MSSIDC

MAHARASHTRA SMALL SCALE INDUSTRIES DEVELOPMENT CORPORATION LIMITED

Krupanidhi, 9, Walchand Hirachand Marg,
Ballard Estate, Mumbai - 400 001.
Phone : (022) 22611121-222-23
http://www.mssidc.maharashtra.gov.in

60th ANNUAL REPORT 2021-22









MSSIDC

THE FOLLOWING CUSTOMER FRIENDLY SERVICES ARE BEING PROVIDED TO SMALL SCALE INDUSTRIES

MAHACOIR

- Maharashtra coir production, exhibition and training centre

RAW MATERIAL

- Warehousing Facilities

MARKETING ASSISTANCE

- Participation in tenders on behalf of units in government/ semi-government bodies tenders.

HANDICRAFT DEVELOPMENT & EXHIBITIONS

- Conducting Training and arranging Exhibitions for Handicaft items.

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60th ANNUAL REPORT FOR THE YEAR 2021-22

COMPANY INFORMATION

(As on 26.09.2025)

BOARD OF DIRECTORS	SHRI. JAIDEEP KAWADE (w.e.f 29.11.2024)
	SHRI. DEEPENDRASINGH KUSHWAH, IAS (w.e.f 16.11.2022)
	DR. KUNAL KHEMNAR, IAS (w.e.f 17.03.2025)
	SHRI. VIKAS PANSARE, IAS (w.e.f 22.09.2025)
	SHRI. BHANUDAS PALVE, IAS (w.e.f 23.05.2025)
	SMT. GEETANJALI BAVISKAR, IAS (w.e.f 06.03.2025)
	SHRI. JAGANNATH DANGE, IAS Independent Director (w.e.f 30.12.2024)
MANAGING DIRECTOR	SHRI. VIKAS PANSARE, IAS (w.e.f 22.09.2025)
JOINT MANAGING DIRECTOR	SMT. PRASHALI DIGHAVKAR (w.e.f 21.05.2025)
CHIEF FINANCIAL OFFICER	SMT. SMITA KHARAT (Additional Charge) (w.e.f 23.05.2025)
COMPANY SECRETARY	SHRI. AKSHAY PATHAK (w.e.f 18.07.2022)
BANKERS	STATE BANK OF INDIA
STATUTORY AUDITORS	M/S AMBAVAT JAIN & ASSOCIATES LLP.
REGISTERED OFFICE	KRUPANIDHI, 9, WALCHAND HIRACHAND MARG, BALLARD ESTATE, MUMBAI - 400 001.

Director's Report

To,
The Members,
Maharashtra Small Scale Industries Development Corporation Limited,
Mumbai.

On behalf of the Board of Directors, we have great pleasure in presenting the 60th Annual Report on the working of MSSIDC Limited, together with the Audited Accounts for the year ended on 31st March 2022.

1. CONSOLIDATED FINANCIAL SUMMARY OR HIGHLIGHTS / PERFORMANCE OF THE COMPANY :

The financial results for the year ended 31st March 2022, and the corresponding figures for the last year are as under: -

(Amount in Lac.)

Particulars	2021-22	2020–21
Profit Before Interest, Depreciation & Tax	(95.28)	94.61
Less: Finance Cost	6.47	6.14
Less: Depreciation & Amortization Expenses	24.38	24.85
Loss/Profit before Tax	(126.13)	63.62
Provision for Tax	-	-
Prior Period Expenses	(10.34)	(1026.39)
Loss Before Tax	(136.47)	(962.77)
Current Tax	-	-
Deferred Tax (Assets/Liabilities)	(1.95)	(2.69)
Tax Adjustment earlier year	-	-
Loss after Tax	(146.91)	(965.47)
Less: Proposed Dividend & Tax thereon	-	-
Balance carried to Balance Sheet	(146.91)	(965.47)

2. RESERVE & SURPLUS:

The total loss of Rs. 1,46,91,709.00 for the financial year ended on 31st March 2022 is to be adjusted from the General Reserve.

3. BRIEF DESCRIPTION OF THE COMPANY'S WORKING DURING THE YEAR, STATE OF COMPANY'S AFFAIR, ITS OPERATIONS AND FUTURE PROSPECTS:

Your Directors inform you that the company has incurred a loss of Rs. 1.46 Cr in the F.Y. 2021-22 as compared to a loss of Rs. 9.65 Cr in F.Y. 2020-21.

4. EVENTS SUBSEQUENT TO THE DATE OF FINANCIAL STATEMENTS:

The substantial change in the procurement policy of the Government of Maharashtra gave a huge setback to MSSIDC, as its major source of revenue generation was no longer

in existence. There is no concrete assistance under the tender procurement process. Government of Maharashtra vide GR dated 27.10.2022, appointed MSSIDC Ltd as a State Nodal Agency for Implementation of RAMP programme in the state of Maharashtra.

5. DIVIDEND:

Due to the loss of the Company, the Directors do not recommend any dividend for the Financial Year 2021-22.

6. MEETINGS:

Four meetings of the Board of Directors were held during the financial year.

Sr.	Date	Serial No
1.	**11.06.2021**	**364th Board Meeting**
2.	**30.09.2021**	**365th Board Meeting**
3 .	**14.12.2021**	**366th Board Meeting**
4.	**30.03.2022**	**367th Board Meeting**

7. **DIRECTORS AND KEY MANAGERIAL PERSONNEL:**

The details of the Directors in the financial year 2021-22 to till date are as follows:

