital (Rs.)

Balance at the beginning of the reporting period	Changes in equity share capital during the year	Balance at the end of the reporting period
30000000	0	30000000

B. Other Equity (Rs.)

	Share application money pending allotment	Equity component of compound financial instrument	Reserve and Surplus				Debt instrument through other comprehensive income	Equity instrument through other comprehensive income	Effective portion of Cash Flow Hedges	Revalution Surplus	Exchange difference on translating the financial statement	Other items of other comprehensive income	Money received against share capital	Total
			General Reserve	Securities Premium	Reserve Fund	Retained Earning								
Balance at the beginning of the reporting period	0	0	805000	0	2191000	3122460	0	0	0	0	0	0	0	6118460
Changes in accounting policy or prior period errors	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Restated balance at the begining of the reporting period	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Total comprehensive income for the year	0	0	805000	0	2191000	3122460	0	0	0	0	0	0	0	6118460
Dividends	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Transfer to retained earnings	0	0	0	0	0	7209782	0	0	0	0	0	0	0	7209782
Any other change (to be specified)	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Balance at the end of the reporting period	0	0	805000	0	2191000	10332242	0	0	0	0	0	0	0	13328242

NOTES TO FINANCIAL STATEMENTS

1. Property, Plant and Equipment

Name of the Asset	Date of purchase	Gross Block				Depreciation				Net Block	
		Cost 31.03.2021	Addition	Sale /Tfr	Total cost	Upto 31.03.2021	For the year	Sale /Tfr	Total 31.03.2022	W.D.V 31.03.2021	W.D.V 31.03.2022
Furniture & Fittings		609590			609590	604893	850.00		605743	4697	3847
Computer & Printer		264705	40500		305205	264490	16286.00		280776	215	24429
Electrical Fittings		61151			61151	59901	174.00		60075	1250	1076
Airconditioner		56150			56150	54148	278.00		54426	2002	1724
Hero Honda		40442			40442	39778	172.00		39950	664	492
Tractor	31-03-2022		887958		887958	0	0.00		0	0	887958
TOTAL		1032038	928458	0	1960496	1023210	17760	0	1040970	8828	919526

2. Investment Property

Name of the Asset	Date of purchase	Gross Block				Depreciation				Net Block	
		Cost 31.03.2021	Addition	Sale /Tfr	Total cost	Upto 31.03.2021	For the year	Sale /Tfr	Total 31.03.2022	W.D.V 31.03.2021	W.D.V 31.03.2022
Land & Building		28299968	0	0	28299968	0	0		0	28299968	28299968
TOTAL		28299968	0	0	28299968	0	0		0	28299968	28299968

As per my report of even date

For and on behalf of the Board

(V SHILPA)
Chartered Accountant
M.No.225109

(M. MURALI KRISHNA)
DIN: 01889812

(M.ANIL KUMAR)
Company Secretary
M.No. A27989

(M.V.N.S.SUSHMA)
Director
DIN: 01890545

(G. CHAYA DEVI)
CFO
PAN: AWUPG1252C

Vijayawada, 27th May, 2022

NOTES TO FINANCIAL STATEMENTS

	As at 31.03.2022	As at 31.03.2021
3. Deferred tax assets		
Balance as per last account	64940	64940
	64940	64940
4. Other non-current assets		
Telephone Deposit	4000	4000
Electricity Deposit	65993	65993
Advance for land	10010000	5410000
	10079993	5479993
5. Investments - Current		
Equity Shares - Quoted	28446	28446
Equity Shares - Unquoted	550000	550000
Mutual Funds - Quoted	31300	31300
	609746	609746
6. Cash and cash equivalents		
Cash on hand	93137	186200
Cash at banks	533888	1019092
Fixed Deposits with Banks	0	4747498
	627025	5952790
7. Loans - Current		
Standard	958000	958000
	958000	958000
8. Other current assets		
Sundry Debtors	118000	0
	118000	0

