Panafic Industrials Ltd.

Regd. Off: 23, II Floor, North West Avenue, Club Road,
West Punjabi Bagh, New Delhi – 110026
Ph.: 011-25223461, 25221200
E-mail: Panafic.industrials@gmail.com
Website: www.panaficindustrialsltd.com
CIN: L45202DL1985PLC019746

08th September, 2021

To,
Department of Corporate Services
BSE Limited
Phiroze Jeejeebhoy Towers,
Dalal Street, Mumbai- 400001

Scrip Code: 538860

Subject: Submission of Annul Report U/s 34 (1) of SEBI (LODR) Regulations, 2015

Dear Sirs

Pursuant to regulation 34 of SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015, please find enclosed herewith the Annual Report for the financial year ended 31st March, 2021 including Notice of the Annual general Meeting of the Company scheduled to be held on Thursday, 30th September, 2021 at 09:00 AM at the registered office of the Company at 23, IInd Floor, North West Avenue, Club Road, West Punjabi Bagh, New Delhi-110026.

The Company will provide to its members the facility to cast their vote(s) on all resolutions set out in the Notice by electronic means ("e-voting"). The Remote e-voting Details are given below:

Cut-off Date for ascertaining list of shareholder for remote e-voting	23.09.2021
Remote e-voting Start date with time	27.09.2021 at 9.00 am
Remote e-voting End date with time	29.09.2021 at 5.00 pm
Day, Date and Time of AGM	Thursday, 30.09.2021 at 09.00 am

Kindly take the same on your records.

Thanking You,

Yours faithfully

For Panafic Industrials Limited

Priti Gupta

(Priti Gupta)
Company Secretary & Compliance Officer
M. No. A29675

PANAFIC INDUSTRIALS LIMITED

CIN: L45202DL1985PLC019746

36TH ANNUAL REPORT

For Financial Year 2020-21

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CORPORATE INFORMATION

BOARD OF DIRECTORS

Ms. Sarita Gupta
Managing Director
DIN: 00113099

Ms. Renu
Non-Executive Director
DIN: 03572788

Mr. Sanjeev Kumar
Non-Executive Independent Director
DIN: 06625416

Mr. Shri Kishan Gupta
Non-Executive Independent Director
DIN: 08430379

COMPANY SECRETARY & COMPLIANCE OFFICER

Mrs. Priti Gupta

CHIEF FINANCIAL OFFICER

Ms. Sarita Gupta

STATUTORY AUDITORS

SRDP & CO.
Chartered Accountants
508, Arunachal Building,
19, Barakhamba Road,
New Delhi – 110001
Contact Person: Mr. Sudhir Kumar Agarwal

SECRETARIAL AUDITOR

Sheetal Bansal
Company Secretaries
3rd Floor, E-39, Pandav Nagar,
Near Patparganj, New Delhi-110091

REGISTRAR & TRANSFER AGENT

Skyline Financial Services Private Limited
D-153A, First Floor, Okhla Industrial Area, Phase-I,
New Delhi-110020

ANNUAL GENERAL MEETING

Date: 30th September, 2021
Time: 09.00 A.M.
Day: Thursday
Venue: 23, IInd Floor, North West Avenue, Club Road,
West Punjabi Bagh, New Delhi-110026

NAME OF THE STOCK EXCHANGES AT WHICH THE COMPANY'S SHARES ARE LISTED

BSE Limited

PANAFIC

REGISTERED OFFICE
23, II Floor, North West Avenue,
Club Road, West Punjabi Bagh,
New Delhi-110026

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NOTICE

Notice is hereby given that the Thirty-Sixth (**36th**) **Annual General Meeting** of the Members of **Panafic Industrials Limited** will be held on **Thursday, the 30th day of September, 2021** at **09.00 A.M.** at the registered office of the Company at 23, IInd Floor, North West Avenue, Club Road, West Punjabi Bagh, New Delhi-110026 to transact the following businesses:

ORDINARY BUSINESS:

1. To receive, consider and adopt the Audited Financial Statements of the Company for the financial year ended 31st March, 2021 together with the Reports of the Board of Directors and Auditors thereon.

2. To appoint a Director in place of Mrs. Sarita Gupta (DIN: 00113099), who retires by rotation, and being eligible, offers himself for re-appointment.

3. Appointment of M/s SRDP & Co. , Chartered Accountants (FRN: 509930C) as Statutory Auditors in casual vacancy.

To consider and, if thought fit, with or without modification(s), to pass the following resolution(s) as an Ordinary Resolution(s) by approving the appointment of M/s. SRDP & Associates, Chartered Accountants (ICAI Firm Registration No. 509930C) as Statutory Auditors of the Company effective from 30th September, 2021 till the conclusion of Thirty Seventh Annual General Meeting arising out of the casual vacancy caused by the resignation of M/s. Rohit Suri & Associates, Chartered Accountants.

ORDINARY RESOLUTION:

"**RESOLVED THAT** pursuant to the provisions of Section 139(8) and other applicable provisions, if any, of the Companies Act, 2013 as amended from time to time or any other law for the time being in force (including any statutory modification or amendment thereto or re-enactment thereof for the time being in force), as recommended by the Board of Directors of the company, M/s. SRDP & Co, (New Auditor) Chartered Accountants (FRN.:509930C), New Delhi, be and are hereby appointed as Statutory Auditors of the Company to fill the casual vacancy caused by the resignation of M/s. Rohit Suri and Associates (old Auditor) Chartered Accountants (FRN.:012259N), New Delhi.

RESOLVED FURTHER THAT M/s. SRDP & Co., Chartered Accountants, (FRN.: 509930), be and are hereby appointed as Statutory Auditors of the Company from this Annual General Meeting and that they shall hold the office of the Statutory Auditors of the Company from the conclusion of this meeting until the conclusion of the next Annual General Meeting and that they shall conduct the Statutory Audit for the period ended 31st March, 2022 on such remuneration as may be fixed by the Board of Directors in consultation with them.

RESOLVED FURTHER THAT any of the Board of Directors, be and is hereby empowered and authorised to take such steps, in relation to the above and to do all such acts, deeds, matters and things as may be necessary, proper, expedient or incidental for giving effect to this resolution and to file necessary E-Forms with Registrar of Companies."

By Order of the Board
For Panafic Industrials Limited
Sd/-

Place: Delhi
Date: 03rd September, 2021

Priti Gupta
Company Secretary & Compliance Officer
M No.: A29675

NOTES:

1. **A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT ONE OR MORE PROXIES TO ATTEND AND VOTE INSTEAD OF HIMSELF/ HERSELF AND THE PROXY SO APPOINTED NEED NOT BE A MEMBER OR MEMBERS, AS THE CASE MAY BE, OF THE COMPANY. A BLANK PROXY FORM IS ENCLOSED.** Proxies in order to be effective must be received at the Company's Registered Office not less than 48 hours before the commencement of the Meeting. Proxies submitted on behalf of companies, societies, partnership firms etc. must be supported by appropriate resolution/authority, as applicable, issued on behalf of the nominating organization.

   Members are requested to note that a person can act as a proxy on behalf of Members not exceeding fifty and holding in the aggregate not more than ten percent of the total share capital of the Company carrying voting rights. In case a proxy is proposed to be appointed by a member holding more than ten percent of the total share capital of the Company carrying voting rights, then such proxy shall not act as a proxy for any other person or shareholder.

2. Corporate Members intending to send their authorised representatives to attend the Annual General Meeting (AGM) are requested to send a certified copy of the Board Resolution authorizing their representative to attend and vote on their behalf at the AGM.

3. Members/Proxies and authorised representatives are requested to bring their duly completed Attendance Slip enclosed herewith along with their copy of the Annual Report to the Meeting.

4. The route map showing directions to reach the venue of the Annual General Meeting is annexed.

5. In case of joint holders attending the meeting, only such joint holder who is higher in the order of names will be entitled to vote.

6. Members holding shares in physical form are requested to advise any change of address immediately to the Company's Registrar and Share Transfer Agent. Members holding shares in electronic form must send the advice about change in address to their respective Depository Participant only and not to the Company or the Company's Registrar and Share Transfer Agent.

7. Members holding shares in physical form are requested to consider converting their share certificates into dematerialized form to eliminate risks associated with physical shares and for ease in portfolio management. Members can contact the Company's Registrar and Share Transfer Agent for any assistance in this regard.

8. **Nomination Facility:** As per the provisions of Section 72 of the Companies Act, 2013 and Rule 19(1) of the Companies (Share Capital and Debentures) Rules, 2014, as amended, Members holding shares in physical form may file nomination in the prescribed Form SH-13 with the Company's Registrar and Share Transfer Agent. In respect of shares held in dematerialized form, the nomination form may be filed with the respective Depository Participant.

9. All documents referred to in the accompanying Notice and the Explanatory Statement shall be open for inspection by

the Members at the Registered Office of the Company on all working days except Saturdays, Sundays and Bank Holidays, during business hours up to the date of the Annual General Meeting.

10. Pursuant to the provisions of Section 91 of the Companies Act, 2013, the Register of Members and Share Transfer Books of the Company will remain closed from Thursday, 24rd September, 2021 to Wednesday, 30th September, 2021 **(both days inclusive)** in connection with AGM.

11. Electronic copy of the Annual Report 2020-21 is being sent to those Members whose e-mail address is registered with the Company / Depositories for communication purpose, unless any Member has requested for a physical copy of the same. For Members who have not registered their e-mail address, physical copies of the Annual Report are being sent by the permitted mode. Members may note that this Annual Report will also be available on the Company's website viz. www.panaficindustrialsltd.com.

12. To support the "Green Initiative", Members who have not registered their email addresses are requested to register the same with the Company's Registrar and Share Transfer Agent/their Depository Participants, in respect of shares held in physical/electronic mode, respectively.

13. Voting through Electronic Means:

a) In compliance with the provisions of Section 108 of the Act and the Rules framed thereunder, as amended to date and Regulation 44 of the Listing Regulations, the Members are provided with the facility to cast their vote electronically, through the e-Voting services provided by CDSL, on all the resolutions set forth in this Notice. The instructions for e-Voting are given herein below. Resolution(s) passed by Members through e-Voting is/are deemed to have been passed as if they have been passed at the AGM.

b) The facility for voting through poll shall also be made available at the AGM and the Members attending the meeting who have not cast their vote by remote e-Voting shall be able to exercise their right to vote at the Annual General Meeting.

c) The Company has appointed M/s Sheetal Bansal and Associates, Company Secretaries as the Scrutinizer to scrutinize the voting at the meeting and remote e-Voting process, in a fair and transparent manner.

d) The Members who have cast their vote by remote e-Voting prior to the Annual General Meeting may also attend the Annual General Meeting but shall not be entitled to cast their vote again.

e) **E-voting Instructions**:

THE INTRUCTIONS OF SHAREHOLDERS FOR REMOTE E-VOTING

Step 1 : Access through Depositories CDSL/NSDL e-Voting system in case of individual shareholders holding shares in demat mode.

Step 2 : Access through CDSL e-Voting system in case of shareholders holding shares in physical mode and non-individual shareholders in demat mode.

(i) The voting period begins on 27th September, 2021 at 09.00 A.M. and ends on 29th September, 2021 at 05.00 P.M. During this period shareholders' of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date (record date) of 23.09.2021 may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.

(ii) Shareholders who have already voted prior to the meeting date would not be entitled to vote at the meeting venue.

(iii) Pursuant to SEBI Circular No. SEBI/HO/CFD/CMD/CIR/P/2020/242 dated 09.12.2020, under Regulation 44 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, listed entities are required to provide remote e-voting facility to its shareholders, in respect of all shareholders' resolutions. However, it has been observed that the participation by the public non-institutional shareholders/retail shareholders is at a negligible level.

Currently, there are multiple e-voting service providers (ESPs) providing e-voting facility to listed entities in India. This necessitates registration on various ESPs and maintenance of multiple user IDs and passwords by the shareholders.

In order to increase the efficiency of the voting process, pursuant to a public consultation, it has been decided to enable e-voting to all the demat account holders, by way of a single login credential, through their demat accounts/ websites of Depositories/Depository Participants. Demat account holders would be able to cast their vote without having to register again with the ESPs, thereby, not only facilitating seamless authentication but also enhancing ease and convenience of participating in e-voting process.

Step 1 : Access through Depositories CDSL/NSDL e-Voting system in case of individual shareholders holding shares in demat mode.

(iv) In terms of **SEBI circular no. SEBI/HO/CFD/CMD/CIR/P/2020/242 dated December 9, 2020**_on e-Voting facility provided by Listed Companies, Individual shareholders holding securities in demat mode are allowed to vote through their demat account maintained with Depositories and Depository Participants. Shareholders are advised to update their mobile number and email Id in their demat accounts in order to access e-Voting facility.

Pursuant to abovesaid SEBI Circular, Login method for e-Voting **for Individual shareholders holding securities in Demat mode CDSL/NSDL** is given below:

Type of shareholders	**Login Method**
Individual Shareholders holding securities in Demat mode with **CDSL**	1) Users who have opted for CDSL Easi / Easiest facility, can login through their existing user id and password. Option will be made available to reach e-Voting page without any further authentication. The URL for users to login to Easi / Easiest are https://web.cdslindia.com/myeasi/home/login or visit www.cdslindia.com and click on Login icon and select New System Myeasi. 2) After successful login the Easi / Easiest user will be able to see the e-Voting option for eligible companies where the evoting is in progress as per the information provided by company. On clicking the evoting option, the user will be able to see e-Voting page of the e-Voting service provider for casting your vote during the remote e-Voting period. Additionally, there is also links provided to access the system of all e-Voting Service Providers i.e. CDSL/NSDL/KARVY/LINKINTIME, so that the user can visit the e-

	Voting service providers' website directly. 3) If the user is not registered for Easi/Easiest, option to register is available at https://web.cdslindia.com/myeasi/Registration/EasiRegistration 4) Alternatively, the user can directly access e-Voting page by providing Demat Account Number and PAN No. from a e-Voting link available on www.cdslindia.com home page or click on https://evoting.cdslindia.com/Evoting/EvotingLogin The system will authenticate the user by sending OTP on registered Mobile & Email as recorded in the Demat Account. After successful authentication, user will be able to see the e-Voting option where the evoting is in progress and also able to directly access the system of all e-Voting Service Providers.
Individual Shareholders holding securities in demat mode with **NSDL**	1) If you are already registered for NSDL IDeAS facility, please visit the e-Services website of NSDL. Open web browser by typing the following URL: https://eservices.nsdl.com either on a Personal Computer or on a mobile. Once the home page of e-Services is launched, click on the "Beneficial Owner" icon under "Login" which is available under 'IDeAS' section. A new screen will open. You will have to enter your User ID and Password. After successful authentication, you will be able to see e-Voting services. Click on "Access to e-Voting" under e-Voting services and you will be able to see e-Voting page. Click on company name or e-Voting service provider name and you will be re-directed to e-Voting service provider website for casting your vote during the remote e-Voting period. 2) If the user is not registered for IDeAS e-Services, option to register is available at https://eservices.nsdl.com. Select "Register Online for IDeAS "Portal or click at https://eservices.nsdl.com/SecureWeb/IdeasDirectReg.jsp 3) Visit the e-Voting website of NSDL. Open web browser by typing the following URL: https://www.evoting.nsdl.com/ either on a Personal Computer or on a mobile. Once the home page of e-Voting system is launched, click on the icon "Login" which is available under 'Shareholder/Member' section. A new screen will open. You will have to enter your User ID (i.e. your sixteen digit demat account number hold with NSDL), Password/OTP and a Verification Code as shown on the screen. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page. Click on company name or e-Voting service provider name and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period.
Individual Shareholders (holding securities in demat mode) login through their	You can also login using the login credentials of your demat account through your Depository Participant registered with NSDL/CDSL for e-Voting facility. After Successful login, you will be able to see e-Voting option. Once you click on e-Voting option, you will be redirected to NSDL/CDSL Depository site after successful authentication, wherein you can see e-Voting feature. Click on company name or e-Voting service provider name and you will be redirected to e-Voting service provider

Depository Participants	website for casting your vote during the remote e-Voting period.