Sr. No.	Name of Director	Designation	Date of Appointment	Date of Cession
1	Shri. Harshadeep Kamble, IAS	Nominee Director	08.06.2017	30.09.2022
2	Dr. Mary Neelima Kerketta ,IAS	Nominee Director	04.05.2018	02.07.2021
3	Shri. Avinash J Subhedar, IAS	Nominee Director	10.05.2019	31.05.2021
4	Shri. Pravin Darade, IAS	Managing Director	21.10.2020	30.09.2022
5	Mrs. Aastha Luthara, IA&AS	Nominee Director	26.02.2021	24.11.2022
8	Mrs. Anshu Sinha, IAS	Nominee Director	02.07.2021	06.06.2023
9	Shri. Abhishek Krishna, IAS	Nominee Director	29.09.2021	22.10.2021
10	Shri.Ajit Patil, IAS	Nominee Director	22.10.2021	23.09.2022
11	Shri.A.S.Ranagnaik,IAS	Nominee Director	23.09.2022	16.03.2022
12	Shri. Rajendra Nimbalkar,IAS	Managing Director	03.10.2022	25.02.2025
13	Shri.Deependra Singh Kushwash, IAS	Nominee Director	16.11.2022	Continuing
14	Shri.Anil Bhandari, IAS	Nominee Director	16.03.2023	04.02.2025
15	Mrs.R Vimala, IAS	Nominee Director	07.07.2023	29.08.2024
16	Smt. Manisha Verma,IAS	Nominee Director	01.09.2023	29.01.2025
17	Smt Farogh Mukdam (Additional Charge)	Managing Director	25.02.2025	25.03.2025
18	Shri Pradeep P ,IAS	Nominee Director	29.08.2024	31.12.2024
19	Smt. Geetanjali Baviskar, IAS	Nominee Director	06.03.2025	Continue
20	Shri Jaideep Kawade	Nominee Director	29.11.2024	Continue
21	Shri Kunal Khemnar, IAS	Nominee Director	17.03.2025	Continue
22	Shri J P Dange, EX IAS	Independent Director	30.12.2024	Continue
23	Dr. Nidhi Pandey, IAS	Managing Director	02.04.2025	22.09.2025

Sr. No.	Name of Director	Designation	Date of Appointment	Date of Cession
24	Shri Bhanudas Palve , IAS	Nominee Director	23.05.2025	Continue
25	Shri. Vikas Pansare, IAS	Managing Director	22.09.2025	Continue

The details of the Key Managerial Personnel from 2021 -22 to till date are as follows:

Sr. No.	Name of Key Managerial Personnel	Designation	Date of Appointment	Resignation
1	Shri Pravin Darade, IAS	M D	21.10.2020	30.09.2022
2	Shri. Rajendra Nimbalkar, IAS	MD	03.10.2022	25.02.2025
3	Dr. Nidhi Pandey, IAS	MD	02.04.2025	22.09.2025
4	Shri. Vikas Pansare	MD	22.09.2025	Continue
4	Smt. Sandhya Pawar	CFO	01.06.2020	31.03.2022
5	Shri Vijay Kapate	CFO	01.04.2022	31.12.2024
6	Smt. Faorgh Mukadam Additional Charge	CFO	01.01.2025	25.03.2025
7	Shri.Sadashiv Survase Additional Charge	CFO	26.03.2025	28.04.2025
6	Smt. Smita Kharat	CFO	22.05.2025	Continue
7	Kush Keshri	CS	19.08.2014	08.04.2022
8	Akshay Pathak	CS	18.07.2022	Continue

8. **COMPANY'S POLICY RELATING TO DIRECTORS' APPOINTMENT, PAYMENT OF REMUNERATION AND DISCHARGE OF THEIR DUTIES**:

The provisions of Section 178(1) relating to the constitution of the Nomination and Remuneration Committee do not apply to the Company, since it is a State Government undertaking incorporated under the Companies Act, and the Directors are appointed by the Government. Hence, the Company has not devised any policy relating to the appointment of Directors, payment of Directors' remuneration, Directors' qualifications, positive attributes, independence of Directors and other related matters as provided under Section 178(3) of the Companies Act, 2013

9. **DECLARATION OF INDEPENDENT DIRECTORS:**

Since it is a state Government company incorporated under the Companies Act 1956, as per the provision of Section 149 of the Indian Companies Act 2013, The Corporation has sent a proposal to the State Government for the appointment of independent directors as per the provision of the Companies Act 2013. The Government has nominated two Independent Directors on 04.10.2024, and one Director has given their consent and was appointed by the Company on 30.12.2024. The Independent Directors have submitted declarations that they meet the criteria of independence as provided in Section 149(6) of the Companies Act, 2013.

10. **DETAILS OF POLICY DEVELOPED AND IMPLEMENTED BY THE COMPANY ON ITS CORPORATE SOCIAL RESPONSIBILITY INITIATIVES:**

The Corporate Social Responsibility Committee (CSR Committee) has formulated and recommended to the Board a Corporate Social Responsibility Policy (CSR Policy) indicating the activities to be undertaken by the Company, which has been approved by the Board.

The CSR Policy may be accessed on the Company's website at the link: https://mssidc.maharashtra.gov.in/Site/ ViewPDFList?doctype=k5uhqtZV9 uZiTHbP1VqMVkAOT012hftEOuLwHRcP76bOgK5jeEeEOB z9nVEtX2ZCciTsQ7Jj_M/ fofreaOjW6pTWkwwcUpcIdvVxa55DL7o=

As there has been a loss over the last 3 years, no CSR activity was undertaken in this financial year.

11. **INTERNAL CONTROL SYSTEM:**

The Company's internal control system comprises audit and compliance by a team of efficient and effective Internal Auditors. The internal auditors independently evaluate the adequacy of internal control and concurrently audit the transactions. Moreover, we are further taking steps to strengthen the internal control system.

12. **SIGNIFICANT & MATERIAL ORDERS PASSED BY THE REGULATORS:**

During the year, no significant and material orders were passed by the regulators or courts or tribunals impacting the going concern status and the company's operations in future.

13. **CHANGES IN SHARE CAPITAL:**

During the year under review, there has been no change in the Authorized Share Capital of the Corporation.

14. **STATUTORY AUDITORS:**

M/s Ambavat Jain & Associates, LLP, Chartered Accountants, Mumbai were appointed as Statutory Auditors for the Financial Year by C&AG.

15. **REPLY TO QUALIFICATIONS AND ADVERSE COMMENTS OF AUDITORS' REPORT:**

Attached in Annexure - 1

16. **REVIEW BY THE COMPTROLLER AND AUDITOR GENERAL**

Comment on the working result of the Corporation by the Comptroller and Auditor General of India form's a part of this Annual Report.

17. **EXTRACT OF ANNUAL RETURN:**

As required pursuant to section 92(3) of the Companies Act, 2013 and rule 12(1) of the Companies (Management and Administration) Rules, 2014, an extract of annual return in MGT 9 as a part of this Annual Report as **ANNEXURE 'II'.**

18. **PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS UNDER SECTION 186:**

No loans, investment or guarantee or security has been provided by the Company under

the provisions of Section 186 of the Companies Act, 2013.