As per my report of even date

For and on behalf of the Board

(V.SHILPA)
Chartered Accountant
M.No.225109

(M.MURALIKRISHNA)
Managing Director
DIN: 01889812

(M.ANIL KUMAR)
Company Secretary
M.No. A27989

(M.V.N.S.SUSHMA)
Director
DIN: 01890545

(G. CHAYA DEVI)
CFO
PAN: AWUPG1252C

Vijayawada, 27th May, 2022

NOTES TO FINANCIAL STATEMENTS

	As at 31.03.2022	As at 31.03.2021
9. Share Capital		
Authorised		
36,00,000 Equity Shares of Rs.10/- each	36000000	36000000
	=========	=========
Issued, Subscribed & Paid-up		
30,00,000 Equity Shares of Rs.10/- each	30000000	30000000

(The Company has only one class of equity shares having a par value of Rs.10/- per share.

Details of shareholders holding more than 5% of the aggregate shares in the Company

	As at 31/03/2022		As at 31/3/2021	
Name of the shareholder	No. of	%age of	No. of	%age of
M Muralikrishna	718750	23.96%	718750	23.96%
Siva Credits (P) Ltd.	482657	16.09%	482657	16.09%
APIDC Ltd.	250000	8.33%	250000	8.33%
M V N S Sushma	237400	7.91%	237400	7.91%
P Kasturi	348200	11.61%	348200	11.61%

10. Other Equity		
a. General Reserve		
Balance as per last account	805000	805000
b. Reserve Fund	2191000	2191000
c. Surplus		
Opening balance	3122460	-3005612
Add/(Less): Net profit/(loss) for the year	7209782	6128072
Closing balance	10332242	3122460
	13328242	6118460
11. Other non-current liabilities		
Rent deposit	5044530	5044530
	5044530	5044530
12. Other current liabilities		
Expenses payable	20000	45000
GST payable	138899	120899
Provision for taxation	40554	45376
	199453	211275
Provision for taxation (Net of Advance Tax)	45376	59652
Add: Provision for the year	1700000	1327826
	1745376	1387478
Less: Income tax paid during the year	1704822	1342102
	40554	45376

As per my report of even date

For and on behalf of the Board

(V.SHILPA)
Chartered Accountant
M.No.225109

(M.MURALIKRISHNA)
Managing Director
DIN: 01889812

(M.ANIL KUMAR)
Company Secretary
M.No. A27989

(M.V.N.S.SUSHMA)
Director
DIN: 01890545

(G. CHAYA DEVI)
CFO
PAN: AWUPG1252C

Vijayawada, 27th May, 2022

NOTES TO FINANCIAL STATEMENTS

	For the Y.E. 31.03.2022	For the Y.E. 31.03.2021
13. Revenue from Operations		
Interest Received	226315	70975
	226315	70975
14. Other Income		
Dividends	86700	2965
Rent received	11702416	10593512
	11789116	10596477
15. Employee Benefit Expenses		
Salaries	1140000	1070000
	1140000	1070000
16. Other Expenses		
Establishment Expenses		
Fees, Licences & Taxes	917098	977954
Postage and Telephones	30	1073
Conveyance and Travelling	14100	15079
Printing and Stationery	8308	5688
Audit Fee - Statutory Audit	20000	20000
Bank Charges	1607	748
Advertisement	82336	16065
Miscellaneous Expenditure	2923	3800
Repairs & Maintenance	826954	820814
Insurance	74532	78395
Donations	0	200000
	1947888	2139616

As per my report of even date

For and on behalf of the Board

(V.SHILPA)
Chartered Accountant
M.No.225109

(M.MURALIKRISHNA)
Managing Director
DIN: 01889812

(M.ANIL KUMAR)
Company Secretary
M.No. A27989

(M.V.N.S.SUSHMA)
Director
DIN: 01890545

(G. CHAYA DEVI)
CFO
PAN: AWUPG1252C

Vijayawada, 27th May, 2022

NOTES TO FINANCIAL STATEMENTS:

SIGNIFICANT ACCOUNTING POLICIES & NOTES ON ACCOUNTS

1) INCOME RECOGNITION:

a) The Company recognizes Hire purchase Finance Charges, Interest on Hypothecation Loans on equal spread method and interest on loans on accrual basis.

b) In pursuance to the Non-Banking Finance Companies Prudential Norms (Reserve Bank) Directions, 1998, the income on Hire Purchase, Lease and other Loan Accounts which have been classified as Non-Performing Assets has been accounted for on realization basis.

c) Additional Finance Charges and Dividends are accounted for as and when received. Dividend on Chit Subscription is accounted for on due basis.