Important note: Members who are unable to retrieve User ID/ Password are advised to use Forget User ID and Forget Password option available at abovementioned website.

Helpdesk for Individual Shareholders holding securities in demat mode for any technical issues related to login through Depository i.e. CDSL and NSDL

Login type	Helpdesk details
Individual Shareholders holding securities in Demat mode with **CDSL**	Members facing any technical issue in login can contact CDSL helpdesk by sending a request at helpdesk.evoting@cdslindia.comor contact at 022- 23058738 and 22-23058542-43.
Individual Shareholders holding securities in Demat mode with **NSDL**	Members facing any technical issue in login can contact NSDL helpdesk by sending a request at evoting@nsdl.co.in or call at toll free no.: 1800 1020 990 and 1800 22 44 30

Step 2 : Access through CDSL e-Voting system in case of shareholders holding shares in physical mode and non-individual shareholders in demat mode.

(v) Login method for Remote e-Voting for **Physical shareholders and shareholders other than individual holding in Demat form.**

1) The shareholders should log on to the e-voting website www.evotingindia.com.

2) Click on "Shareholders" module.

3) Now enter your User ID

   a. For CDSL: 16 digits beneficiary ID,
   b. For NSDL: 8 Character DP ID followed by 8 Digits Client ID,
   c. Shareholders holding shares in Physical Form should enter Folio Number registered with the Company.

4) Next enter the Image Verification as displayed and Click on Login.

5) If you are holding shares in demat form and had logged on to www.evotingindia.com and voted on an earlier e-voting of any company, then your existing password is to be used.

6) If you are a first-time user follow the steps given below:

	For Physical shareholders and other than individual shareholders holding shares in Demat.
PAN	Enter your 10 digit alpha-numeric *PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders) • Shareholders who have not updated their PAN with the Company/Depository Participant are requested to use the sequence number sent by Company/RTA or contact Company/RTA.
Dividend Bank Details **OR** Date of Birth (DOB)	Enter the Dividend Bank Details or Date of Birth (in dd/mm/yyyy format) as recorded in your demat account or in the company records in order to login. • If both the 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) Shareholders holding shares in physical form will then directly reach the Company selection screen. However, shareholders holding shares in demat form will now reach 'Password Creation' menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the demat holders for voting for resolutions of any other company on which they are eligible to vote, provided that company opts for e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.

(viii) For shareholders holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.

(ix) Click on the EVSN for Panafic Industrials Limited

(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 "RESOLUTIONS FILE LINK" if you wish to view the entire Resolution details.

(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 a print of the votes cast by clicking on "Click here to print" option on the Voting page.

(xv) If a demat account holder has forgotten the login password then Enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.

(xvi) **Additional Facility for Non – Individual Shareholders and Custodians –For Remote Voting only.**

- Non-Individual shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodians are required to log on to www.evotingindia.com and register themselves in the "Corporates" module.
- A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to helpdesk.evoting@cdslindia.com.
- After receiving the login details a Compliance User should be created using the admin login and password. The Compliance User would be able to link the account(s) for which they wish to vote on.
- The list of accounts linked in the login should be mailed to helpdesk.evoting@cdslindia.com and on approval of the accounts they would be able to cast their vote.
- A scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.
- Alternatively Non Individual shareholders are required to send the relevant Board Resolution/ Authority letter etc. together with attested specimen signature of the duly authorized signatory who are authorized to vote, to the Scrutinizer and to the Company at the email address viz; panafic.industrials@gmail.com (designated email address by company), if they have voted from individual tab & not uploaded same in the CDSL e-voting system for the scrutinizer to verify the same.

PROCESS FOR THOSE SHAREHOLDERS WHOSE EMAIL/MOBILE NO. ARE NOT REGISTERED WITH THE COMPANY/DEPOSITORIES.

1. For Physical shareholders- please provide necessary details like Folio No., Name of shareholder, scanned copy of the share certificate (front and back), PAN (self attested scanned copy of PAN card), AADHAR (self attested scanned copy of Aadhar Card) by email to **Company/RTA email id**.
2. For Demat shareholders -, Please update your email id & mobile no. with your respective Depository Participant (DP)
3. For Individual Demat shareholders – Please update your email id & mobile no. with your respective Depository Participant (DP) which is mandatory while e-Voting & joining virtual meetings through Depository.

If you have any queries or issues regarding e-Voting from the CDSL e-Voting System, you can write an email to helpdesk.evoting@cdslindia.com or contact at 022- 23058738 and 022-23058542/43.

All grievances connected with the facility for voting by electronic means may be addressed to Mr. Rakesh Dalvi, Sr. Manager, (CDSL) Central Depository Services (India) Limited, A Wing, 25th Floor, Marathon Futurex, Mafatlal Mill

Compounds, N M Joshi Marg, Lower Parel (East), Mumbai - 400013 or send an email to helpdesk.evoting@cdslindia.com or call on 022-23058542/43.

CONTACT DETAILS:-

Company	Panafic Industrials Limited 23, IInd Floor, North West Avenue, Club Road, West Punjabi Bagh, New Delhi - 110026
Company Secretary & Compliance Officer	Priti Gupta E-mail Id: panafic.industrials@gmail.com
Registrar & Share Transfer Agent	Skyline Financial Services(P)Limited D-153A, Ist Floor, Okhla Industrial Area, Phase-I, New Delhi - 110020
Agent e-voting Agency	Central Depository Services (India) Limited E-mail ID: helpdesk.evoting@cdslindia.com Ph: 022-22723333/8588
Scrutinizer	M/s Sheetal Bansal & Associates Practicing Company Secretaries bansalsheetal965@gmail.com

Details of Directors seeking appointment/re-appointment at the Annual General Meeting (Pursuant to Regulation 36(3) of the Listing Regulations)

Name of Directors	**Mrs. Sarita Gupta**
Date of Birth (age)	24/04/1972 (49)
Date of Appointment	28th August, 2017
Qualifications	B.com
Relationship between Directors inter-se	None
Expertise in specific functional area	Rich experience in Administration Sector
Directorships held in other Public Companies (excluding Foreign, Private and Section 8 Companies)	1(One)
Memberships / Chairmanships of Committees of other Public Companies (includes only Audit Committee and Stakeholders Relationship Committee)	-
No. of shares held in the Company	2662500 (3.24%)

ELECTRONIC VOTING PARTICULARS

EVSN (Electronic Voting Sequence Number)	PAN	USER ID	NO. OF SHARES

----------Tear Here----------

ATTENDANCE SLIP

Venue of the Meeting: 23, IInd Floor, North West Avenue, Club Road, West Punjabi Bagh, New Delhi-110026

Date and Time: 30th September, 2021 at 09:00 A.M.

PLEASE FILL ATTENDANCE SLIP AND HAND IT OVER AT THE ENTRANCE OF THE MEETING VENUE

Name	
Address	
DP-ID/CLIENT-ID*	
Regd. Folio No.	
No. of shares held	
Whether the member is attending the meeting in person or by proxy or by authorized representative.	
Name of the proxy (to be filed in if proxy attends instead of the member).	

**Applicable for investors holding shares in Electronic form.*

I certify that I am a registered Shareholders/Proxy for the registered Shareholder of the Company. I/we hereby record my/our presence at the Annual General Meeting of the Company held on Thursday, the 30th day of September, 2021 at 09.00 am at 23, IInd Floor, North West Avenue, Club Road, West Punjabi Bagh, New Delhi-110026.

Signature of the Member/Proxy
(To be signed at the time of handing over the slip)

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Form No. MGT-11

Proxy Form

[Pursuant to section 105(6) of the Companies Act, 2013 and rule 19(3) of the Companies (Management and Administration) Rules, 2014*]*

CIN: **L45202DL1985PLC019746**
Name of the Company: **Panafic Industrials Limited**
Venue of the Meeting: **23, IInd Floor, North West Avenue, Club Road, West Punjabi Bagh, New Delhi - 110026**
Date and Time: **30th September, 2021 at 09:00 A.M.**

I/We, being the member(s) of ……shares of the above named company, hereby appoint the following as my/our Proxy to attend vote (for me/us and on my/our behalf at the 36th Annual General Meeting of the Company to be held on 30th September, 2021 at 09.00 A.M. at 23, IInd Floor, North West Avenue, Club Road, West Punjabi Bagh, New Delhi – 110026 and at any adjournment thereof) in respect of such resolutions as are indicated below:

1. Name: _____
Address: _____
E-mail ID: _____
Signature: _____, or failing him/her

2. Name: _____
Address: _____
E-mail ID: _____
Signature: _____, or failing him/her

3. Name: _____
Address: _____
E-mail ID: _____
Signature: _____, or failing him/her

** I/We direct my/our Proxy to vote on the Resolutions in the manner as indicated below:

S. No.	Resolution	Number of shares held	For	Against
ORDINARY BUSINESS:				
1	To receive, consider and adopt the Audited Financial Statements of the Company for the financial year ended 31st March, 2021 together with the Reports of the Board of Directors and Auditors thereon.			
2	To appoint a Director in place of Mrs. Sarita Gupta (DIN: 00113099), who retires by rotation, and being eligible, offers himself for re-appointment.			

3.	Appointment of M/s SRDP & Co., Chartered Accountants (FRN: 509930C) as Statutory Auditors in casual vacancy.			

Signature of shareholder .....

Signature of Proxy holder(s) .....

Signed this ..... Day of 2021

Affix One Rupee Revenue Stamp

Note:

a. This form of proxy in order to be effective should be duly completed and deposited at the Registered Office of the Company, not less than 48 hours before the commencement of the Meeting.

b. Please put a tick mark (√) in the appropriate column against the resolutions indicated in the box. If a member leaves the "For" or "Against" column blank against any or all the Resolutions, the proxy will be entitled to vote in the manner he/she thinks appropriate.

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Form No. MGT-12
Polling Paper

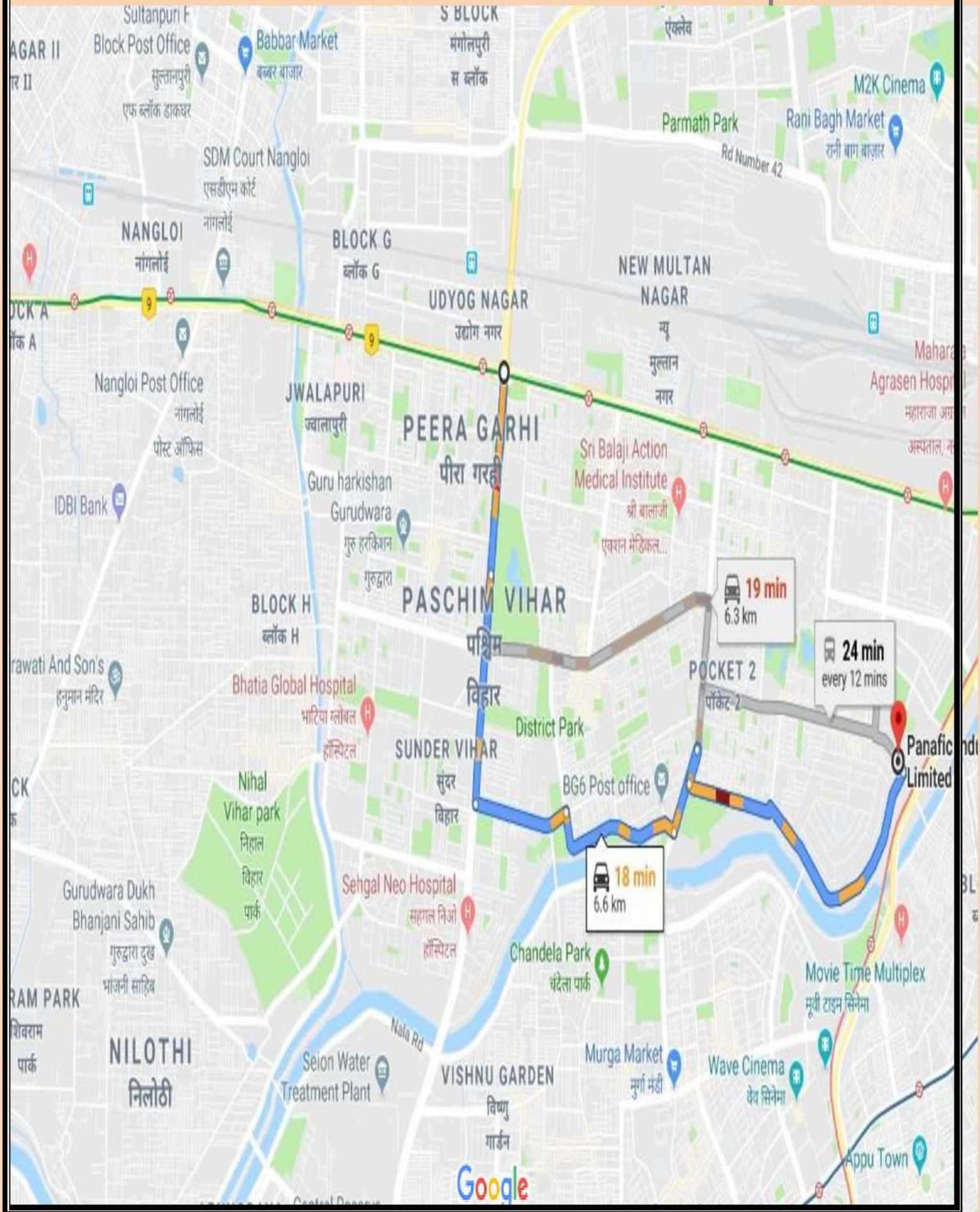
[Pursuant to Section 109(5) of the Companies Act, 2013 and Rule 21(1) (c) of the Companies (Management and Administration) Rules, 2014]

Name of the Company: Weekline Investment and Trading Company Limited Registered Office: 23, IInd Floor, North West Avenue, Club Road, West Punjabi Bagh, Delhi-110026 CIN: L65923DL1983PLC016657		
BALLOT PAPER		
S. No.	Particulars	Details
1.	Name of the first named Shareholder (In Block Letters)	
2.	Postal address	
3.	Registered Folio No./ *Client ID No. (*applicable to investors holding shares in dematerialized form)	
4.	Class of Share	Equity Shares

I hereby exercise my vote in respect of Ordinary/Special Resolutions enumerated below by recording my assent or dissent to the said resolutions in the following manner:

No.	Item No.	No. of shares held by me	I assent to the resolution	I dissent from the resolution
1.	To receive, consider and adopt the Audited Financial Statements of the Company for the financial year ended 31st March, 2021 together with the Reports of the Board of Directors and Auditors thereon			
2.	To appoint a Director in place of Mrs. Sarita Gupta (DIN: 00113099), who retires by rotation, and being eligible, offers himself for re-appointment			
3.	Appointment of M/s SRDP & Co., Chartered Accountants (FRN: 509930C) as Statutory Auditors in casual vacancy.			