19. **DEPOSIT:**
The Company has neither accepted nor renewed any deposits during the year under review.

20. **PARTICULARS OF EMPLOYEE**:
There are no employees in receipt of remuneration exceeding the limits specified under Rule 5(2) of the Companies (Appointment & Remuneration of Managerial Personnel) Rules, 2014.

21. **PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES**:
No agreement was entered into with related parties by the Company during the current year. No related party transactions were entered by the Company in the ordinary course of business.

22. **Subsidiaries, Joint Ventures and Associate Companies**.
Krupanidhi Limited is a subsidiary company of MSSIDC. MSSIDC holds 62% of its shares. MSSIDC do not have any Joint ventures or Associate companies.

23. **Fraud Reporting:**
During the year under review, neither the management nor the auditors observed nor reported any fraud.

24. **DISCLOSURE UNDER THE SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013**
The company has a sexual harassment committee for the prevention of sexual harassment in accordance with the requirements of the Sexual Harassment of Women at Workplace (Prevention, Prohibition & Redressal) Act, 2013.

25. **CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNING AND OUTGO:** NIL

26. **TRANSFER OF AMOUNTS TO INVESTOR EDUCATION AND PROTECTION FUND:**
Your Company did not have any funds lying unpaid or unclaimed for a period of seven years. Therefore, there were no funds which were required to be transferred to Investor Education and Protection Fund (IEPF)

27. **DIRECTORS'S RESPONSIBILITY STATEMENT:**
The Directors' Responsibility Statement referred to in clause (c) of Sub- section (3) of Section 134 of the Companies Act, 2013 shall state that:

a. in the preparation of the annual accounts, the applicable accounting standards had been followed along with a proper explanation relating to material departures:
The director had selected such accounting policies and applied them consistently, and made judgments and estimates that are reasonable and prudent so as to give a true and fair view

of the state of affairs of the company at the end of the financial year and of the loss of the company for that period.

b. the director had taken proper and enough 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;

c. the directors had prepared the annual accounts on a going concern basis; and

d. The directors had devised a proper system to ensure compliance with the provisions of all applicable laws, and that such system was adequate and operating effectively.

28. **ACKNOWLEDGEMENTS:**

The Directors gratefully acknowledge the valuable guidance and support extended by the State Government, Company's Bankers, Suppliers, and Dealers for their assistance, cooperation and encouragement they extend to the Corporation.

The Directors also acknowledge the contribution made by the dealers, suppliers, retailers/ distributors of the corporations towards improving the service as well as for the overall performance of the Corporation.

Your directors also thank all Government Agencies and Employees of the Corporation for their support during the year and look forward to their continued support in the future

For and on behalf of the Board of Directors of

Managing Director	Director
DIN : 11317828	DIN : 10741883

Place: Mumbai.
Date: 26/09/2025

ANNEXURE - 2

Form No. MGT-9

EXTRACT OF ANNUAL RETURN
AS ON THE FINANCIAL YEAR ENDED ON 31/03/2022
[Pursuant to section 92(3) of the Companies Act, 2013 and rule 12(1) of the Companies (Management and Administration) Rules, 2014]

I. REGISTRATION AND OTHER DETAILS:

i.	CIN	**U74999MH1962SGC012501**
ii.	Registration Date	**19/10/1962**
iii.	Name of the Company	**Maharashtra Small Scale Industries Development Corporation Limited**
iv.	Category / Sub-Category of the Company	**LIMITED BY SHARES / GOVERNMENT COMPANY**
v.	Address of the Registered office and contact details	**Krupanidhi, 9, W.H Marge, Ballard Estate, Mumbai-400001.**
vi.	Whether listed company	**No**
vii.	Name, Address and Contact details of Registrar and Transfer Agent, if any	**N.A**

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

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

Sr. No.	Name and Description of main products /services	NIC Code of the Product/ service	% to total turnover of the company
1	Retail Trading	G	100

PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES

Sr. No.	Name and address of the Company	CIN/GLN	Holding/ Subsidiary/ Associate	% of share held	Applicable section
1	Krupanidhi Limited	U70101MH1964 SGC013078	Subsidiary	62%	2(87)

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

i. Category-wise Share Holding

Category of Shareholders	No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				% Change during the year
	Demat	Physical	Total	%of Total Shares	Demat	Physical	Total	% of Total Shares	
A. Promoter									
1) Indian									
a) Individual/ HUF	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	0.0001 Four nominees were changed.
b) Central Govt	Nil	10,000	10,000	0.689	Nil	10,000	10,000	0.689	
c) State Govt(s)	Nil	14,40,093	14,40,093	99.310	Nil	14,40,093	14,40,093	99.999	
d) Bodies Corp	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	
e) Banks / FI	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	
f) Any Other (Nominees of govt. of Maharashtra)	Nil	6	6	0.001	Nil	6	6	0.0001	
Sub-total (A) (1) :-	Nil	14,50,099	14,50,099	100	Nil	14,50,099	14,50,099	100	
2) Foreign	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	
h) NRIs-Individuals	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	
i) Other-Individuals	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	
j) Bodies Corp.	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	
k) Banks / FI	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	
l) Any Other….	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	
Sub-total (A) (2):-	**Nil**	**Nil**	**Nil**	**Nil**	**Nil**	**Nil**	**Nil**	**Nil**	
B. Public Shareholding									
1. Institutions									
a) Mutual Funds	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	NO Change
b) Banks / FI	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	
c) Central Govt	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	
d) State Govt(s)	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	
e) Venture Capital Funds	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	
f)Insurance Companies	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	
g) FIIs	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	
h)Foreign Venture Capital Funds	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	
i)Others (specify)	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	
Sub-total (B)(1)	**Nil**	**Nil**	**Nil**	**Nil**	**Nil**	**Nil**	**Nil**	**Nil**	