2) FIXED ASSETS:

All the Fixed Assets including assets given on lease are stated in the Balance Sheet at cost less accumulated depreciation. Cost of acquisition of fixed assets is inclusive of insurance, compensation charges, freight, duties, taxes and cost of installation as applicable.

3) DEPRECIATION:

Depreciation is provided on Written Down Value Method based on the useful life of the assets as prescribed in Schedule II to the Companies Act, 2013.

4) CAPITAL WORK-IN-PROGRESS

Ageing schedule of Capital Work-in-progress:

Particulars	Amount in CWIP for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
(i) Projects in Progress	68,95,027	--	--	--	68,95,027
(ii) Projects temporarily suspended	--	--	--	--	--
Total Capital Work-in-progress	68,95,027	--	--	--	68,95,027

5) INVESTMENTS

Investments are stated at cost

6) STOCK OF SHARES IN TRADE

Stocks of shares in trade, where quoted, are valued scrip-wise at cost or market value as per quotations available as on the Balance Sheet date, whichever is less. Unquoted equity shares are valued at cost or break-up value, whichever is lower. Where the balance sheet of the invested company is not available, such shares are valued at one rupee.

7) The Board of Directors in their meeting held on 15/10/2015 has decided to come out of the NBFC business. Accordingly, the certificate of registration issued by the Reserve Bank of India under the provisions of section 45-IA of the Reserve Bank Act, 1934 has been surrendered for cancellation. The Reserve Bank has duly passed an order dated 21/03/2016 cancelling the certificate of registration. Thus, the Company is no longer in to NBFC business, but is merely collecting the outstanding dues.

8) CONTINGENT LIABILITIES

There are no contingent liabilities.

9) The Balances on account of Lease, Hire Purchase, Other Debtors and Sundry Creditors are subject to confirmation. There are no dues to any SSI as on 31.03.2022.

10) MANAGERIAL REMUNERATION

No Remuneration is paid to the Managing Director during the year.

11) The timing difference between taxable income and the income as per the books of accounts being insignificant, no deferred tax asset or liability has been recognized for the year.

12) SEGMENT REPORTING

The Company has discontinued its non-banking finance business and has been in receipt of rental income only, during the year. As such the Company's activity falls within a single business and therefore there are no additional disclosures to be provided under Accounting Standard (AS-17) "Segment Reporting", other than those already provided in the financial statements.

13) RELATED PARTY TRANSACTIONS

There are no transactions during the year with any of the related parties, to be disclosed in accordance with the Indian Accounting Standard (Ind AS) 24 “Related Party Disclosures”.

14) EARNING PER SHARE:

In determining earnings - per share, the Company considers the net profit after tax and includes the post-tax effect of any extra-ordinary/exceptional item. The number of shares used in computing basic earnings per share is the weighted average number of shares outstanding during the period. The number of shares used in computing diluted earnings per share comprises the weighted average shares considered for deriving basic earnings per share, and also the weighted average number of equity shares that could have been issued on the conversion of all dilutive potential equity shares.

15) There was no expenditure on employees who are in receipt of remuneration covered in terms of the provisions of Rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 to furnish the particulars mentioned in Rule 5(1) thereof.