PANAFIC


Babbar Market
बब्बर बाजार
S BLOCK
मंगोलपुरी
स ब्लॉक
M2K Cinema
Parmath Park
Rani Bagh Market
रानी बाग बाज़ार
Rd Number 42
SDM Court Nangloi
एसडीएम कोर्ट
नांगलोई
NANGLOI
नांगलोई
BLOCK G
ब्लॉक G
UDYOG NAGAR
उद्योग नगर
NEW MULTAN NAGAR
न्यू मुल्तान नगर
Nangloi Post Office
नांगलोई पोस्ट ऑफिस
JWALAPURI
ज्वालापुरी
PEERA GARHI
पीरा गरही
Sri Balaji Action Medical Institute
श्री बालाजी एक्शन मेडिकल...
IDBI Bank
Guru harkishan Gurudwara
गुरु हरकिशन गुरुद्वारा
BLOCK H
ब्लॉक H
PASCHIM VIHAR
पश्चिम विहार
19 min
6.3 km
24 min
every 12 mins
POCKET 2
पॉकेट 2
Bhatia Global Hospital
भाटिया ग्लोबल हॉस्पिटल
District Park
SUNDER VIHAR
सुंदर विहार
Panafic Limited
BG6 Post office
Nihal Vihar park
निहाल विहार पार्क
18 min
6.6 km
Gurudwara Dukh Bhanjani Sahib
गुरुद्वारा दुख भंजनी साहिब
Sehgal Neo Hospital
सहगल निओ हॉस्पिटल
Chandela Park
चंदेला पार्क
Movie Time Multiplex
मूवी टाइम सिनेमा
NILOTHI
निलोठी
Nala Rd
Seion Water Treatment Plant
VISHNU GARDEN
विष्णु गार्डन
Murga Market
मुर्गा मंडी
Wave Cinema
वेव सिनेमा
Appu Town
Google
APARTMENTS
Police Force

BOARD'S REPORT

To the Members,

Your Directors are pleased to present the 36th Annual Report together with the Audited Statement of Accounts for the year ended 31st March, 2021.

FINANCIAL RESULTS

The Company's financial performance for the year ended 31st March, 2021 is summarized below:

(in Rs.)

Particulars	For The Year Ended	
	31st March, 2021	31st March, 2020
Total Revenue	49,81,326	63,42,802
Total Expenses	33,65,723	2,29,50,644
Depreciation/Provisions	2,39,794	3,68,225
Profit/(Loss) Before Tax	31,25,929	(16,976,067)
Exceptional and extraordinary items	0	0
Provision for Taxation	(11,40,129)	(3,256,271)
Profit/(Loss) After Tax	27,55,732	(13,719,796)
Paid up Equity Capital	82,125,000	82,125,000

PERFORMANCE OF THE COMPANY

During the year under review, Company has earned revenue from Operation Rs.49,81,326 in comparison to last year revenue of Rs.63,42,802. This year Company has earned a Profit after tax of Rs. 27,55,732 in comparison to last year loss of Rs.1.37crores. Inspite of the challenges imposed due to second wave of pandemic Corona, Company has shown a good performance.

CHANGE IN THE NATURE OF BUSINESS

During the financial year under review, no changes have occurred in the nature of the Company's business.

DIVIDEND

Your directors did not recommend any dividend for the financial year 2020-21.

TRANSFER TO RESERVE

The Company transferred an amount of Rs.22,04,585 to the General Reserve for the Financial Year ended 31st March, 2021.

PUBLIC DEPOSITS

During the year under review, your Company has not invited or accepted any deposits. There are no unpaid or unclaimed deposits as on the date with the Company.

CHANGE IN THE NATURE OF BUSINESS

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

CHANGES IN THE SHARE CAPITAL

The Paid-up Equity Share Capital of the Company as on 31st March, 2021 was Rs. 8,21,25,000 comprising of 8,21,25,000 Equity Shares of Re.1/- each. During the year under review, the Company has not issued any fresh shares.

MATERIAL CHANGES AND COMMITMENT – IF ANY, AFFECTING FINANCIAL POSITION OF THE COMPANY FROM THE END OF THE FINANCIAL YEAR TILL THE DATE OF THIS REPORT:

There has been no material change and commitment, affecting the financial performance of the Company which occurred between the end of the financial year of the Company to which the financial statements relate and the date of this Report.

SUBSIDIARIES/JOINT VENTURES/ASSOCIATES

The Company does not have any Subsidiary/Joint Venture/Associate Company for the year ended on 31st March, 2021.

DIRECTORS' RESPONSIBILITY STATEMENT

The Board of Directors hereby confirms and accepts the responsibility for the following in respect of the Audited Annual Accounts for the financial year ended March 31, 2021:

i. That in the preparation of the annual accounts for the financial year ending 31st March, 2021, the applicable accounting standards had been followed along with proper explanation relating to material departures;
ii. That the directors had selected such accounting policies and applied them consistently and made judgements and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit of the Company for that period;
iii. That the directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
iv. The Directors have prepared the annual accounts of Company on a 'going concern' basis.
v. That proper internal financial controls were in place and that the financial controls were adequate and were operating effetely;
vi. That the directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

PANAFIC

DISCLOSURE ON COMPLIANCE WITH SECRETARIAL STANDARDS

Your Directors confirm that the Secretarial Standards issued by the Institute of Company Secretaries of India, have been complied with.

DIRECTORS AND KEY MANAGERIAL PERSONNEL

- **Board of Directors**

None of the Directors of the Company are disqualified under the provision of Section 164 and 165 of the Companies Act, 2013 as applicable on the date of this Board's Report.

As on date of this report, the composition of Board is as follows:

S. No.	Name of the Director	DIN	Designation	Date of Appointment
1.	Mrs. Sarita Gupta	00113099	Executive Managing Director	30/09/2014
2.	Ms. Renu	03572788	Non-Executive Director	30/09/2014
3.	Mr. Sanjeev Kumar	06625416	Non-Executive Independent Director	09/07/2013
4.	Mr. Shri Kishan Gupta	08430379	Non-Executive Independent Director	24/04/2019

Appointment
During the year under review, no Director was appointed.

Re-appointment
Further, the Company wished for the re-appointment Ms. Sarita Gupta (DIN: 00113099), who retires by rotation in our ensuing 36th Annual General Meeting as per the requirement of Section 152(6) of the Companies Act, 2013 and being eligible to offer herself for re-appointment.

Resignation
During the financial under 2020-21 no director was resigned.

Key Managerial Personnel
Following officials are appointed as the Key Managerial Personnel ("KMP") of the Company.

Company Secretary & Compliance Officer

Ms. Priti Gupta is appointed as a Company Secretary and Compliance Officer of the Company w.e.f. 10th February, 2020.

DECLARATION BY INDEPENDENT DIRECTORS

Mr. Sanjeev Kumar and Mr. Shri Kishan Gupta, Independent Directors of the Company have submitted their disclosures to the Board that they fulfill all the requirements as stipulated in Section 149(6) of the Companies Act, 2016 read with relevant rules thereto.

BOARD AND COMMITTEE MEETINGS

BOARD MEETINGS

Regular meetings of the Board are held at least once in a quarter, inter-alia, to review the quarterly results of the Company. Additional Board meetings are convened, as and when required, to discuss and decide on various business policies, strategies and other businesses. The Board meetings are held at the registered office of the Company.
During the year under review, Board of Directors of the Company met 6 times, viz, 10th June, 2020, 15th September, 2020, 20th September, 2019, 30th October, 2020, 13th November, 2020, 14th February, 2021.

DIRECTORS ATTENDANCE RECORD AND DETAILS OF DIRECTORSHIPS HELD

Name of the Directors	No. of Board Meetings attended during Financial Year 2020-21	Whether Previous AGM attended or not	No. of other Directorship in other Public Companies*
Mrs. Sarita Gupta	6	Yes	1
Mr. Shree Kishan Gupta	6	Yes	Nil
Mr. Sanjeev Kumar	6	Yes	Nil
Ms. Renu	6	Yes	1

COMMITTEE MEETINGS

A) Audit Committee

The Company has formed audit committee in line with the provisions Section 177 of the Companies Act, 2013 and Regulation 18 of the Listing Regulations. Audit Committee meeting is generally held one in quarter for the purpose of recommending the quarterly/half yearly/yearly financial results and the gap between two meetings did not exceed on hundred and twenty days. Audit Committee met five times on 10th June, 2020, 15th September, 2020, 30th October, 2020 and 13th November, 2020 and 14th February, 2021.

The composition of the Committee and the details of meetings attended by its members are given below:-

S. No.	Name of the Director	Designation	Number of meetings during the financial year 2020-2021	
			Held	Attended
1.	Mrs. Sarita Gupta	Member	5	5
2.	Mr. Shree Kishan Gupta	Member	5	5
3.	Mr. Sanjeev Kumar	Chairman	5	5

B) Nomination and Remuneration Committee

The Company has formed Nomination and Remuneration Committee in line with the provisions Section 178 of the Companies Act, 2013 and Regulation 19 of Listing Regulations. Nomination and Remuneration Committee meetings are generally held for identifying the person who is qualified to become Directors and may be appointed in senior management

and recommending their appointment and removal. During the year under review, committee met two times 10th June, 2020 and 13th November, 2020.

The composition of the Committee and the details of meetings attended by its members are given below:-

S. No.	Name of the Director	Designation	Number of meetings during the financial year 2020-21	
			Held	Attended
1.	Mr. Shree Kishan Gupta	Member	2	2
2.	Mr. Sanjeev Kumar	Chairman	2	2
3.	Mrs. Sarita Gupta	Member	2	2

C) ***Shareholder's/ Investor Grievance Committee***

The Company has constituted Stakeholder's Relationship Committee mainly to focus on the Redressal of Shareholders'/Investors' Grievances, if any, like Transfer/ Transmission/ Demat of Shares, Loss of Share Certificates, Non-receipt of Annual Report, Dividend Warrants, etc. During the year under review, Stakeholder's Grievance & Relationship Committee met four times 10th June, 2020, 15th September, 2020, 30th October, 2020 and 14th February, 2021.

The composition of the Committee and the details of meetings attended by its members are given below:-

S. No.	Name of the Director	Designation	Number of meetings during the financial year 2020-21	
			Held	Attended
1.	Mrs. Sarita Gupta	Member	4	4
2.	Mr. Sanjeev Kumar	Chairman	4	4
3.	Mr. Ankur Sharma	Member	4	4

EXTRAORDINARY GENERAL MEETING

No Extra Ordinary General Meeting was held during the year 2020-2021.

COMPANY'S POLICY RELATING TO DIRECTORS' AND KMP'S APPOINTMENT, PAYMENT OF REMUNERATION AND DISCHARGE OF THEIR DUTIES

The Company's policy relating to appointment of Directors and KMP, payment of Managerial remuneration, Directors' qualification, positive attributes, independence of directors and other related matters has been devised as per the provisions given under Section 178(3) of Companies Act, 2013.

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

1. Qualifications of Independent Directors

An Independent director shall possess appropriate skills, experience and knowledge in one or more fields of finance, law, management, sales, marketing, administration, research, corporate governance, operations or other disciplines related to the company's business.

2. Positive attributes of Independent Directors
An independent director shall be a person of integrity, who possesses relevant expertise and experience and who shall uphold ethical standards of integrity and probity; act objectively and constructively; exercise his responsibilities in a bona-fide manner in the interest of the company; devote sufficient time and attention to his professional obligations for informed and balanced decision making; and assist the company in implementing the best corporate governance practices.

3. Independence of Independent Directors
An Independent director should meet the requirements of the Companies Act, 2013 and Listing Regulations concerning independence of directors.

INDEPENDENT DIRECTORS DECLARATION
The Company has received the necessary declaration from each ID in accordance with Section 149(7) of the Companies Act, 2013, that he/she meets the criteria of independence as laid out in sub-section (6) of Section 149 of the Companies Act, 2013 and Regulation 16(1)(b) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

CERTIFICATE BY PRACTICING COMPANY SECRETARY
The Company has received certificate from Ms. Sheetal Bansal, Proprietor of Sheetal Bansal & Associates, Practising Company Secretaries, confirming that none of the Directors of the Company have been debarred or disqualified from being appointed or continuing as director of companies by the SEBI/ Ministry of Corporate of Affairs or any such authority. The certificate is attached as **"ANNEXURE C"**.

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

In line with the requirement of Regulation 25(3) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Board has carried out an Annual Evaluation of its own performance, performance of the Directors and the working of its Committees based on the evaluation criteria defined by Nomination and Remuneration Committee (NRC) for performance evaluation process of the Board, its Committees and Directors.

The Board's functioning was evaluated on various aspects, including inter-alia the Structure of the Board, Meetings of the Board, Functions of the Board, Degree of fulfillment of key responsibilities, Establishment and delineation of responsibilities to various Committees, Effectiveness of Board Processes, information and functioning.

The Committees of the Board were assessed on the degree of fulfillment of key responsibilities, adequacy of Committee composition and effectiveness of meetings. The Directors were evaluated on aspects such as attendance, contribution at Board/Committee Meetings and guidance/support to the Management outside Board/Committee Meetings.

The performance assessment of Non-Independent Directors, Board as a whole and the Chairman were evaluated in a separate meeting of Independent Directors. The same was also discussed in the meetings of NRC and the Board. Performance evaluation of Independent Directors was done by the entire Board, excluding the Independent Director being evaluated.

INTERNAL CONTROL SYSTEMS AND THEIR ADEQUACY

The Company has put in place an adequate internal control system to safeguard all assets and ensure operational excellence. The system also meticulously records all transaction details and ensures regulatory compliance. It also has a team of internal

auditors to conduct internal audit. Audit firms also ensure that all transactions are correctly authorised and reported. The reports are reviewed by the Audit Committee of the Board. Wherever deemed necessary, internal control systems are strengthened and corrective actions initiated.

REPORTING OF FRAUDS

There was no instance of fraud during the year under review, which required the Statutory Auditors to report to the Audit Committee and / or Board under Section 143(12) of the Act and the rules made thereunder.

RELATED PARTY TRANSACTIONS

Details of related party transactions that were entered into during the financial year, if any under the provisions of Section 188 of the Companies Act, 2013 are given in the Financial Statements. There are no materially significant related party transactions made by the company which may have potential conflict with the interest of the Company at large and thus disclosures as required under Section 134(3)(h) read with Rule 8(2) of the Companies (Accounts) Rules, 2014, is not required in Form AOC 2 as specified under the Companies Act, 2013.

All Related Party Transactions are placed before the Audit and Risk Management Committee for approval as required under SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015. Prior omnibus approval of the Audit and Risk Management Committee is obtained for the transactions which are of foreseen and repetitive nature. The transactions entered into pursuant to such omnibus approval so granted are audited and a statement giving details of all related party transactions is placed before the Audit and Risk Management Committee on a quarterly basis.

LISTING OF EQUITY SHARES

Your Company's shares are listed with the BSE Limited. The listing fee has been paid for the financial year 2020 - 2021.