2.Non Institutions									
a) Bodies Corp.	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	
(i) Indian									
(ii) Overseas									
b) Individuals									
(i) Individual shareholders holding nominal share capital upto Rs. 1 lakh	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	
(ii) Individual shareholders holding nominal share capital in excess of Rs 1 lakh	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	NO Change
c) Others (Specify)	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	
Sub-total (B)(2)	**Nil**	**Nil**	**Nil**	**Nil**	**Nil**	**Nil**	**Nil**	**Nil**	
Total Public Shareholding (B)=(B)(1)+ (B)(2)	**Nil**	**Nil**	**Nil**	**Nil**	**Nil**	**Nil**	**Nil**	**Nil**	
C. Shares held by Custodian for GDRs & ADRs	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	
Grand Total (A+B+C)	**Nil**	**14,50,099**	**14,50,099**	**100**	**Nil**	**14,50,099**	**14,50,099**	**100**	**NO Change**

iii. Shareholding of Promoters

Sr. No.	Shareholder's Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% change in share holding during the year
		No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	No. of Shares	% of total Shares of the company	% of Shares Pledged/ encumbered to total shares	
1.	The Governor of Maharashtra. Represented by Shri Ravindra Gurav	14,40,093	99.31	0	14,40,093	99.31	0	0

2.	The State Trading Corporation of India	10,000	0.68	0	10,000	0.68	0	0
3.	Shri Kiran Jadhav	01	0.0000006	0	01	0.0000006	0	0
4.	Shri Vinod Mendhe	01	0.0000006	0	01	0.0000006	0	0
5.	Smt. Sunita Hazari	01	0.0000006	0	01	0.0000006	0	0
6.	Shri Shashikant Salunke	01	0.0000006	0	01	0.0000006	0	0
7.	Mrs. Dipali Patil	01	0.0000006	0	01	0.0000006	0	0
8.	Mrs. S.S. Rasam	01	0.0000006	0	01	0.0000006	0	0
Total		**14,50,099**	**100**	**0**	**14,50,099**	**100**	**0**	**0**

***Shareholders from Sr. No. 3 to 8 are the nominees of the Government of Maharashtra and are Government employees working in Industries, Energy & Labour Department of the Government of Maharashtra , Mantralaya , Mumbai-400032**

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

There are No changes in the Promoters Shareholding during the financial year 2021-22.

IV. INDEBTEDNESS

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

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

Indebtedness at the end of the financial year i) Principal Amount ii) Interest due but not paid iii) Interest accrued but not due	Nil	Nil	Nil	Nil
Total (i+ii+iii)	**Nil**	**Nil**	**Nil**	**Nil**

V. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

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

SR. No.	Particulars of Remuneration	Name of MD	Total Amount
		Smt. Pravin Darade	
1.	Gross salary		
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	33,15,891/-	33,15,891/-
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	Nil	Nil
	(c) Profits in lieu of salary under section 17(3) Income- tax Act, 1961	Nil	Nil
2.	Stock Option	Nil	Nil
3.	Sweat Equity	Nil	Nil
4.	Commission - as % of profit - others, specify…	Nil	Nil
5.	Others, please specify	Nil	Nil
6.	**Total (A)**	**33,15,891/-**	**33,15,891/-**
	Ceiling as per the Act		

B. REMUNERATION TO OTHER DIRECTORS :

SR. No.	Particulars of Remuneration	Name of MD/WTD/ Manager				Total Amount
	Independent Directors					
	• Fee for attending board committee meetings	Nil	Nil	Nil	Nil	Nil
	• Commission	Nil	Nil	Nil	Nil	Nil
	• Others, please specify	Nil	Nil	Nil	Nil	Nil
	Total (1)	**Nil**	**Nil**	**Nil**	**Nil**	**Nil**

	Other Non-Executive Directors					
	• Fee for attending board committee meetings	Nil	Nil	Nil	Nil	Nil
	• Commission	Nil	Nil	Nil	Nil	Nil
	• Others, please specify	Nil	Nil	Nil	Nil	Nil
	Total (2)	**Nil**	**Nil**	**Nil**	**Nil**	**Nil**
	Total (B)=(1+2)	**Nil**	**Nil**	**Nil**	**Nil**	**Nil**
	Total Managerial Remuneration	Nil	Nil	Nil	Nil	Nil
	Overall Ceiling as per the Act					

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

SR. No.	Particulars of Remuneration	Key Managerial Personnel			
		CEO	CFO Smt Sandhya Pawar	Company Secretary Shri Kush Keshri	Total
1.	Gross salary				
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961		17,05,410/-	7,99,904/-	25,05,314/-
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961		N.A.	N.A.	
	(c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961			N.A.	
2.	Stock Option			N.A.	
3.	Sweat Equity			N.A.	
4.	Commission				
	- as % of profit			N.A.	
	- others, specify…			N.A.	
5.	Others, please specify			N.A.	
6.	**Total**		**17,05,410/-**	**7,99,904/-**	**25,05,314/-**

VI. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES:

Type	Section of the companies Act	Brief description	Details of Penalty/ Punishment/ Compounding fees imposed	Authority [RD /NCLT/Court]	Appeal made. If any (give details)
A. Company					
Penalty	N.A.	N.A.	N.A.	N.A.	N.A.
Punishment	N.A.	N.A.	N.A.	N.A.	N.A.

Compounding	N.A.	N.A.	N.A.	N.A.	N.A.
B. Directors					
Penalty	N.A.	N.A.	N.A.	N.A.	N.A.
Punishment	N.A.	N.A.	N.A.	N.A.	N.A.
Compounding	N.A.	N.A.	N.A.	N.A.	N.A.
C. Other Officers In Default					
Penalty	N.A.	N.A.	N.A.	N.A.	N.A.
Punishment	N.A.	N.A.	N.A.	N.A.	N.A.
Compounding	N.A.	N.A.	N.A.	N.A.	N.A.