RATIOS

16) The applicable financial ratios to be disclosed for the years ended March 31, 2022 and March 31, 2021 are as follows:

Particulars	Numerator	Denominator	March 31, 2022	March 31, 2021	Variation in %	Reasons for variation
Current Ratio	Current Assets	Current liabilities	11.60	35.60	-67.42%	Fixed deposits with banks were withdrawn to be utilised for Capital work-in-progress
Return on Equity Ratio	Net profit after taxes	Average shareholder's equity	16.64%	16.97%	-1.93%	
Net Profit Ratio	Net profit	Revenue	60.00%	57.45%	4.45%	
Return on Capital Employed	Earnings before interest & taxes	Capital employed	20.56%	20.64%	-0.38%	
Return on Investment	Income generated from investments	Average invested funds	14.22%	0.49%	2824.11 %	Dividends from companies have increased during the year

BORROWINGS FROM BANKS

17) The Company has not been granted any working capital limits from banks or financial institutions at any point of time during the year.

RELATIONSHIP WITH STRUCK-OFF COMPANIES

18) The Company did not have any transactions with companies struck off under section 248 of the Companies Act, 2013 or section 560 of Companies Act, 1956 considering the information available

COMPLIANCE WITH NUMBER OF LAYERS OF COMPANIES

19) The Company do not have any parent company and accordingly, compliance with the number of layers prescribed under clause (87) of section 2 of the Act read with Companies (Restriction on number of Layers) Rules, 2017 is not applicable for the year under consideration.

SCHEME OF ARRANGEMENTS

20) There are no schemes of arrangements approved by the Competent Authority in terms of sections 230 to 237 of the Companies Act, 2013 during the year.

21) There was no consumption of imported raw materials, components or spare parts during the year.

22) There were no earnings or expenditure in foreign currency during the year.

23) Previous Year's Figures are regrouped wherever necessary

24) Paises are rounded off to the nearest rupee

As per my report of even date

For and on behalf of the Board
Swarna Securities Limited

M.V.N.S. SUSHMA
Director
DIN: 01890545

M.MURALIKRISHNA
Managing Director
DIN: 01889812

V. SHILPA
Chartered Accountant
M.No.225109
UDIN : 21225109AAAAAB2846

M. ANIL KUMAR
Company Secretary
M.No. A27989

G. CHAYA DEVI
CFO
PAN: AWUPG1252C

Vijayawada
27th May, 2022

Vijayawada
27th May, 2022

SWARNA SECURITIES LIMITED

Regd. Office : II Floor, Swarnalok Complex, Vijayawada - 520 002

ATTENDANCE SLIP

NAME OF THE SHAREHOLDER* / PROXY*	FOLIO NO.OF NO.SHARES HELD

I hereby record my presence at the 32nd Annual General Meeting held at Vijayawada, Andhra Pradesh on Thursday, the 21st Day of July, 2022 at D. No. 54-15-3, Srinagar Colony, Ring Road, Vijayawada -8 at 11.00 A.M.

SIGNATURE OF THE SHAREHOLDER / PROXY

* Strike out whichever is not applicable.

NOTE : Please handover the slip at the entrance of the Meeting Venue.

SWARNA SECURITIES LIMITED

Regd. Office : II Floor, Swarnalok Complex, Vijayawada - 520 002

PROXY FORM

I/We ..... of ..... in the District of ..... being a Member(s) of the above named Company hereby appoint ..... of ..... or failing him ..... of ..... in the district of ..... as my / our proxy to attend and vote for me/us on my/our behalf at the 32nd Annual General Meeting of the Company to be held on Thursday, the 21st Day of July, 2022 at D.No. 54-15-3, Srinagar Colony, Ring Road, Vijayawada -8 at 11.00 A.M.

Signed at ..... this ..... day of ..... 2022.

Folio No.

Number of Shares held :

Signature : ....

Note : 1. The Proxy need not be a member
2. The form of proxy, duly signed across Re. 1/- Revenue Stamp should reach the Company, not less than 48 hours before the time fixed for the meeting.

IF UNDELIVERED PLEASE RETURN TO :

SWARNA SECURITIES LIMITED
27-1-102, II Floor
Governorpet
VIJAYAWADA - 520 002.
Phone : 0866-2575928