CORPORATE GOVERNANCE

Since the paid up capital of the company is less than Rs.10 Crores and the net worth of the Company is less than Rs.25 Crores, the provisions of Regulations 17,18,19,20,21,22,23,24,25,26,27, and clauses (b) to (i) of sub-regulation 2 of Regulation 46 and para C, D & E of Schedule V of the Securities and Exchange Board of India (Listing Obligations and Disclosures Requirements) Regulations, 2015, are not applicable to the Company, hence corporate governance report has not been enclosed to directors report.

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

(i) Annual overlook and outlook

It has been a challenging year with several macro headwinds encompassing industrial, infrastructure and real estate market. Slow economic activity and liquidity challenges impacted the overall demand scenario in the industry.

Later part of the year also witnesses an unpredictable outbreak of corona virus sending global economic into tizzy affecting overall economy. Complete lockdown affect the supply chains and consumer sentiments. These disruptions impacted the overall performance of the Company for the year. We are confident to lead the recovery in a shorter period after post pandemic phase and strive to sustain profitable growth.

(ii) Industry Structure and Developments:

Capital Market is dependent on various external factors beyond the control of the Management. Factors like economy, Industrial Growth, Level of Export, Political Scenario, Reform initiatives of the Government. The participants having any dealing with Capital Market are affected directly by the movement in the market.

(iii) Opportunities & Threats:

The biggest opportunity for the Indian financial system today is the Indian consumer. Demographic shifts in terms of income levels and cultural shifts in terms of lifestyle aspirations are changing the profile of the Indian consumer. Your Company being an investment Company seeks opportunities in the capital market. The volatility in stock indices in the financial year under report represents both an opportunity and challenge for the Company. Further the impact of stress in the NBFC sector spills over to this year as well, it may lead to lower credit off take from NBFCs, which may dampen growth in consumption spending. The most significant threat for any lending activity is to constantly exhibit operational excellence and contain the loss and mitigate the risks.

Currently the biggest threat is COVID 19 and its impact. It is expected that overall NBFC business will be severely affected which would result to the turning of loan into NPA.

(iv) Future Outlook:

NBFCs are facing liquidity crisis and that coupled with increasing stress in the corporate segment warrants caution. In fact many corporates were dragged to NCLT under Insolvency and Bankruptcy Code which clearly manifests the stress the corporates are facing. Further, improvements in the capital markets may also positively impact the finance and investment companies. However, the continued deterioration in assets quality and NPA'S are haunting the finance companies.

(v) Risks & concerns:

In the normal course of business, finance and investment companies are exposed to various risks, namely, Credit Risk, Market Risk and Operational Risk, besides other residual risks such as Liquidity Risk, Interest Rate Risk, Strategic Risk, etc., any company which is in the business of lending, the entire proposition of the Company (providing finance to various segments of the economy) is on the fundamentals of managing the risk rather than avoiding it. Further the risk of market fluctuations will be a major risk associated with the company.

(vi) Internal Control:

The company has in place adequate internal financial control system. The Company's internal control systems, including internal financial controls, are commensurate with the nature of its business and the size and complexity of its operations and same are adequate and operating effectively. The Audit Committee reviews adequacy and effectiveness of the Company's internal control system including internal financial control. Your company has taken proper care for the maintenance of adequate accounting records as required by various statutes.

(vii) Financial performance:

The financial performance of the company has been covered in the Director's Report.

(viii) Human Resources:

The current activities of the Company may not require significant human resource, however to the extent possible requisite personnel have been engaged to take care of organization need of human resources. Accordingly, your Company attributes importance to human resource development activities.

(ix) Cautionary Statement:

The statements in this Management Discussion and Analysis describing the Company's objects, projections, estimates, expectations may be construed as "forward-looking" statements within the meaning of applicable securities laws and regulations and such forward looking statements involve risks and uncertainties. Actual results may differ materially from those expressed in this statement. Important factors that could influence the Company's operations include fluctuations in the capital markets, repayments by the borrowers, changes in government regulations, tax laws, economic developments within the country and other factors such as litigation and industrial relations. The Company undertakes no obligation to publicly update or revise any forward looking statements, whether as a result of new information, future events, or otherwise. Readers are cautioned not to place undue reliance on these forward looking statements.

AUDITORS

Statutory Auditors

As per the provisions of Section 139 of the Act, M/s SRDP & Co., Chartered Accountants (FRN: 509930C) will serve as the Statutory Auditors of the Company in casual Vacancy as the previous Auditor M/s. Rohit Suri & Associates, Chartered Accountants has expressed their inability to continue as Statutory Auditors of the Company vide the resignation letter dated 14th August, 2021.

M/s SRDP & Co., has consented to act as statutory auditors of the Company for the Financial Year 2021-22 i.e. upto the conclusion of the 37th Annual General Meeting of the Company to be held in the year 2022 and given a certificate in accordance with Section 139, 141 and other applicable provisions of the Act to the effect that their appointment, if made, shall be in accordance with the conditions prescribed and that they are eligible to hold office as Statutory Auditors of the Company. As required under Regulation 33 of the Listing Regulations, Statutory Auditors have confirmed that they hold a valid certificate issued by the Peer Review Board of the Institute of Chartered Accountants of India.

Necessary resolution and explanation thereto have been provided in the AGM notice seeking approval of members.

There are no qualifications, reservations or adverse remarks made by erstwhile Statutory Auditors, in their Report.

Auditor's Observation

The existing Statutory Auditors does not contain any qualification, reservation and adverse remarks in their report.

Secretarial Auditors

The Board has appointed Ms. Sheetal Bansal, Practicing Company Secretary, to conduct Secretarial Audit for the FY 2020-21. The Secretarial Audit Report for the Financial Year ended 31st March, 2021 is at "**Annexure A**".

The said report does not contain any qualification, reservation and adverse remarks.

Internal Auditor

The Companies Act, 2013 has mandated the appointment of Internal Auditor in the Company. Accordingly, the Company has appointed Mr. Vijay Kataria, Chartered Accountant, having ICAI Membership No. 534458 as an Internal Auditor of the Company.

Cost record and cost audit

Maintenance of cost records and requirement of cost audit as prescribed under the provision of Section 148(1) of the Companies Act 2013 are not applicable for the business activities carried out by the Companies.

PANAFIC

REPORTING OF FRAUD BY AUDITOR

During the year under review, neither the statutory auditor nor the Secretarial auditor reported to the audit committee, under section 143(12) of the companies Act, 2013, any instant of fraud committed against the company by its officers or employees the details of which would need to be mentioned in the Board's report.

RISK MANAGEMENT

The Company does not have any formal Risk Management Policy as the elements of risk threatening the company are very minimal. However, on discretionary basis the Company has constituted the Risk Management Committee to cope up with adequate processes and procedures in place to mitigate risks of various kinds, if any, but as no such matter comes before the Board till date, no meeting held as such.

PARTICULARS OF LOANS, GUARANTEES AND INVESTMENTS IN SECURITIES

Pursuant to section 186 (11) of the Companies Act, 2013 ('Act'), the provisions of section 186(4) of the Act requiring disclosure in the financial statement of the full particulars of the loans made and guarantees given or securities provided by a Non-Banking Financial Company in the ordinary course of its business and the purpose for which the loan or guarantee or security is proposed to be utilised by the recipient of the loan or guarantee or security are exempted from disclosure in the Annual Report.

Disclosure of Investment is also exempt for investment made, in respect of investment or lending activities, by a non-banking financial company registered under Chapter III-B of the Reserve Bank of India Act, 1934 and whose principal business is acquisition of securities under section 186(11).

FIXED DEPOSITS

The Company has not accepted deposit from public during the year and there was no deposit outstanding on 31st March, 2021.

HUMAN RESOURCE DEVELOPMENT

The Company believes that its people are the key differentiators, especially in the current knowledge driven, competitive and global business environment. Adapting work culture to suit the dynamic balancing of people requirements is an ongoing process. The Board of Directors of your company would like to place on record their sincere appreciation for the efforts and contribution made by all the employees of the Company in realizing the targeted projects of the Company. Your Directors take this opportunity to thank all employees for rendering impeccable services to every constituent of Company, customers and shareholders.

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

The provisions of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 and the rules made thereunder are not applicable to the Company.

WHISTLE BLOWER POLICY/VIGIL MECHANISM

1. The Company have promoted ethical behaviour in all its business activities and has established a vigil mechanism for Directors and Employees to report their genuine concerns.

2. The Vigil Mechanism as envisaged in the Companies Act, 2013 and the Rules prescribed is implemented through the Whistle Blower Policy, to provide for adequate safeguards against victimization of persons who use such mechanism and make provision for direct access to the Chairperson of the Audit Committee.

3. As per the Whistle Blower Policy implemented by the Company, the Employees are free to report illegal or unethical behaviour, actual or suspected fraud or violation of the Company's Codes of Conduct or Corporate Governance Policies or any improper activity to the Chairman of the Audit Committee of the Company or Chairman of the Company.

4. The Whistle Blower Policy provides for protected disclosure and protection to the Whistle Blower. Under the Whistle Blower Policy, the confidentiality of those reporting violation(s) is protected and they are not subject to any discriminatory practices.

   The Whistle Blower Policy has been appropriately communicated within the Company and has also been hosted on the website of the Company www.panaficindustrialsltd.com. No personnel have been denied access to the Audit Committee.

POLICY DEVELOPED AND IMPLEMENTED BY THE COMPANY ON CORPORATE SOCIAL RESPONSIBILITY INITIATIVES

The Company does not have developed and implemented any corporate social responsibility initiatives as the said provisions are not applicable to the Company.

EXTRACT OF ANNUAL RETURN

Pursuant to sub-section 3(a) of Section 134 and sub-section (3) of Section 92 of the Companies Act, 2013, read with Rule 12 of the Companies (Management and Administration) Rules, 2014, an extract of the Annual Return as at 31st March, 2020 forms part of this Report and is appended herewith as "ANNEXURE B".

PARTICULARS OF EMPLOYEES AND REMUNERATION

None of the Employees of the Company was in receipt of remuneration, which was more than the limits as prescribed under Section 197 of the Companies Act, 2013 read with the Companies (Particulars of Employees) Rules, 1975 and hence no particulars are required to be disclosed in this Report.

PARTICULARS REGARDING CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, AND FOREIGN EXCHANGE EARNINGS AND EXPENDITURE

Since the Company does not own any manufacturing facility, the other particulars relating to conservation of energy and technology absorption stipulated in the Companies (Disclosure of Particulars in the Report of the Board of Directors) Rules, 1988 are not applicable. Apart from that, there were no foreign exchange earnings or outgo of the company during the year under report.

SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS

There are no significant or material orders which were passed by the Regulators or Courts or Tribunals which impact the going concern status and the Company's Operations in future.

APPRECIATION

Your Directors wish to take this opportunity to offer sincere appreciation and acknowledge with gratitude the support and co-operation extended by the clients, vendors, bankers, registrar and share transfer agent, business associates, financial institutions, media and their agencies and look forward to their continued support and assistance. We place on record our appreciation of the contribution made by our employees at all levels. We look forward for such continued hard work, solidarity, cooperation and support.

The Board of Directors also wishes to place on record its gratitude for the faith reposed in the Company by the Securities and Exchange Board of India, the Reserve Bank of India and the Government of India.

For and on behalf of the Board of Directors
M/s Panafic Industrials Limited

Sd/- **Sd/-**

Sarita Gupta
Director
DIN: 00113099
D-158, Pushpanjli Enclave, Pitam Pura, Delhi- 110034

Renu
Director
DIN: 03572788
H-3/197, Kuwar Singh Nagar, Najafgarh Road, Nangloi, Delhi-110041

Place: Delhi
Date: 3rd September, 2021

PANAFIC

Annexure-A

Form No. MR.-3

SECRETARIAL AUDIT REPORT
FOR THE FINANCIAL YEAR ENDED 31ST MARCH, 2021
(Pursuant to section 204(1) of the Companies Act, 2013 and Rule No. 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014

To
The Members
Panafic Industrials Limited
23, II Floor, North West Avenue, Club Road,
West Punjabi Bagh, New Delhi-110026

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **PANAFIC INDUSTRIALS 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 Company's books, papers, minutes books, forms and returns filed and other records maintained by the company as given in **Annexure A** 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 2021 complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance- mechanism in place to the extent, in manner and subject to the reporting made hereinafter.

We have examined the books, papers, minutes books, forms and returns filed and other records maintained by the Company for the financial year ended on 31st March, 2021 according to the provisions of :

i. The Companies Act, 2013 (the Act) and the Rules made thereunder;
ii. The Securities Contracts (Regulations) Act, 1956 (SCRA) and the rules made thereunder;
iii. The Depository Act, 1996 and the Regulations and Bye-laws framed thereunder;
iv. Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings;
v. Reserve Bank of India Act, 1934
vi. The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):-

The specific regulations, whose provisions and the circulars/ guidelines issued thereunder, have been examined, include:

a. Securities and Exchange Board of India (Listing obligations and Disclosure Requirements) Regulations, 2015; **During the year under review, the Company has filed its quarterly, half yearly and yearly returns as required under regulation 7, 13, 27, 30, 31, 34, 40, 55A, 44 and other applicable regulation with BSE. The Company has disclosed the relevant material facts and events to the Stock Exchange in time.**

b. Securities and Exchange Board of India (Secretarial Acquisition of Shares and Takeovers) Regulations, 2015;
During the year under review, the Company has not received any communication for substantial Acquisition of Shares and takeovers of the Company.

c. Securities and exchange Board of India (Share Based Employee Benefits) Regulations, 2014;
During the year under review, the Company has not issued any shares / securities to its employee.

d. Securities and Exchange Board of India (issue and Listing of Non-Convertible and redeemable Preference Shares) Regulation, 2013;
During the year under review, the Company has not issued any Non-Convertible and redeemable Preference Shares.

e. Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
During the year under review, the Company has received declaration from the Promoters, Directors and Senior Managerial Personnel as required regarding the holding of Company securities and there was no trading in the securities of the Company by the Promoters, Directors and Senior Managerial Personnel.

f. The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009;
During the year under review, the Company has not issued any securities.

g. Securities and Exchange Board of India (Issue & Listing of Debt Securities) Regulation, 2008
During the year under review, the Company has not issued any debt securities.

h. The Securities and Exchange Board of India (Employee Stock Option Scheme and employee Stock Purchase Scheme) Guidelines, 1999
During the year under review, the Company has not issued any shares /options to Directors/employees under the said guidelines/ Regulations); and

i. Securities and Exchange Board of India (Buyback of Securities) Regulation, 2018
During the year under review, the Company has not brought back any of its securities.

j. Other Law as applicable specifically to the Company as identified by the management, that is to say:
   a) Factories Act, 1948
   b) Minimum Wages Act, 1948
   c) Employees 'Provident Funds and miscellaneous Provisions Act, 1952
   d) Payment of Bonus Act, 1965
   e) Employees' State Insurance Act, 1948
   f) Payment of Gratuity Act, 1972
   g) Industrial Disputes Act, 1947

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

i. Secretarial Standards issued by The Institute of Company Secretaries of India.

During the period under review the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards etc. mentioned above subject to the following observations;

The Company received Notices from SEBI, passed in respect of Non Compliance under regulation 13(3), Regulation 31 and Regulation 33 of SEBI (LODR) Regulations, 2015. Payment of penalties imposed by SEBI have been paid by the Company.