Details for change in the name of the nominees:

11.08.2021	EF-21	Mrs Kavita Pawar	3	Equity	1	88629	100/-	EF-27	Ms. Sunita Hazari	11.08.2021
11.08.2021	EF- 20	Shri Anil Kumar Ugley	2	Equity	1	9999	100/-	EF-23	Shri Shashikant Salunke	11.08.2021

For and on behalf of the Board of Directors of

Managing Director
DIN : 11317828

Director
DIN : 10741883

Place: Mumbai.
Date: 26/09/2025

Ambavat Jain & Associates LLP
Chartered Accountants

Registered with Limited Liability under The Limited Liability Partnership Act, 2008 with Registration No. AAA - 7120
Regd. Office: Office No. 40, Morarji Velji Bldg, 1st floor, 9/15, Dr. M.B. Velkar Street, Marine Lines (East), Mumbai – 400002.
Tel: +91 22 43153000 **Fax:** +91 22 43153015. **email:** aja@ajallp.com. Website: www.ajallp.com

INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF MAHARASHTRA SMALL SCALE INDUSTRIES DEVELOPMENT CORPORATION LIMITED

Report on the Audit of the Consolidated Financial Statements

Adverse Opinion

We have audited the Consolidated financial statements of **MAHARASHTRA SMALL SCALE INDUSTRIES DEVELOPMENT CORPORATION LIMITED** ("The Corporation") which comprise the Consolidated Balance Sheet as at March 31, 2022, the Consolidated Statement of Profit and Loss, Consolidated Cash Flow Statement for the year then ended, and notes to the Consolidated financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion, and due to the significance of the matter(s) described stated in the Basis for Adverse Opinion paragraph, the Consolidated financial statements do not give the information required by the Companies Act, 2013 in the manner so required and also do not give a true and fair view in conformity with the accounting principles generally accepted in India of the state of affairs of the Corporation as at 31st March, 2022, and its Loss and its cash flows for the year ended on that date.

Basis for Adverse Opinion

We draw attention to the matters described in paragraphs 1 to 10 below. These issues, whether quantified or not, have a significant impact on the Consolidated Financial Statements. In some cases, due to insufficient and inappropriate audit evidence, the effects of these matters are not fully identified, but they are material.

1. Unreconciled Balances and Classification & Presentation thereof:
   (a) There are various general ledgers outstanding from longer period/unreconciled, various general ledgers are being used interchangeably, resulting in incorrect resultant balances. In the absence of reconciliation, we are unable to comment upon accuracy of these balances.
   The effect of the adjustments, if any, arising from reconciliation and settlement of old outstanding balances remaining in the above accounts and possible gain/loss that may arise on account of non-recovery or partial recovery or write back thereof has not been ascertained.

(b) Further in the absence of necessary data/details, we are unable to comment whether classification of assets and liabilities and their bifurcation in to Current and Non-Current are in accordance with the requirement of Accounting Standard.

(c) Attention is drawn to Note 7 to the Consolidated Financial Statements, relating to sum of ₹35.86 crores (FY 20-21 - ₹36.13 crore) shown as 'Due to others' which are included under Trade payables – Current. Party-wise details and balance confirmation certificate of said amount have not been provided to us for verification. As a result, we are unable to comment on the existence of the liability and consequential impact, if any, on the Consolidated Financial Statements of the Corporation for the year under audit.

2. External Balance Confirmations/Reconciliations:
Attention is drawn to Note 7, 16 and 18 to the Consolidated Financial Statements, Balances of Trade Payables, Trade Receivables and Loans & advances and various other debit/credit balances and dues from government are subject to confirmations, reconciliations and consequential adjustments thereof. The system of third-party balance confirmations is not followed by the Corporation. Communication details were not available for us to get external confirmation as per SA 505 for the balances standing in the books. In the absence of proper records/communication details, we are unable to comment on the accuracy of the balances standing in the books.

3. Various accounts under the head Godown and office rent receivable are not reconciled. Thus, we are unable to comment on the accuracy of Godown rent received & receivable and rent paid & payable accounted for in the books of accounts. The total amount of rent recoverable is ₹ 9,47,89,511 out of which the amount which is under litigation is ₹ 5,81,35,041.

4. The Corporation has not fully complied with certain Accounting Standards issued by ICAI as detailed below:
Corporation is accounting purchases and sales only after receiving invoices from the suppliers and not when the seller has transferred the goods to the buyer for a consideration and risk and rewards are transferred. This practice of revenue recognition is not in compliance with "Accounting Standards 9 – Revenue Recognition". This gives false and unfair view of the purchases and sales of the Corporation for the year. Rebate income is being booked at the time of accounting of sales. Since booking of sales is not in compliance with AS 9, rebate income should have been adjusted to comply with AS 5 - Net Profit or Loss for the Period, Prior Period Items and Changes in Accounting Policies. The same has not been done and the Statement of Profit & Loss gives false and unfair view of Loss for the year. The Corporation has not fully complied with AS 9 and AS 5 and the effect of the same cannot be quantified.

5. **Other Items**

(a) Attention is drawn to Note 7 to the Consolidated Financial Statements regarding non identification of creditors as to their status under Micro, Small and Medium Scale Enterprises (MSME) Act and provision for interest payable to such parties for dues

in excess of 45 days at three times the bank rate notified by the RBI. The liability on this account, if any, has not been quantified by the Company. As such, we are unable to ascertain the interest provision (if any) required and its consequential impact on the profit for the year under audit. Due to non-identification of MSMED parties, the disclosures, as required by the elevant Statute have not been made by the Corporation.

(b) On the basis of checks carried out by us during the course of our audit certain system/ control issues relating to decentralized accounting resulting in accounting error were observed such as negative inventory quantity and back dated entries posted in accounting software (Tally ERP). Not being implemented.

6. No provision for interest payable on the following unsecured loans is made in the books from the year 2007-08

Name of the Account	Amount outstanding (Rs.)
Ind. & Lab. Dept. Mah. Govt. Edu. Unempl. H.P.	0.13 Crore
Ind. & Lab. Dept. Mah. Govt- Seed Capital (3.5%)	0.64 Crore

(As per Note 5 to the consolidated financial statements)

7. Internal control system of the Corporation is weak and does not commensurate with the size and volume of business of the Corporation. The system is also susceptible to fraud, manipulation and misappropriation at various levels. Further there is no standard operating procedures of the functioning of the Corporation.

8. **Provision**

As certified by the Management, the Corporation has unsecured trade receivables of Rs. 46.50 Crore and debit balance in trade payables of Rs. 5.61 Crores which are pending for adjustment for more than three years. The Corporation has made Provision of only Rs. 4.96 Crore -against these receivable and debit balances. Hence, there is short provision of Rs. 41.72 Crores. (Refer Note No. 16 of notes to accounts). There are certain trade receivables which are under litigation amounted to Rs. 21.10 Crores.

9. The corporation has recorded in the books Gratuity Liability and Leave Encashment ₹8,03,36,075 and ₹1,89,73,206 respectively. As per actuarial valuation report Gratuity Liability and Leave Encashment are ₹5,02,50,055 and ₹1,72,27,315 respectively. There are unreconciled differences between the figures of the books and the valuation report for the Gratuity Liability and LIC Gratuity Fund Statements.

10. The Company has not valued its inventories in line with AS 2 'Valuation of Inventories.' It has neither applied the prescribed principles nor engaged a valuer to ascertain cost or net realizable value as on 31st March 2022. In the absence of such valuation, we are unable to determine the impact of this non-compliance on inventory, profit or loss, and related disclosures. The inventories as on 31st March 2022 is recorded at cost ₹71.98 lakhs.

Other Matter

1. We did not audit the financial statements of the subsidiary whose financial statements reflect total assets of Rs. 2,55,01,862 /- as at 31st March, 2022, total revenue and expense of Rs. 45,95,688/- and Rs. 45,95,688/- respectively for the year ended on that date, as considered in the consolidated financial statements. These financial statements have been audited by other auditors whose reports have been furnished to us by the Management and our opinion on the consolidated financial statements, in so far as it relates to the amounts and disclosures included in respect of this subsidiary, and our report in terms of sub-sections (3) and (11) of Section 143 of the Act, in so far as it relates to the aforesaid subsidiary, is based solely on the reports of the other auditor.
2. We would draw your attention to Notes No. 5, 6, 7, 8, 9, 13, 14, 16, 18, 19 of Notes to Accounts.
3. The Corporation has properties at Thane which are occupied by tenants but due to legal dispute and in absence of valid rental agreement, rental income cannot be ascertained hence not recognized in books of account.
4. In the absence of details of status of pending Sales Tax, Service Tax, Income Tax, TDS, Professional Tax and WCT (Work Contract Tax) assessments and other legal cases, the contingent liability, if any, in respect thereto cannot be ascertained as cases of various years are under process with the concerned Appellate Authorities and the quantum of the same cannot be ascertained.
   Our report is not qualified for these other matters

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

The Corporation's Board of Directors is responsible for other information. The other information comprises the Board of Directors Report, but does not include the financial statements and our auditor's report thereon.

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

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

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

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

The Corporation's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the act") with respect to the preparation of these Consolidated financial statements that give a true and fair view of the financial position, financial performance, (changes in equity) and cash flows of the corporation in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the corporation 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 are operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the corporation'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 corporation or to cease operations, or has no realistic alternative but to do so.

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

Auditor's Responsibility for the Audit of the Financial Statements

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

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

- Identify and assess the risks of material misstatement of the financial statements,

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

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the Corporation has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Corporation'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 Corporation to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

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

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order") issued by the Central Government 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, to the extent applicable.

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

   (a) We have sought and, except for the possible effects of the matter described in the Basis for Adverse Opinion paragraph above, obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
   (b) Except for the possible effects of the matter described in the Basis for Adverse Opinion paragraph above, in our opinion, proper books of account as required by law have been kept by the corporation so far as appears from our examination of those books and proper returns adequate for the purposes of our audit have been received from branches not visited by us;
   (c) Except for the matter described in the Basis for Adverse Opinion paragraph above, The Balance Sheet, the Statement of Profit and Loss and the Cash Flow Statement dealt with by this Report are in agreement with the books of account and with returns received from the branches not visited by us.
   (d) Except for the matter described in the Basis for Adverse Opinion paragraph above, the Balance Sheet, Statement of Profit and Loss and Cash Flow Statement comply with the Accounting Standards specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014;
   (e) The matter described in the Basis for Adverse Opinion paragraph above, in our opinion, may have an adverse effect on the functioning of the Corporation.
   (f) On the basis of the written representations received from the directors as on 31st March, 2022 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2022 from being appointed as a director in terms of Section 164(2) of the Act.
   (g) With respect to the adequacy of the internal financial controls over financial reporting of the Corporation and the operating effectiveness of such controls, refer to our separate report in "Annexure B". Our report expresses disclaimer of opinion on the adequacy and operating effectiveness of the company's internal financial controls over financial reporting.
   (h) The adverse remarks relating to the maintenance of accounts and other matters connected therewith are as stated in the Basis for Adverse Opinion paragraph above.
   (i) Since the Corporation is a Wholly Owned Government company, section 197 read with Schedule V of the Act; regarding the limit on the managerial remuneration; does not apply to it as per the circular GSR 463(E) dt. 05.06.2015.
   (j) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our

opinion and to the best of our information and according to the explanations given to us:

(i) The Corporation has disclosed the impact of pending litigations on its financial position in its financial statements - Refer Note No. 34 to the financial statements;

(ii) Except for the possible effects of the matter described in the Basis for Adverse Opinion paragraph above, the Corporation has made provision, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long-term contracts including derivative contracts;

(iii) There has not been any occasion in case of the Corporation during the year under report to transfer any sums to the Investor Education and Protection Fund. The question of delay in transferring such sums does not arise.

(iv)

(a) The Management has represented that, to the best of its knowledge and belief, other than as disclosed, no funds (which are material either individually or in the aggregate) have been invested (from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person, or entity, with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

(b) The Management has represented, that, to the best of its knowledge and belief, other than as disclosed, no funds (which are material either individually or in the aggregate) have been received by the Company from any person or entity, including foreign entityx("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

(c) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has causedx us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement.

(v) The company has not declared or paid dividend during the year.

For Ambavat Jain & Associates LLP
Chartered Accountants
(Firm Registration No. 109681W)

(Kamal Sharma)
Partner
Membership No. 112843
Mumbai – 26/09/2025
UDIN: 25112843BMOCQY7758

Annexure – A to the Auditors Report

The Annexure referred to in our report of even date. We report that:

xxi) With respect to the matters specified in paragraphs 3(xxi) and 4 of the Companies (Auditor's Report) Order, 2020 (the "Order"/ "CARO") issued by the Central Government in terms of Section 143(11) of the Act, to be included in the Auditor's report, according to the information and explanations given to us, and based on the CARO reports issued by us for the standalone financials of the Holding Company included in the consolidated financial statements, to which reporting under CARO is applicable, the adverse/qualified remarks are as under:

Sr. No.	Name	CIN	Holding/ Subsidiary/ Associate	Clause number of the CARO report which is qualified or adverse
1	Maharashtra Small Scale Industries Development Corporation Limited (MSSIDC)	U74999MH1962SGC012501	Holding	i (a) (b) (c) (e) ii (a) (b) (c) vii (a)
2	Krupanidhi Ltd	U70101MH1964SGC013078	Subsidiary	vii (a)

For Ambavat Jain & Associate LLP
Chartered Accountants
Firm Registration No. 109681W

Kamal Sharma
Partner
Membership No. 112843

Mumbai – 26/09/2025
UDIN: 25112843BMOCQY7758

Annexure – B to the Auditors Report

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

We have audited the internal financial controls over financial reporting of **Maharashtra Small Scale Industries Development Corporation Limited** ("the Corporation") as of 31st March 2022 in conjunction with our audit of the financial statements of the Corporation for the year ended on that date.