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 during the period under review.

Adequate Notice is given to all the Directors to schedule the Board Meeting, agenda and detailed notes on agenda were sent at least seven days in advance and a system exist for seeking and obtained further information and clarification on the agenda items before the meeting and for meaningful participation at the meeting. Majority decision is carried through while the dissenting members' views are captured and recorded as part of the minutes.

We further report that there are adequate systems and process 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, as per the representation made by the management, during the audit period the company has not carried on any specific events/ actions having a major bearing on the Company's affairs in pursuance of the above referred laws, rules, regulations, guidelines, standards etc. referred to above.

For Sheetal Bansal & Associates
Sd/-
Sheetal Bansal
Company Secretary
Proprietor
C.P.No. 2228
UDIN: A038208C000887133

Date: 03/09/2021
Place: Delhi

PANAFIC

Annexure 1

To
The Members
Panafic Industrials Limited
23, II Floor, North West Avenue, Club Road,
West Punjabi Bagh, New Delhi-110026

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

1. Maintenance of Secretarial Record is the responsibility of the Management of the Company. Our responsibility is to express an opinion on these secretarial records based on our audit.
2. We have followed the audit practices and processes as we were appropriate to obtain reasonable assurance about the correctness of the contents of 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. We have not checked the compliances of general law applicable to the Company.
5. Wherever required, we have obtained the Management representation about the compliance of laws, rules and regulations and happening of events etc.
6. The Compliance of the provisions of corporate and other applicable laws, rules, regulations, standards is the responsibility of management. Our examination was limited to the verification of procedure on test basis.
7. The Secretarial Audit Report 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.

For Sheetal Bansal & Associates
Sd/-
Sheetal Bansal
Company Secretary
Proprietor
C.P.No. 2228
UDIN: A038208C000887133

Date: 03/09/2021
Place: Delhi

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Annexure-B"

FORM NO. MGT 9
EXTRACT OF ANNUAL RETURN

As on financial year ended on 31.03.2021
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:

CIN	L45202DL1985PLC019746
Registration Date	01st January, 1985
Name of the Company	Panafic Industrials Limited
Category/Sub-category of the Company	Company having Share Capital
Address of the Registered office & contact details	23, IInd Floor, North West Avenue, Club Road, West Punjabi Bagh, New Delhi-110026 Ms. Priti Gupta (Company Secretary & Compliance Officer) Ph:- 01125223461
Whether listed company	Yes (Bombay Stock Exchange-BSE)
Name, Address & contact details of the Registrar & Transfer Agent, if any.	Skyline Financial Services Private Limited D-153 A, Ist Floor, Okhla Industrial Area, Phase-I, New Delhi-110020 Ph: 01140450193-97

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)

SL. NO.	NAME AND DESCRIPTION MAIN PRODUCT/SERVICE	NIC CODE OF THE PRODUCTS/SERVICE	% TO TOTAL TURNOVER OF THE COMPANY
1.	Trading and Investment in securities and Loans	64990	100%

III. PARTCULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES

Company has no Holding, Subsidiary and Associate Companies as on 31st March, 2021

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

A) Category-wise Share Holding

Category of Shareholders	No. of Shares held at the beginning of the year	No. of Shares held at the end of the year	% Cha

	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	nge during the year
A. Promoter's									
(1) **Indian**									
a) Individual/ HUF	5652270	10230	5662500	6.89	5652270	10230	5662500	6.89	0.00
b) Central Govt	0	0	0	0	0	0	0	0	0.00
c) State Govt(s)	0	0	0	0	0	0	0	0	0.00
d) Bodies Corp.	0	0	0	0	0	0	0	0	0.00
e) Banks / FI	0	0	0	0	0	0	0	0	0.00
f) Any other	0	0	0	0	0	0	0	0	0.00
Total shareholding of Promoter (A)	**5652270**	**10230**	**5662500**	**6.89**	**5652270**	**10230**	**5662500**	**6.89**	**0.00**
B. Public Shareholding									
1. Institutions	0	0	0	0	0	0	0	0	0.00
a) Mutual Funds	0	0	0	0	0	0	0	0	0.00
b) Banks / FI	48	0	48	0.0001	0	0	0	0	(0.0001)
c) Central Govt	0	0	0	0	0	0	0	0	0.00
d) State Govt(s)	0	0	0	0	0	0	0	0	0.00
e) Venture Capital Funds	0	0	0	0	0	0	0	0	0.00
f) Insurance Companies	0	0	0	0	0	0	0	0	0.00
g) FIIs	0	0	0	0	0	0	0	0	0.00
h) Foreign Venture Capital Funds	0	0	0	0	0	0	0	0	0.00
i) Others (specify)	0	0	0	0	0	0	0	0	0.00
Sub-total (B)(1):-	**48**	**0**	**48**	**0.0001**	**0**	**0**	**0**	**0**	**(0.0001)**
2. Non-Institutions									

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a) Individuals									
i) Individual shareholders holding nominal share capital upto Rs.2 lakh	27671239	733980	28405219	34.58	27145124	734480	27879604	33.94	(0.64)
ii) Individual shareholders holding nominal share capital in excess of Rs.2 lakh	21114352	0	21114352	25.71	21472769	0	21472769	26.14	0.43
b) Body Corporate									
(i) Indian	25559621	0	25559621	31.12	25603146	0	25603146	31.17	0.05
(ii) Overseas	0	0	0	0	0	0	0	0	0
(c) Others									
NRI	301611	0	301611	0.36	332411	0	332411	0.40	0.04
HUF	786821	290540	1077361	1.31	877530	290540	1168070	1.42	1.11
Clearing Members	4288	0	4288	0.005	6500	0	6500	0.00	(0.005)
Trusts	0	0	0	0	0	0	0	0.00	0.00
Foreign Bodies - D R	0	0	0	0	0	0	0	0.00	0.00
Sub-total (B)(2):-	**75437932**	**1024520**	**76962500**	**93.085**	**75437480**	**1025020**	**76462500**	**93.07**	**0.00**
Total Public Shareholding (B)=(B)(1)+ (B)(2)	**75937980**	**1024520**	**76962500**	**93.085**	**75437480**	**1025020**	**76462500**	**93.07**	**0.00**
C. Shares held by Custodian for GDRs & ADRs	**0**	**0**	**0**	**0**	**0**	**0**	**0**	**0**	**0.00**
Grand Total (A+B+C)	**81090250**	**1034750**	**82125000**	**100**	**81089750**	**1035250**	**82125000**	**100**	**0.00**

B) Shareholding of Promoter:

SN	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	Rajeev Kumar Gupta	1500000	1.83	0	1500000	1.83	0	0.00
2	Sarita Gupta	2662500	3.24	0	2662500	3.24	0	0.00

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3	Saroj Gupta	1000000	1.22	0	1000000	1.22	0	0.00
4	Anil Gupta	500000	0.61	0	500000	0.61	0	0.00

(C)Shareholding Pattern of top ten Shareholders:

(Other than Directors, Promoters and Holders of GDRs and ADRs):

SN	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
1	SUVIDHA BUILDTECH PRIVATE LIMITED	7132075	8.68	7114935	8.66
2	RAMA KRISHNA INFRASOL PRIVATE LIMITED	3144652	3.82	3144652	3.82
3	ABLAZE TOUR AND TRAVELS PRIVATE LIMITED	2583625	3.14	2583625	3.14
4	SARATH CH	1774105	1.96	1774105	2.1602
5	P SADHNA	1913872	2.33	1762367	2.1460
6	R SRINATH	1809778	2.20	1674778	2.0393
7	BELL FLOWER INFRABUILD PRIVATE LIMITED	1677725	2.04	1677725	2.0429
8	WEEKLINE INVESTMENT AND TRADING COMPANY LIMITED	1629464	1.98	1629464	1.9841
9	RAM SAGAR SINGH	1602013	1.95	1602013	1.9507
10	VAIBHAV DAMODAR KHEDEKAR	1500068	1.83	1500068	1.8266

D) Shareholding of Directors and Key Managerial Personnel:

SN	Shareholding of each Directors and each Key Managerial Personnel	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1	SARITA GUPTA	2662500	3.24	2662500	3.24

V. INDEBTEDNESS

Indebtedness of the Company including interest outstanding/accrued but not due for payment:- (Amount in Rs.)

Indebtedness at the beginning of the financial year	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
i)Principal Amount	9,78,063	9,09,92,522	0	9,19,70,585
ii)Interest accrued but not paid	0	0	0	0
iii)Interest accrued but not due	0	0	0	0
Total (i+ii+iii)	**9,78,063**	**9,09,92,522**	**0**	**9,19,70,585**
Change in Indebtedness during the financial year				

Addition	0	100879	0	100879
Reduction	(115078)	0	0	(115078)
Net Change	**(115078)**	**0**	**0**	**(14199)**
Indebtedness at the end of the financial year				
i)Principal Amount	8,62,985	91,093,401	0	91,956,386
ii)Interest accrued but not paid	0	0	0	0
iii)Interest accrued but not due	0	0	0	0
Total (i+ii+iii)	**8,62,985**	**91,093,401**	**0**	**91,956,386**

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

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

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

B. Remuneration to Other Directors:

S. No.	PARTICULARS OF REMUNERATION	Name of Director	TOTAL AMOUNT
1	**Independent Directors** • Fee for attending board /committee meetings • Commission • Others, Please specify		- - -
2.	**Other Non-Executive Directors** • Fee for attending board /committee meetings • Commission Others, Please specify		- -
	Total(2)		-
	Total (B) =(1+2)		-

C. Key Managerial Personnel other than MD/WTD/Manager:

S. No.	PARTICULARS OF REMUNERATION	NAME OF KEY MANAGERIAL PERSONNEL		TOTAL AMOUNT
	Name	Sarita Gupta	Priti Gupta	
		CFO	CS	
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	-	- 4,20,000	4,20,000
2.	Stock Option	-	- -	-
3.	Sweat Equity		-	-
4.	Commission - As % of profit - Others, specify…	-	- -	-
5.	Others, please specify	-	- -	-
	Total	-	- 4,20,000	4,20,000

VII. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES: NONE

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			NONE		
Compounding					
B. DIRECTORS					
Penalty					
Punishment			NONE		
Compounding					
C. OTHER OFFICERS IN DEFAULT					
Penalty					
Punishment			NONE		
Compounding					

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For and on behalf of the Board of Directors
M/s Panafic Industrials Limited

Sd/-	Sd/-
Sarita Gupta	**Renu**
Director	**Director**
DIN: 00113099	**DIN: 03572788**
D-158, Pushpanjli Enclave, Pitam Pura, Delhi- 110034	**H-3/197, Kuwar Singh Nagar, Najafgarh Road, Nangloi, Delhi-110041**

Place: Delhi
Date: 03rd September, 2021

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ANNEXURE-C

CERTIFICATE PERTAINING TO DISQUALIFICATION OF DIRECTORS

[pursuant to Regulation 34(3) and Schedule V Para C clause (10)(i) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015]

To,
The Members
Panafic Industrials Limited ("the Company")
23, IInd Floor, North West Avenue, Club Road,
West Punjabi Bagh, New Delhi-110026

We, Sheetal Bansal & Associates., have examined the relevant registers, records, forms, returns and disclosures received from the Directors of Panafic Industrials Limited having CIN L45202DL1985PLC019746 and having registered office at **23, IInd Floor, North West Avenue, Club Road, West Punjabi Bagh, New Delhi-110026** (hereinafter referred to as 'the Company'), produced before us by the Company for the purpose of issuing this Certificate, in accordance with Regulation 34(3) read with Schedule V Para-C Sub clause 10(i) of the Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

In our opinion and to the best of our information and according to the verifications **(including Directors Identification Number (DIN) status at the portal www.mca.gov.in)** as considered necessary and explanations furnished to us by the Company & its officers, We hereby certify that none of the Directors on the Board of the Company as stated below for the Financial Year ending on 31st March, 2021 have been debarred or disqualified from being appointed or continuing as Directors of companies by the Securities and Exchange Board of India, Ministry of Corporate Affairs, or any such other Statutory Authority.

Sr. No.	Name Of Director	DIN	Date of Appointment in Company
1.	Sarita Gupta	00113099	30/09/2014
2.	Renu	03572788	30/09/2014
3.	Shree Kishan Gupta	08430379	24/04/2019
4.	Sanjeev Kumar	06625416	09/07/2013

Ensuring the eligibility of for the appointment / continuity of every Director on the Board is the responsibility of the management of the Company. Our responsibility is to express an opinion on these based on our verification. This certificate 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.

For Sheetal Bansal & Associates.
Company Secretary
Sd/-

Sheetal Bansal
Proprietor
C.P. No. 22284
UDIN: A038208C000907802

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Independent Auditor's Report

To the Members of Panafic Industrials Limited

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of Panafic Industrials Limited (the 'Company'), which comprise the Balance Sheet as at 31 March 2021, the Statement of Profit and Loss (including Other Comprehensive Income), Statement of Changes in Equity and Statement of Cash Flow for the year then ended, and a summary of the significant accounting policies and other explanatory information (hereinafter referred to as "the financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 2013(the 'Act') in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India including Indian Accounting Standards ('Ind AS') specified under Section 133 of the Act, of the state of affairs of the Company as at 31 March 2021, and its profit (financial performance including other comprehensive income), changes in equity and its cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit of the financial statement in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ('ICAI') together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence we have obtained insufficient and appropriate to provide a basis for our audit opinion.

Emphasis of Matter

We draw your attention to Note 30 to financial statements which explains the management's assessment of the financial impact on the financial statements of the Company due to lockdown and other restriction imposed by the Government of India and other conditions related to the COVID-19 pandemic situation due to which the Company's business may also be affected in short to medium term.Our opinion is not modified in respect of abovementioned matter.

Other Information

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the annual report, but does not include the financial statements and our auditor's report thereon. The annual report is expected to be made available to us after the date of this auditor's report.

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

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

When we read the Company's Annual Report, if, based on the work we have performed, we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance.

Management's Responsibility for the Financial Statements

The Company's management and Board of Directors is responsible for the matters stated in Section134(5) of the Act with respect to the preparation of these financial statements that give true and fair view of the state of affairs (financial position), profit or loss (financial performance including other comprehensive income), changes in equity and cash flows of the Company in accordance with accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) . This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

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Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Standards on Auditing will always detect 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 Standards on Auditing, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

i. Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

ii. 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, we are also responsible for explaining our opinion on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.

iii. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

iv. Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

v. Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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Materiality is the magnitude of misstatements in the financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the financial statements.

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

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

Key Audit Matters

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

Key audit matter	How the matter was addressed in our audit
The Company had booked interest income of Rs. 6,997,326 which was in excess of the amount stipulated by the Reserve Bank in India in its master direction for non-systematically important non-deposit taking NBFC's by Rs. 2,160,000	The said over booked interest has now been reversed

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Report on Other Legal and Regulatory Requirements

1) The Company has not paid any managerial remuneration during the year, hence, the provisions of and limits laid down under Section 197 read with Schedule V to the Act are not applicable.

2) As required by the Companies (Auditor's Report) Order, 2016 (the 'Order') issued by the Central Government of India in terms of Section 143(11) of the Act, we give in the **Annexure**, a statement on the matters specified in paragraphs 3 and 4 of the Order.