Disclaimer of Opinion

According to the information and explanation given to us, the Corporation has not established its internal financial controls over financial reporting on criteria based on or considering the essential components of internal controls stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India. Because of this reason, we are unable to obtain sufficient appropriate audit evidence to provide a basis for our opinion whether the Corporation had adequate internal financial controls over financial reporting and whether such internal financial controls were operating effectively as at 31st March, 2022.

We have considered the disclaimer reported above in determining the nature, timing and extent of audit tests applied in our audit of the financial statements of the Corporation and our disclaimer does not affect our opinion on the financial statements of the Corporation.

Management's Responsibility for Internal Financial Controls

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

Auditors' Responsibility

Our responsibility is to express an opinion on the Corporation'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 Act to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the ICAI. 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 Corporation's internal financial controls system over financial reporting.

Meaning of Internal Financial Controls Over Financial Reporting

A Corporation's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A Corporation'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 Corporation; (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 expenditure of the Corporation are being made only in accordance with authorisations of management and directors of the Corporation; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the Corporation 's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

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

For Ambavat Jain & Associates LLP
Chartered Accountants
Firm Registration No. 109681W

Kamal Sharma
Partner
Membership No. 112843
Mumbai – 26/09/2025
UDIN: 25112843BMOCQY7758

Directions under section 143 (5) of the companies act, 2013 on the accounts of Maharashtra Small Scale Industries Development Corporation Limited (Consolidated) for the year ended 31st March 2022

Sr. No.	Directions	Auditor Comment
1	Whether the company has system in place to process all the accounting transactions through IT system? If yes, the implication of processing of accounting transactions outside IT system on the integrity of the accounts along with the financial implications, if any, may be stated.	Yes, Corporation has Tally ERP as a software for processing of accounting transactions. We have not come across any transaction accounted out of system
2	Whether there is any restructuring of an existing loan or cases of waiver/write off of debts/loans/ interest etc. made by a lender of the company due to company's inability to repay the loan? If yes, the financial impact may be stated. Whether such cases are properly accounted for? (In case, Lender is a government company, then this direction is also applicable for statutory auditor of lender company)	The Corporation has not restructured any existing loan or waiver / write off of debts/loans/ interest etc. due to its inability to repay the loan
3	Whether funds (grant/subsidy etc) received / receivable for the specific schemes from Central/ State Government or its agencies were properly accounted for/utilized as per its terms and conditions? List the cases of deviation	We have not come across any instances on our sample testing/ vouching where the funds received in the form of grant/subsidy received/receivable are not properly accounted for/utilized as per the terms and conditions.

Directions under sub-section (5) of the section 143 of the Companies Act, 2013.

Sr. No.	Directions	Auditors Comment
1.	To report whether there are any cases of waiver/write off of debts / loans / interest etc.; if yes, the reasons thereof and the amount involved.	There are no cases of waiver/write off of debts/loans/interest during the financial year.
2.	Whether proper records are maintained for inventories lying with third parties and assets received as gift from Government and other authorities?	As explained to us the Corporation's inventories are not lying with third parties and during the financial year the Corporation has not received any assets in the form of gift from government and other authorities.
3.	A report on age-wise analysis of pending legal/arbitration cases, including the reasons for pendency and existence / effectiveness of a monitoring mechanism for expenditure on all legal cases (foreign and local) may be given.	A report on age-wise analysis of pending legal/arbitration cases, including the reasons for pendency and existence the details are as per separately attached statements. (The total number pending cases are 38 and the total amount involved is approx. Rs. 21.10 crores.) In case of effectiveness of a monitoring mechanism for expenditure on all legal cases (foreign and local). It is explained to us that the Corporation has maintained data of empanelled advocates. Fees are paid to them as per the fees schedule finalized by the Corporation. In case the amount involved is high then board has given special power to the MD for appointment and deciding fee of the advocate / solicitor on case-to-case basis.
4.	If the Company has been selected for disinvestment, a complete status report in terms of valuation of assets (including assets and land) and liabilities (including committed & General Reserves) may be examined, including the mode and present stage of disinvestment process.	The Company is not selected for disinvestment.

Sector specific sub-directions:

Sr. No.	Directions	Auditors Comment
1.	Whether the Company has complied with the directions issued by Reserve Bank of India for: • Non-Banking Finance Companies (NBFCs) • Classification of non-performing assets; and • Capital adequacy norms for NBFCs	As explained to us the Corporation is not an NBFC company and not involved into NBFC activities so this clause is not Applicable to Corporation.
2.	Whether the Company has a system to ensure that Loans were secured by adequate security free from encumbrances and have first charge on the mortgaged Assets? Further instances of undue delay in disposal of seized units may be reported upon.	As explained to us the Corporation is not an NBFC company and not involved into NBFC activities so this clause is not Applicable to Corporation.
3.	Whether introduction of any scheme for settlement of dues and extensions thereto complied with policy/guidelines of Company / Government?	As explained to us the Corporation is not an NBFC company and not involved into NBFC activities so this clause is not Applicable to Corporation.
4.	Comment on the confirmation of balances of Trade Receivables, Trade Payables, Term Deposits and Cash and bank balances were obtained.	1.Confirmation of Cash, Term Deposit & Bank balances were obtained. 2.Confirmation of Trade Receivables, Trade Payables were not obtained.
5.	Whether profit/loss mentioned in Audit Report is as per Profit & Loss Accounts of the Company?	YES, Profit / Loss mentioned in Audit Report is as per Profit / Loss Account of the Company.
6.	Whether the Company is making provision for interest where payment of Principal Amount was not made to the GOM?	No provision of interest is not made as no loans is taken from GOM during the financial year.
7.	As per Schedule III of the Companies Act, 2013. Share Application Money Pending Allotment should be shown distinctly / separately under Share Capital.	There is no Share Application Money and Pending Allotment as on the balance sheet date 31.03.2022.
8.	Since how many years is Share Capital infusion from promoter / GOM continued to be shown under Share Application money with reasons thereof and comments of the Statutory Auditors be included in the Report on this issue.	There is no Share Capital infusion from promoter / GOM and nothing is pending under Share Application money as on the balance sheet date 31.03.2022.