3) Further to our comments in Annexure A, as required by Section 143(3) of the Act, we report that:

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

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

c) The Balance Sheet, the Statement of Profit and Loss including Other Comprehensive Income, Statement of Changes in Equity and the Statement of Cash Flow dealt with by this Report are in agreement with the relevant books of account.

d) In our 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 March 31, 2021taken on record by the Board of Directors, none of the directors is disqualified as on March31, 2021 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 of the Company and the operating effectiveness of such controls, refer to our separate Report in **"Annexure B"**. Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the company's internal financial controls over financial reporting) 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 our opinion and to the best of our information and according to the explanations given to us:

(i) The Company has disclosed the impact of pending litigations on its financial position in the financial statements- Refer note no 35 of the financial statements;

(ii) The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses;

(iii) There has been no amount which was required to be transferred, to the Investor Education and Protection Fund by the Company during the year ended 31 March, 2021;

(iv) The disclosure in the financial statements regarding holding as well as dealing in specified bank notes during the period from 08 November 2016 to 30 December 2016 have-not been made in the since they do not pertain to the financial year ended 31 March 2021.

FOR ROHIT SURI & ASSOCIATES
CHARTERED ACCOUNTANTS
FRN 012259N
Sd/-

ROHIT SURI
PROPRIETOR
M.No 091064

Place: New Delhi
Date: 28 June 2021
UDIN: 21091064AAAAID2531

PANAFIC

"Annexure A" to the Independent Auditor's Report

(Referred to in paragraph 2 under 'Report on Other Legal and Regulatory Requirements 'section of our report to the Member of Panafic Industrials Limited of even date)

Based on the audit procedures performed for the purpose of reporting a true and fair view on the financial statements of the Company and taking into consideration the information and explanations given to us and the books of account and other records examined by us in the normal course of audit, and to the best of our knowledge and belief, we report that:

i. (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.

(b)The Company has a regular programmed of physical verification of its fixed assets by which all fixed assets are verified annually. In our opinion, the periodicity of physical verification is reasonable having regard to the size of the Company and the nature of its assets. No material discrepancies were noticed on such verification.

(c) As informed to us, the Company does not own any immovable property, hence, clause 3(i)(c) of the order is not applicable.

ii. As informed to us, the Company does not hold any inventory; hence clause 3(ii) of the Order is not applicable.

iii. The Company has not granted any loans, secured or unsecured to other parties covered in the register maintained under Section 189 of the Act. Further, there are no limited liability partnerships or firms which are covered in the register maintained under Section 189 of the Act; hence clause 3(iii) of the Order is not applicable.

iv. According to the information and explanations given to us, the Company has not given any loans and guarantees, to parties covered under section 185 and 186 of the Companies Act, 2013.

v. In our opinion, and according to explanations given to us, the Company has not accepted any deposits from public to which directives issued by Reserve Bank of India and provisions of Section 73 to 76 of the Companies Act, 2013 including rules framed there under apply

vi. The Company is a Non-Banking finance Company hence clause 3 (vi) of the order regarding compliance of maintenance of cost records under sub-section (1) of Section 148 of the Act is not applicable on the Company.

vii. (a) According to the information and explanations given to us and on the basis of our examination of records of the Company, amounts deducted/ accrued in the books of account in respect of undisputed statutory dues including Provident Fund, Employees 'State Insurance, Income-tax, Service tax, Goods and Service tax and other material statutory dues have generally been regularly deposited during the year by the Company with the appropriate authorities. As explained to us, the Company did not have any dues on account of Value added-tax, Sales-tax, CASs, Duty of excise and Duty of customs.

According to the information and explanations given to us, no undisputed amounts payable in respect of Income-tax, Provident Fund, Service tax, Good and Service tax and other material statutory dues were in arrears as at 31 March 2021 for a period of more than six months from the date they became payable.

(b) According to the information and explanations given to us, there are no dues on account of Income-tax, Goods and service tax, Provident Fund and Service tax which have not been deposited with the appropriate authorities on account of dispute as at31 March 2021.

viii. In our opinion and according to the information and explanations given to us, the Company has not taken any loans or borrowings from any banks or financial institutions; hence clause 3(viii) of the order is not applicable.

ix. According to the information and explanations given to us and our examination of the records of the Company, the Company did not raise any money by way of initial public offer or further public offer (including debt instruments) and term loans during the year. Accordingly, clause 3(ix) of the Order is not applicable.

x. According to the information and explanations given to us, no fraud by the Company or on the Company by its officers or employees has been noticed or reported during the year.

xi. The Company has not paid any managerial remuneration during the year hence clause3(xi) of the order is not applicable.

xii. According to the information and explanations given to us, the Company is not a Nidhi Company. Hence, clause 3(xii) of the Order is not applicable.

xiii. According to the information and explanations given to us, and on the basis of our examination of the records of the Company, there are no transactions with the related parties which are not in compliance with Section 177 and 188 of the Act and the details have been disclosed in the financial statements, as required, by the applicable accounting standards.

PANAFIC

xiv. According to the information and explanations given to us and on an examination of the records maintained by the Company, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under audit. Accordingly, clause 3(xiv) of the Order is not applicable.

xv. According to the information and explanations given to us and based on our examination of the records, the Company has not entered into non-cash transactions with directors or persons connected with him. Accordingly, clause 3(xv) of the Order is not applicable.

xvi. According to the information and explanations given to us, the Company is registered under Section 45-1A of the Reserve Bank of India Act, 1934. We have obtained copy of the registration certificate of the Company.

FOR ROHIT SURI & ASSOCIATES
CHARTERED ACCOUNTANTS
FRN 012259N

Sd/-
ROHIT SURI
PROPRIETOR
M.No 091064

Place: New Delhi
Date : 28 June 2021
UDIN: 21091064AAAAID2531

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"Annexure B" to the Independent Auditor's Report

(Referred to in paragraph 3(f) under 'Report on Other Legal and Regulatory Requirements 'section of our report to the Member of Panafic Industrials Limited of even date)

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

We have audited the internal financial controls over financial reporting of Panafic Industrials Limited ("the Company") as of 31 March, 2021 in conjunction with our 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 and Board of Directors are 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 Notion Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to Company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing, 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. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the

auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

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

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 reparation 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 authorizations of management and directors of the company; and

(3) provide reasonable assurance regarding prevention or timely detection of unauthorized 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 dueto error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, to the best of our information and according to the explanations given to us, 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 at31 March, 2021, based on internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

FOR ROHIT SURI & ASSOCIATES
CHARTERED ACCOUNTANTS
FRN 012259N

Sd/-
ROHIT SURI
PROPRIETOR
M. No 091064

Place: New Delhi
Date: 28th June, 2021
UDIN: 21091064AAAAID2531

PANAFIC

Panafic Industrials Limited
Balance Sheet
As at 31 March 2021

(All amounts in Rs.)

Particulars	Note No	As at 31 March 2021	As at 31 March 2020
ASSETS			
Financial assets			
Cash and cash equivalents	3	67,41,548	5,52,542
Loans	4	16,40,14,679	16,71,17,706
Other financial assets		-	2,39,334
		17,07,56,227	**16,79,09,582**
Non-financial assets			
Current tax assets (net)		6,79,809	5,38,977
Deferred tax assets (net)	5	47,62,791	36,22,662
Property, plant and equipment	6	4,47,719	6,87,513
Other non-financial assets	7	20,776	10,00,000
		59,11,095	**58,49,152**
Total assets		**17,66,67,322**	**17,37,58,734**
LIABILITIES AND EQUITY			
Liabilities			
Financial liabilities			
Trade payables	8		
Total outstanding dues of micro enterprises and small enterprises		-	-
Total outstanding dues of other than micro enterprises and small enterprises		9,32,903	1,93,268
Borrowings	9	9,19,56,386	9,19,70,585
Other financial liabilities	10	32,700	-
		9,29,21,989	**9,21,63,853**
Non-financial liabilities			
Other non-financial liabilities	11	-	6,05,280
		-	**6,05,280**
Equity			
Equity share capital	12	8,21,25,000	8,21,25,000
Other equity	13	16,20,333	(11,35,399)
Total liabilities and equity		**8,37,45,333**	**8,09,89,601**
		17,66,67,322	**17,37,58,734**
Summary of significant accounting policies	2		

The accompanying notes are an integral part of the financial statements

As per our report of even date
For Rohit Suri & Associates
Chartered Accountants
ICAI Firm Registration number : 012259N

Sd/-
Rohit Suri
Proprietor
Membership number 091064

Date: 28th June, 2021
Place : New Delhi

On behalf of the Board of Directors

Sd/-
Sanjeev Kumar
Director
DIN: 06625416

Sd/-
Sarita Gupta
Director & CFO
DIN: 0113099

Sd/-
Priti Gupta
Company Secretary

PANAFIC

Panafic Industrials Limited
Statement of Profit and Loss
For the year ended 31 March 2021

(All amounts in Rs.)

Particulars	Note No	For the year ended 31 March 2021	31 March 2020
Revenue from operations			
Interest income	14	49,81,326	63,06,454
Other income	15	-	36,348
Total income		**49,81,326**	**63,42,802**
Expenses			
Finance costs	16	1,30,342	71,86,492
Impairment on financial instruments	17	9,67,243	1,28,51,382
Employee benefits expenses	18	5,67,271	15,72,271
Depreciation and amortisation expenses	6	2,39,794	3,68,225
Other expenses	19	14,61,073	13,40,499
Total expenses		**33,65,723**	**2,33,18,869**
Profit before tax		**16,15,603**	**(1,69,76,067)**
Tax expense			
Current tax		-	-
Deferred tax (credit)/charge		(11,40,129)	(32,56,271)
Total tax expense		**(11,40,129)**	**(32,56,271)**
Profit after tax		**27,55,732**	**(1,37,19,796)**
Other comprehensive income (OCI)			
Items that will not be reclassified to profit or loss:		-	-
Items that will be reclassified to profit or loss in subsequent periods:		-	-
Other comprehensive income for the year (net of tax)		**-**	**-**
Total comprehensive income for the year		**27,55,732**	**(1,37,19,796)**
Weighted average number of shares for calculating basic and diluted Earning per share		8,21,25,000	8,21,25,000
Earnings per share			
(Nominal value Rs. 1/- per share)		0.03	(0.17)

Summary of significant accounting policies
The accompanying notes are an integral part of the financial statements

As per our report of even date
For Rohit Suri & Associates
Chartered Accountants
ICAI Firm Registration number : 012259N

Sd/-
Rohit Suri
Proprietor
Membership number 091064

Date : 28th June, 2021
Place : New Delhi

On behalf of the Board of Directors

Sd/-
Sanjeev Kumar
Director
DIN: 06625416

Sd/-
Sarita Gupta
Director & CFO
DIN: 0113099

Sd/-
Priti Gupta
Company Secretary

PANAFIC

Panafic Industrials Limited
Statement of cash flows
For the year ended 31 March 2021

(All amounts in Rs.)

	Particulars	For the year ended 31 March 2021	For the year ended 31 March 2020
A.	**Cash flows from operating activities**		
	Profit before tax	16,15,603.	(1,69,76,067)
	Adjustments for:		
	Depreciation	2,39,794	3,68,225
	Impairment on Financial Instruments	9,67,243	1,28,51,382
	Operating Profit before working capital changes	**28,22,640.**	**(37,56,460)**
	(Increase)/ Decrease in loans & advances	21,35,784	(5,48,28,454)
	(Increase)/ Decrease in other financial assets	2,39,794	-
	(Increase)/ Decrease in other non-financial assets	9,79,224.	(9,54,367)
	Increase/ (Decrease) in other trade payables	7,39,176	81,935
	Increase/ (Decrease) in other financial liabilities	32,700	-
	Increase/ (Decrease) in other non-financial liabilities	(6,05,280)	6,05,280
	Cash flows / (cash used in) Operations	**63,44,038**	**(5,88,52,066)**
	Income Taxes Paid	(1,40,832)	1,89,369
	Net Cash flows/ (cash used in) Operating Activities (A)	**62,03,206**	**(5,86,62,697)**
B.	**Cash Flows from Investing Activities**	-	-
C.	**Cash flows from financing activities**		
	Proceeds/(Repayment) from Borrowings (other than debt securities)	(14,199)	5,24,51,430
	Net Cash from Financing Activities (C)	**(14,199)**	**5,24,51,430**
	Net Increase/(decrease) in cash and cash equivalents (A+B+C)	**61,89,007**	**(62,11,267)**
	Cash and cash equivalents at beginning of year	5,52,542	67,63,809
	Cash and cash equivalents at end of year	**67,41,549**	**5,52,542**

Notes :

1 The cash flow statement has been prepared under the Indirect method as set out in Indian Accounting Standards (Ind AS
2 The significant accounting policies and notes to the financial statements form an integral part of the Cash Flow Statement.

As per our report of even date
For Rohit Suri & Associates
Chartered Accountants
ICAI Firm Registration number : 012259N

Sd/-
Rohit Suri
Proprietor
Membership number 091064
Date : 28th June, 2021
Place : New Delhi

On behalf of the Board of Directors

Sd/-	Sd/-
Sanjeev Kumar	**Sarita Gupta**
Director	*Director & CFO*
DIN: 06625416	DIN: 0113099

Sd/-
Priti Gupta
Company Secretary

PANAFIC

Panafic Industrials Limited
Statement of changes in equity
for the year ended 31 March 2021

(All amounts in Rs.)

Equity share capital

	For the year ended	
	31 March 2021	**31 March 2020**
Balance at the beginning of the year	8,21,25,000	8,21,25,000
changes in equity share capital during the year (refer note : 10)	-	-
Balance at the end of the year	8,21,25,000	8,21,25,000

Other equity

	Reserve and surplus				
	Retained earnings	Reserve fund as per RBI Act	General reserve	Other comprehensive income	**Total other equity**
Balance as at 1 April 2019	**-**	**23,07,892**	**1,02,76,505**	**-**	**1,25,84,397**
Profit after tax	(1,37,19,796)			-	(1,37,19,796)
Other comprehensive income (net of tax)					-
	(1,37,19,796)	23,07,892	1,02,76,505	-	(11,35,399)
Transfer to reserve fund in terms of section 45-IC(1) of the Reserve Bank of India Act, 1934	-	-	-	-	-
Transfer to general reserve	1,37,19,796		(1,37,19,796)	-	-
Balance as at 31 March 2020	**-0**	**23,07,892**	**(34,43,291)**	**-**	**(11,35,399)**
Balance as at 1 April 2020	**(0)**	**23,07,892**	**(34,43,291)**	**-**	**(11,35,399)**
Profit after tax	27,55,732			-	27,55,732
Other comprehensive income (net of tax)					-
	27,55,732	23,07,892	(34,43,291)	-	16,20,333
Transfer to reserve fund in terms of section 45-IC(1) of the Reserve Bank of India Act, 1934	(5,51,146)	5,51,146			-
Transfer to general reserve	(33,06,878)		33,06,878		-
Balance as at 31 March 2021	**(11,02,293)**	**28,59,038**	**(1,36,413)**	**-**	**16,20,333**

As per our report of even date
For Rohit Suri & Associates
Chartered Accountants
ICAI Firm Registration number : 012259N

Sd/-
Rohit Suri
Proprietor
Membership number 091064
Date : 28th June, 2021
Place : New Delhi

On behalf of the Board of Directors

Sd/-
Sanjeev Kumar
Director
DIN: 06625416

Sd/-
Sarita Gupta
Director & CFO
DIN: 0113099

Sd/-
Priti Gupta
Company Secretary

PANAFIC

Panafic Industrials Limited
Notes to the financial statements
For the year ended 31 March 2021

(All amounts in Rs.)

	Particulars	As at 31 March 2021	As at 31 March 2020
3.	**Cash and cash equivalents**		
	Cash on hand	14,98,705	4,45,831
	Balance with banks in current account	52,42,843	1,06,711
		67,41,548	5,52,542
4.	**Loans**		
A	Loans repayable on demand	17,82,76,430	18,04,12,214
	Less: Impairment loss allowance	(1,42,61,751)	(1,32,94,508)
	Total (A)	16,40,14,679	16,71,17,706
B	**Out of above**		
	Secured	-	-
	Unsecured	17,82,76,430	18,04,12,214
	Less: Impairment loss allowance	(1,42,61,751)	(1,32,94,508)
		16,40,14,679	16,71,17,706
C	**Out of above**		
(i)	Loans in India		
	Public sector	-	-
	Less: Impairment loss allowance	-	-
		-	-
(ii)	Others	17,82,76,430	18,04,12,214
	Less: Impairment loss allowance	(1,42,61,751)	(1,32,94,508)
		16,40,14,679	16,71,17,706
(iii)	Total (i+ii)	16,40,14,679	16,71,17,706
(iv)	Loans outside India	-	-
	Less: Impairment loss allowance	-	-
		-	-
	Total C (iii+iv)	16,40,14,679	16,71,17,706
D	**Summary of loans by stage of distribution**		
	Standard assets	3,65,73,255	4,86,84,239
	Less: Impairment loss allowance	(91,433)	(1,21,711)
		3,64,81,822	4,85,62,528
	Sub-standard assets	14,17,03,175	13,17,27,975
	Less: Impairment loss allowance	(1,41,70,318)	(1,31,72,797)
		12,75,32,857	11,85,55,178
	Doubtful assets	-	-
	Less: Impairment loss allowance	-	-
		-	-
	Loss assets	-	-
	Less: Impairment loss allowance	-	-
		-	-
	Total	16,40,14,679	16,71,17,706
5.	**Deferred tax assets**		
	Deferred tax relates to the following		
	Deferred tax assets		
	Difference between carrying costs of fixed assets as per Companies Act, 2013	1,93,905	1,87,657
	On impairment loss allowances on assets	35,89,398	33,45,961
	On losses carried forward	9,79,488	89,044
		47,62,791	36,22,662

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6.	**Property, plant and equipment**		
	Vehicles		
A	*Gross Block*		
	Opening balance	25,22,828	25,22,828
	Additions		
	Deductions/adjustments		
	Total as at 31 March 2020	25,22,828	25,22,828
B	Depreciation and amortisation		
	Opening balance	18,35,315	14,67,090
	Deductions/adjustments		
	For the year	2,39,794	3,68,225
	Total as at 31 March 2020	20,75,109	18,35,315
C	Net Block (A-B)	4,47,719	6,87,513
7.	**Other non financial assets**		
	Prepaid insurance	20,776	-
	Other advances		10,00,000
		20,776	10,00,000
8.	**Trade payables**		
	Payable against goods and services		
	(a) Total outstanding dues of micro enterprises and small enterprises *	-	-
	(b) Total outstanding dues of creditors other than micro enterprises and small enterprises	9,32,903	1,93,268
		9,32,903	1,93,268

Based on and to the extent of information received by the Company from the suppliers regarding their status under the Micro, Small and Medium Enterprises Development Act, 2006 (MSMED Act) and relied upon by the auditors.

9.	**Borrowings**		
	At amortised cost		
	Term loan from banks (secured)	8,62,985	9,78,063
	Intercorporate borrowings (unsecured)	9,10,93,401	9,09,92,522
		9,19,56,386	9,19,70,585

Term loan from bank is secured against hypothecation of vehicle, repayable in 60 installments of Rs. 45,972/- starting from 10 March 2017. Interest rate is 8.80% p.a.

Intercorporate deposits are repayable on demand.

10.	**Other financial liabilities**		
	Salary, bonus and other employee payables	32,700	-
		32,700	-
11.	**Other non-financial liabilities**		
	Statutory dues	-	6,05,280
		-	6,05,280
12.	**Equity share capital**		
	Authorised		
	100,000,000 (Previous Year 100,000,000) shares of Re. 1 each	10,00,00,000	10,00,00,000
		10,00,00,000	10,00,00,000
	Issued subscribed and paid up		
	82,125,000 (Previous Year 82,125,000) shares of Re. 1 each	8,21,25,000	8,21,25,000
		8,21,25,000	8,21,25,000

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A	**Reconciliation of the shares outstanding at the beginning and at the end of the year**		
		Nos	Amount (Rs.)
	As at 1 April 2019	8,21,25,000	8,21,25,000
	Add : Issued during the year	-	-
	Less: Bought back during the year	-	-
	As at 31 March 2020	8,21,25,000	8,21,25,000
	Add : Issued during the year	-	-
	Less: Bought back during the year	-	-
	As at 31 March 2021	8,21,25,000	8,21,25,000
B	**Terms/rights/restrictions attached to equity shares**		
	The Company has only one class of equity shares having a par value of Rs. 2 per share. Each holder of equity shares is entitled to one vote per share. The dividend recommended by the Board of Directors and approved by the shareholders in the Annual General Meeting is paid in Indian Rupees. In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.		
C	**Details of shareholders holding more than 5% shares in the Company (Face value Re. 1 per share)**		
	Suvidha Buildtech Private Limited	66,64,782	71,32,075
13.	**Other equity**		
A	**Retained earnings**		
	Balance at the beginning of the year	-	-
	Profit for the year	27,55,732	(1,37,19,796)
		27,55,732	(1,37,19,796)
	Appropriations		
	1934	(5,51,146)	-
	Transfer to general reserve	(22,04,585)	1,37,19,796
		(27,55,732)	1,37,19,796
	Balance at the end of the year	-	-
B	**Reserve fund in terms of section 45-IC(1) of the Reserve Bank of India Act, 1934**		
	Balance at the beginning of the year	23,07,892	23,07,892
	Transferred during the year	5,51,146	-
	Balance at the end of the year	28,59,039	23,07,892
C	**General reserve**		
	Balance at the beginning of the year	(34,43,291)	1,02,76,505
	Transferred during the year	22,04,585	(1,37,19,796)
	Balance at the end of the year	(12,38,706)	(34,43,291)
	Total other equity (A+B+C)	**16,20,333**	**(11,35,399)**

Nature and purpose of other equity

Retained earnings

Retained earnings represents the surplus in profit and loss account and appropriations.

Reserve fund in terms of section 45-IC(1) of the Reserve Bank of India Act, 1934

Reserve fund is created as per the terms of section 45-IC(1) of the Reserve Bank of India Act, 1934 as a statutory reserve.

General reserve

Amounts set aside from retained profits as a reserve to be utilised for permissible general purpose as per Law

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Panafic Industrials Limited
Notes to the financial statements
For the year ended 31 March 2021

(All amounts in Rs.)

Particulars	For the year ended 31 March 2021	31 March 2020
14. Interest income		
On loans	49,81,326	63,06,454
	49,81,326	63,06,454
15. Other income		
Interest on income tax refund	-	36,348
	-	36,348
16. Finance cost		
Interest on borrowings	84,922	71,81,291
Other borrowing costs	45,420	5,201
	1,30,342	71,86,492
17. Impairment on financial instruments		
Loans	9,67,243	1,28,51,382
	9,67,243	1,28,51,382
18. Employee benefits expenses		
Salaries and wages	5,15,000	15,72,271
Staff welfare	52,271	-
	5,67,271	15,72,271
19. Other expenses		
Printing and stationery	22,647	28,245
Accountancy charges	-	1,43,000
Advertisement	56,802	21,876
Audit fees *	17,700	17,700
Travelling and Conveyance	36,300	-
Car running and maintenance	5,29,925	-
Reversal of interest on non performing assets	-	4,24,925
Listing fees	1,02,316	4,84,116
Fees and subscription	3,500	11,800
Festival expenses	25,680	-
Penalty of non-compliance	6,08,880	1,17,537
Insurance expenses	24,095	45,633
Legal and professional	33,228	19,000
Repair and maintenance	-	26,067
Miscellaneous	-	600
	14,61,073	13,40,499
* Audit fees includes (excluding goods and service tax):		
As auditors	17,700	17,700

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Panafic Industrials Limited
Notes to standalone financial statements
For the year ended 31 March 2021

1. Basis of preparation

The financial statements have been prepared in accordance with Indian Accounting Standards (Ind AS) as per the Companies (Indian Accounting Standards) Rules, 2015 as amended from time to time and notified under section 133 of the Companies Act, 2013 (the Act) along with other relevant provisions of the Act and the Master Direction – Non-Banking Financial Company – Systemically Important Non-Deposit taking Company and Deposit taking Company (Reserve Bank) Directions, 2016 ('the NBFC Master Directions') issued by RBI. The financial statements have been prepared on a going concern basis. The Company uses accrual basis of accounting except in case of significant uncertainties.

For all periods up to and including the year ended 31 March 2020, the Company had prepared its financial statements in accordance with accounting standards notified under Section 133 of the Companies Act 2013, read together with paragraph 7 of the Companies (Accounts) Rules, 2014 and the Companies (Accounting Standards) Amendment Rules, 2016 and the NBFC Master Directions (hereinafter referred as 'Previous GAAP'). These financial statements for the year ended 31 March 2021 are the first the Company has prepared in accordance with Ind AS. The Company has applied Ind AS 101 'First-time Adoption of Indian Accounting Standards', for transition from previous GAAP to Ind AS. An explanation of how transition to Ind AS has affected the previously reported financial position, financial performance and cash flows of the Company is provided in note no. 27.

Presentation of financial statements

The Company presents its Balance Sheet in order of liquidity.

The Company generally reports financial assets and financial liabilities on a gross basis in the Balance Sheet. They are offset and reported net only when Ind AS specifically permits the same or it has an unconditional legally enforceable right to offset the recognized amounts without being contingent on a future event. Similarly, the Company offsets incomes and expenses and reports the same on a net basis when permitted by Ind AS specifically unless they are material in nature.

Critical accounting and judgments

The preparation of the Company's financial statements requires Management to make use of estimates and judgments. In view of the inherent uncertainties and a level of subjectivity involved in measurement of items, it is possible that the outcomes in the subsequent financial years could differ from those on which the Management's estimates are based.

2. Summary of significant accounting policies

This note provides a list of the significant accounting policies adopted in the preparation of these financial statements. These policies have been consistently applied to all the years presented, unless otherwise stated.

i. Income

a) Interest income

The Company recognises interest income using Effective Interest Rate (EIR) on all financial assets subsequently measured at amortised cost or fair value through other comprehensive income (FVOCI). EIR is calculated by considering all costs and incomes attributable to acquisition of a financial asset or assumption of a financial liability and it represents a rate that exactly discounts estimated future cash payments/receipts through the expected life of the financial asset/financial liability to the gross carrying amount of a financial asset or to the amortised cost of a financial liability.

The Company recognises interest income by applying the EIR to the gross carrying amount of financial assets other than credit-impaired assets. In case of credit-impaired financial assets, the Company recognises interest income on the basis of **Master Circular (RBI/2015-16/101) - Prudential norms on Income Recognition, Asset Classification and Provisioning pertaining to Advances** as set out in Note no 2(iv). If the financial asset is no longer credit-impaired, the Company reverts to calculating interest income on a gross basis.

Delayed payment interest (penal interest) levied on customers for delay in repayments/non payment of contractual cashflows is recognised on realisation.

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

b) Dividend income

Dividend income on equity shares is recognised when the Company's right to receive the payment is established, which is generally when shareholders approve the dividend.

c) Income from trading in securities

Gains / losses on dealing in securities are recognized on a trade date basis.

d) Net gain on fair value changes

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

e) Incomes are recognised net of applicable taxes, if any.

ii. Expenditures

a) Finance costs

Borrowing costs on financial liabilities are recognised using the EIR.

b) Expenses are recognised net of the Goods and Services Tax/Service Tax, except where credit for the input tax is not statutorily permitted.

iii. Cash and cash equivalents

Cash and cash equivalents include cash on hand, other short term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

iv. Financial instruments

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

All the financial instruments are recognised on the date when the Company becomes party to the contractual provisions of the financial instruments. For tradable securities, the Company recognizes the financial instruments on settlement date.

a) **Initial measurement**

All financial assets are recognised initially at fair value including transaction costs that are attributable to the acquisition of financial assets except in the case of financial assets recorded at FVTPL where the transaction costs are charged to profit or loss.

Subsequent measurement

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

- Debt instruments at amortised cost
- Debt instruments at FVOC
- Debt instruments at FVTPL
- Equity instruments designated at FVOCI

The Company recognizes all the financial assets and liabilities at its fair value on initial recognition; In the case of financial assets not at fair value through profit or loss, transaction costs that are directly attributable to the acquisition or issue of the financial asset are added to the fair value on initial recognition. The financial assets are accounted on a trade date basis.

For subsequent measurement, financial assets are categorised into:

Amortised cost: The Company classifies the financial assets at amortised cost if the contractual cash flows represent solely payments of principal and interest on the principal amount outstanding and the assets are held under a business model to collect contractual cash flows. The gains and losses resulting from fluctuations in fair value are not recognised for financial assets classified in amortised cost measurement category.

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Fair value through other comprehensive income (FVOCI): The Company classifies the financial assets as FVOCI if the contractual cash flows represent solely payments of principal and interest on the principal amount outstanding and the Company's business model is achieved by both collecting contractual cash flow and selling financial assets. In case of debt instruments measured at FVOCI, changes in fair value are recognised in other comprehensive income. The impairment gains or losses, foreign exchange gains or losses and interest calculated using the effective interest method is recognised in profit or loss. On de-recognition, the cumulative gain or loss previously recognised in other comprehensive income is re-classified from equity to profit or loss as a reclassification adjustment. In case of equity instruments irrevocably designated at FVOCI, gains/ losses including relating to foreign exchange, are recognised through other comprehensive income. Further, cumulative gains or losses previously recognised in other comprehensive income remain permanently in equity and are not subsequently transferred to profit or loss on derecognition.

Fair value through profit or loss (FVTPL): The financial assets are classified as FVTPL if these do not meet the criteria for classifying at amortised cost or FVOCI. Further, in certain cases to eliminate or significantly reduce a measurement or recognition inconsistency (accounting mismatch), the Company irrevocably designates certain financial instruments at FVTPL at initial recognition. In case of financial assets measured at FVTPL, changes in fair value are recognised in profit or loss.

Profit or loss on sale of investments is determined on the basis of first-in-first-out (FIFO) basis.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

- In the principal market for the asset or liability, or

- In the absence of a principal market, in the most advantageous market for the asset or liability.

The principal or the most advantageous market must be accessible by the Company.

The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest.

A fair value measurement of a non-financial asset takes into account a market participant's ability to generate economic benefits by using the asset in its highest and best use or by selling it to another market participant that would use the asset in its highest and best use.

In order to show how fair values have been derived, financial instruments are classified based on a hierarchy of valuation techniques, as summarised below:

Level 1: quoted prices (unadjusted) in active market for identical assets or liabilities.

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

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Level 3: Inputs for the current assets or liabilities that are not based on observable market data (unobservable inputs).

Financial liabilities are carried at amortised cost using the effective interest rate method. For trade and other payables the carrying amount approximates the fair value due to short maturity of these instruments.

Impairment of financial assets

ECL are recognised for financial assets held under amortised cost, debt instruments measured at FVOCI, and certain loan commitments.

The Company has adopted guidelines of **Master Direction - Non-Banking Financial Company –Non-Systemically Important Non-Deposit taking Company (Reserve Bank) Directions, 2016** to recognize ECL which has been summarized below.

A non performing asset (NPA) is a loan or an advance where;

(a) an asset, in respect of which, interest has remained overdue for a period of six months or more;

(b) a term loan inclusive of unpaid interest, when the installment is overdue for a period of six months or more or on which interest amount remained overdue for a period of six months or more;

(c) a demand or call loan, which remained overdue for a period of six months or more from the date of demand or call or on which interest amount remained overdue for a period of six months or more;

(d) a bill which remains overdue for a period of six months or more;

(e) the interest in respect of a debt or the income on receivables under the head 'other current assets' in the nature of short term loans / advances, which facility remained overdue for a period of six months or more;

(f) any dues on account of sale of assets or services rendered or reimbursement of expenses incurred, which remained overdue for a period of six months or more;

(g) the lease rental and hire purchase installment, which has become overdue for a period of twelve months or more;

(h) in respect of loans, advances and other credit facilities (including bills purchased and discounted), the balance outstanding under the credit facilities (including accrued interest) made available to the same borrower / beneficiary when any of the above credit facilities becomes non-performing asset :

a) **Substandard Assets:** A substandard asset is the one, which has remained NPA for a period less than or equal to 18 months. Substandard assets are provided for @ 10% of the amount outstanding.

b) **Doubtful Assets :** An asset is classified as doubtful if it has remained in the substandard category for a period of 18 months. 100% of the unsecured portion of the doubtful assets is provided for. The secured portion of the doubtful assets are provided for as per the following table :

Period for which the asset has remained in 'doubtful' category	Provision requirement (%)
Up to one year	20
One to three years	30
More than three years	50

c) **Loss Assets:** A loss asset is one where loss has been identified by the Company or external auditors or the RBI inspection but the amount has not been written off wholly. In other words, such an asset is considered uncollectible and of such little value that its continuance as a bankable asset is not warranted although there may be some salvage or recovery value. 100% of the outstanding loss financial assets are provided for.

Income from non-performing assets (NPA) is not recognised on accrual basis but is booked as income only when it is actually received.

v. Taxes

a) Current tax

Current tax assets and liabilities are measured at the amount expected to be recovered from or paid to the taxation authorities, in accordance with the Income Tax Act, 1961 and the Income Computation and Disclosure Standards (ICDS) prescribed therein. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted, at the reporting date.

Current tax relating to items recognised outside profit or loss is recognised in correlation to the underlying transaction either in OCI or directly in other equity. Management periodically evaluates positions taken in the tax returns with respect to situations in which applicable tax regulations are subject to interpretation and establishes provisions where appropriate.

b) Deferred tax

Deferred tax is provided using the Balance Sheet approach on temporary differences between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes at the reporting date.

Deferred tax liabilities are recognised for all taxable temporary differences and deferred tax assets are recognised for deductible temporary differences to the extent that it is probable that taxable profits will be available against which the deductible temporary differences can be utilised.

The carrying amount of deferred tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax asset to be utilised. Unrecognised deferred tax assets, if any, are reassessed at each

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reporting date and are recognised to the extent that it has become probable that future taxable profits will allow the deferred tax asset to be recovered.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the year when the asset is realised or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantively enacted at the reporting date.

Deferred tax relating to items recognised outside profit or loss is recognised either in OCI or in other equity

vi. Property, plant and equipment

Property, plant and equipment are carried at historical cost of acquisition less accumulated depreciation and impairment losses, consistent with the criteria specified in Ind AS 16 'Property, Plant and Equipment'.

Depreciation on property, plant and equipment

a) Depreciation is provided on a pro-rata basis for all tangible assets on straight line method over the useful life of assets.
b) Useful lives of assets are those prescribed by Schedule II – Part C of the Companies Act, 2013.
c) Depreciation on addition to assets and assets sold during the year is being provided for on a pro rata basis with reference to the month in which such asset is added or sold as the case may be.
d) Assets having unit value up to ₹ 5,000 is depreciated fully in the financial year of purchase of asset.
e) The residual values, useful lives and methods of depreciation of property, plant and equipment are reviewed at each financial year end and adjusted prospectively, if appropriate.

vii. Impairment of non-financial assets

An assessment is done at each Balance Sheet date to ascertain whether there is any indication that an asset may be impaired. If any such indication exists, an estimate of the recoverable amount of asset is determined. If the carrying value of relevant asset is higher than the recoverable amount, the carrying value is written down accordingly.

viii. Provisions and contingent liabilities

The Company creates a provision when there is present obligation as a result of a past event that probably requires an outflow of resources and a reliable estimate can be made of the amount of the obligation.

A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. The Company also discloses present obligations for which a reliable estimate cannot be made. When there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made.

20. Segment information

The Company operates in a single reportable segment i.e. financing, since the nature of the loans are exposed to similar risk and return profiles hence they are collectively operating under a single segment. The Company operates in a single geographical segment i.e. domestic.

21. Contingent liabilities and commitments

	For the year ended	
	31 March	**31 March**
	2021	**2020**
Contingent liabilities	-	-
Commitments	-	-

22. Changes in liability

The Company does not have any financing activities which affect the capital and asset structure of the Company without the use of cash and cash equivalents.

23. Disclosure of transactions with related parties as required by Ind AS 24

I. List of related parties

Sarita Gupta	Director and CFO
Renu	Director
Ankur Sharma	Director
Sanjeev Kumar	Director
Weekline Investment and Trading Company Limited	A Company in which director is interested

II. Related party transactions made during the year,

Particulars	**31 March 2021**	**31 March 2020**
Weekline Investment and Trading Company Limited		
Loan given	-	-
Repayment of loan received	-	62,00,000
Interest income	-	-
Balance receivable	-	-

24. Capital

The Company actively manages its capital base to cover risks inherent to its business and meet the capital adequacy requirement of RBI. The adequacy of the Company's capital is monitored using, among other measures, the regulations issued by RBI.

I. Capital management

Objective

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

Planning

The Company's assessment of capital requirement is aligned to its planned growth which forms part of an annual operating plan which is approved by the Board and also a long range strategy. These growth plans are aligned to assessment of risks– which include credit, liquidity and interest rate.

The Company monitors its capital to risk-weighted assets ratio (CRAR) on a monthly basis through its Board of Directors.

The Company endeavours to maintain its CRAR higher than the mandated regulatory norm. Accordingly, increase in capital is planned well in advance to ensure adequate funding for its growth.

25. Events after reporting date

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

26. Fair values

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction in the principal (or most advantageous) market at the measurement date under current market conditions (i.e., an exit price), regardless of whether that price is directly observable or estimated using a valuation technique.

The Company has an internal fair value assessment team which assesses the fair values for assets qualifying for fair valuation.

Fair values of financial assets, other than those which are subsequently measured at amortised cost, have been arrived at as under:

- Fair values of investments held for trading under FVTPL have been determined under level 1 using quoted market prices of the underlying instruments;

The Company has determined that the carrying values of cash and cash equivalents, bank balances, loans, trade payables, short term debts, borrowings, and other current liabilities are a reasonable approximation of their fair value and hence their carrying value are deemed to be fair value.

27. Financial risk management

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The Company's principal financial liabilities comprise borrowings and trade and other payables. The main purpose of these financial liabilities is to finance and support the Company's operations. The Company's principal financial assets include inter corporate deposits, loans, cash and cash equivalents and other receivables.

The Company is exposed to market risk, credit risk, liquidity risk and operational and business risk. The Company's Board of Directors oversees the management of these risks. The major risks are summarised below:

Market risk

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. In the case of the Company, market risk primarily impacts financial instruments measured at fair value through profit or loss. The fair value investments of these investments are regularly monitored.

Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company does not have exposure to the risk of changes in market interest rate as it has debt obligations with fixed interest rates which are measured at amortised cost.

Credit Risk

Credit risk is the risk that the counterparty will not meet its obligations under a financial instrument or a customer contract, leading to a financial loss. The Company is exposed to credit risk from its financing activities towards inter corporate deposits where no significant impact on credit risk has been identified.

Liquidity Risk

Liquidity risk is defined as the risk that the Company will not be able to settle or meet its obligations on time or at a reasonable price. The Company's Board of Directors is responsible for liquidity, funding as well as settlement management.

The Company manages its liquidity requirement by analysing the maturity pattern of Company's cash flows of financial assets and financial liabilities. The Company's objective is to maintain a balance between continuity of funding and flexibility through issuance of equity shares, commercial papers, etc. All the Companies financial assets and liabilities are payable/ receivable within 12 months.

28. Disclosure pursuant to RBI Notification - RBI/2020-20/170 DOR (NBFC).CC.PD.No.109/22.10.106/ 2020-20 Dated 13 March 2021 - A comparison between provisions required under Income recognition, asset classification and provisioning (IRACP) and impairment allowances as per Ind AS 109 'Financial instruments'

Asset	Asset	Gross	Loss	Net	Provision	Difference

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classification as per RBI Norms (1)	classification as per Ind AS 109 (2)	carrying amount as per Ind AS (3)	allowance (Provisions) as required under Ind AS 109 (4)	carrying amount (5) = (3) – (4)	required as per IRACP norms (6)	between Ind AS 109 provision and IRACP norms (7) = (4) – (6)
(a) Performing assets						
Standard assets	Stage 1	3,65,73,255	91,433	3,64,81,822	91,433	-
	Stage 2					
Subtotal (a)		**3,65,73,255**	**91,433**	**3,64,81,822**	**91,433**	**-**
(b) Non-performing assets (NPA)						
(i) Sub-standard assets	Stage 3	14,17,03,175	1,41,70,318	12,75,32,858	1,41,70,318	-
(ii) Doubtful up to						
1 year	Stage 3			-		-
1 to 3 years	Stage 3			-		-
More than 3 years	Stage 3			-		-
Subtotal (ii)		-	-	-	-	-
(iii) Loss assets	Stage 3		-	-	-	-
Subtotal (a)		**14,17,03,175**	**1,41,70,318**	**12,75,32,858**	**1,41,70,318**	**-**
(c) Other Items	Stage 1			-		-
	Stage 2			-		-
	Stage 3			-		-
Subtotal (c)		-	-	-	-	-
Total (a+b+c)	Stage 1	3,65,73,255	1,21,711	4,85,62,528	1,21,711	-
	Stage 2	-	-	-	-	-
	Stage 3	14,17,03,175	1,41,70,318	12,75,32,858	1,41,70,318	-
						-
	Total	**17,82,76,430**	**1,42,92,029**	**17,60,95,386**	**1,42,92,029**	-

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29. Schedule in terms of paragraph 19 of Master Direction - Non-Banking Financial Company - Non-Systemically Important Non-Deposit taking Company (Reserve Bank) Directions, 2016

Liabilities Side:	(Amount in Rs.)	
	Amount Outstanding	Amount Overdue
(1) Loans and advances availed by the NBFCs inclusive of interest accrued thereon but not paid :		
a) Debentures : Secured		
: Unsecured		
(other than falling Within the meaning of public deposits)	-	-
b) Deferred credits	-	-
c) Term loans	8,62,985	
d) Inter-corporate loans & borrowings	9,10,93,401	-
e) Commercial paper	-	-
f) Public deposits	-	-
g) Other loans –	-	-
i) Working capital loans from banks	-	-
ii) Security deposit for corporate		
guarantee	-	-
Secured loans	-	-
(2) Break-up of (1)(f) above (outstanding public deposits inclusive of interest accrued thereon but not paid) :		
a) In the form of unsecured debentures :		
b) In the form of partly secured debentures i.e., debentures where there is a shortfall in the value of security		
c) Other public deposits	-	-

Assets side :	Amount Outstanding (Rs.)
(1) Break-up of Loans and advances including bills receivables [other than those included in (4) below :]	
a) Secured	
b) Unsecured (net of provisions)	16,40,14,679
(2) Break-up of Leased Assets stock on hire and other loans counting towards AFC activities (net of provision)	
i) Lease assets including lease rentals under sundry debtors	
a) Financial lease	

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b) Operating lease	-
ii) Stock on hire including hire charges under sundry debtors :	-
a) Assets on hire	-
b) Repossessed assets	
iii) Hypothecation loans counting towards EL / HP activities	
a) Loans where assets have been repossessed	-
b) Loans other than (a) above	

(3) Break-up of Investments:	
Current Investments:	
1. Quoted:	
i) Shares : a) Equity	-
b) Preference	-
ii) Debentures and Bonds	-
iii) Units of mutual funds	-
iv) Government Securities	-
v) Others (please specify)	-
2. Unquoted :	
i) Shares : a) Equity	-
b) Preference	-
ii) Debentures and Bonds	-
iii) Units of mutual funds	-
iv) Government Securities	-
v) Others (please specify)	-
Long Term Investments :	
1. Quoted	
i) Shares : a) Equity	-
b) Preference	-
ii) Debentures and Bonds	-
iii) Units of mutual funds	-
iv) Government Securities	-
v) Others (please specify)	-

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2. Unquoted :	
i) Shares : a) Equity Shares	-
b) Preference Shares	-
ii) Debentures and Bonds	
iii) Units of mutual funds	-
iv) Government Securities	-
v) Others	-

1) Borrower group-wise classification of all leased assets , stock-on hire and loans and advances :

Category	Amount net of provisions (Rs.)		
1. Related Parties	**Secured**	**Unsecured**	**Total**
a) Subsidiaries	-	-	-
b) Companies in the same group	-	-	-
c) Other related parties	-	-	-
2. Other than related parties	-	16,40,14,679	16,40,14,679

2) Investor group-wise classification of all investments (current and long term) in shares and securities (both quoted and unquoted):

	Break-up value per share (Rs.)	Book value (net of provision) (Rs.)
Category		
1. Related Parties		
(a) Subsidiaries	-	-
(b) Companies in the same group	-	-
2. Other than related parties	-	-

Particulars	Amount in Rs.
i) Gross Non-Performing Assets	
a) Related parties	-
b) Other than related parties	13,17,27,975

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ii) Net Non-Performing Assets	
a) Related parties	-
b) Other than related parties	11,85,55,177
iii) Assets acquired in satisfaction of debt	-

30. Novel Coronavirus has put the whole world on alert. The business are adversely affected all over world including India.COVID-19 has hit both organized and un-organized sectors and the Indian economy is projected to slow down in current financial year. Due to mass lockdown restrictions and unexpected factors, the Company's business may also be affected in short to medium term.

As per our report of even date
For Rohit Suri & Associates
Chartered Accountants
ICAI Firm Registration number: 012259N

Sd/-
Rohit Suri
Proprietor
Membership number 091064

Date: 28th June, 2021
Place: New Delhi

On behalf of the Board of Directors

Sd/-
Sanjeev Kumar
Director
DIN: 06625416

Sd/-
Sarita Gupta
Director & CFO
DIN: 0113099

Sd/-
Priti Gupta
Company Secretary

PANAFIC