REPLY TO AUDITORS REPORT FY 2021-22 (CONSOLIDATED)

	Comment of Auditor	Comment of Management
	Basis for Adverse Opinion	
1.	1. Unreconciled Balances and Classification & Presentation thereof: (a) There are various general ledgers outstanding from longer period/ unreconciled, various general ledgers are being used interchangeably, resulting in incorrect resultant balances. In the absence of reconciliation, we are unable to comment upon accuracy of these balances. The effect of the adjustments, if any, arising from reconciliation and settlement of old outstanding balances remaining in the above accounts and possible gain/loss that may arise on account of non-recovery or partial recovery or write back thereof has not been ascertained.	Various general ledgers balances are subject to scrutiny, reconciliation and consequential adjustment.
	(b) Further in the absence of necessary data/details, we are unable to comment whether classification of assets and liabilities and their bifurcation in to Current and Non-Current are in accordance with the requirement of Accounting Standard	Noted and necessary action will be taken.
	(c) Attention is drawn to Note 7 to the Consolidated Financial Statements, relating to sum of ₹35.86 crores (FY 20-21 - ₹36.13 crore) shown as 'Due to others' which are included under Trade payables – Current. Party-wise details and balance confirmation certificate of said amount have not been provided to us for verification. As a result, we are unable to comment on the existence of the liability and consequential impact, if any, on the Consolidated Financial Statements of the Corporation for the year under audit.	Point Noted. The Trade payables Rs.35.86 Cr. (FY 20-21- 36.13 Cr.) are subject to scrutiny, reconciliation and consequential adjustments.

REPLY TO AUDITORS REPORT FY 2021-22 (CONSOLIDATED)

	Comment of Auditor	Comment of Management
2.	External Balance Confirmations/Reconciliations: Attention is drawn to Note 7, 16 and 18 to the Consolidated Financial Statements, Balances of Trade Payables, Trade Receivables and Loans & advances and various other debit/credit balances and dues from government are subject to confirmations, reconciliations and consequential adjustments thereof. The system of third-party balance confirmations is not followed by the Corporation. Communication details were not available for us to get external confirmation as per SA 505 for the balances standing in the books. In the absence of proper records/ communication details, we are unable to comment on the accuracy of the balances standing in the books.	These accounts are subject to scrutiny, reconciliation and consequential adjustments. Hence balance confirmation certificate is not obtained.
3.	Various accounts under the head Godown and office rent receivable are not reconciled. Thus, we are unable to comment on the accuracy of Godown rent received & receivable and rent paid & payable accounted for in the books of accounts. The total amount of rent recoverable is Rs.9,47,89,511, out of which the amount which is under litigation is Rs.5,81,35,041.	Based on records, we have booked all Godown rent. Further, we are following for the recovery of the same.
4.	The Corporation has not fully complied with certain Accounting Standards issued by ICAI as detailed below: Corporation is accounting purchases and sales only after receiving invoices from the suppliers and not when the seller has transferred the goods to the buyer for a consideration and risk and rewards are transferred. This practice of revenue recognition is not in compliance with "Accounting Standards 9 – Revenue Recognition". This gives false and unfair view of the purchases and sales of the Corporation for the year. Rebate income is being booked at the time of accounting of sales. Since booking of sales is not in compliance with AS 9, rebate income should have been adjusted to comply with AS 5 - Net Profit or Loss for the Period, Prior Period Items and Changes in Accounting Policies. The same has not been done and the Statement of Profit & Loss gives false and unfair view of Loss for the year. The Corporation has not fully complied with AS 9 and AS 5 and the effect of the same cannot be quantified.	Our Marketing turnover with Government Department sale invoices are raised to Govt. Dept. In the month of Jan, Feb, March every year however, their delivery effected in subsequent year (Delivery challan date is in subsequent year). Further Government Department follows the cash basis system of accounting whereas the Corporation follows Mercantile system of accounting. Considering above mention two different system, this issue is arise. Due to this practical difficulty with respect to accounting standard, we are not able to follow.

REPLY TO AUDITORS REPORT FY 2021-22 (CONSOLIDATED)

	Comment of Auditor	Comment of Management
5.	Other Items (a) Attention is drawn to Note 7 to the Consolidated Financial Statements regarding non identification of creditors as to their status under Micro, Small and Medium Scale Enterprises (MSME) Act and provision for interest payable to such parties for dues in excess of 45 days at three times the bank rate notified by the RBI. The liability on this account, if any, has not been quantified by the Company. As such, we are unable to ascertain the interest provision (if any) required and its consequential impact on the profit for the year under audit. Due to non-identification of MSMED parties, the disclosures, as required by the relevant Statute have not been made by the Corporation.	The cases of interest payment on delayed payments payable to SSI unit is not found. There is no case where the payment is delayed by the Corporation in excess of 45 days after receipt of payment by Corporation from Government Department. Hence no provision for interest is made
5.	(b) On the basis of checks carried out by us during the course of our audit certain system/control issues relating to decentralized accounting resulting in accounting error were observed such as negative inventory quantity and restriction on back dated entries in accounting software Tally ERP, not being implemented.	Noted and necessary action will be taken
6.	No provision for interest payable on the following unsecured loans is made in the books from the year 2007-08. Ind. & Lab. Dept. Mah. Govt. Edu. Unempl. H.P Rs.0.13 Cr. Ind. & Lab. Dept. Mah. Govt- Seed Capital (3.5%) Rs.0.64 Cr. (As per note 5 to the Consolidated Financial Statements.)	The Govt. of Maharashtra has given assistance to beneficiaries though MSSIDC. Accordingly MSSIDC disbursed loan to beneficiaries in the Year 1980-81. The principle amount lying in books of account, since transaction are very old one and Govt. has also not demanded the same for repayment. Further, Corporation has provided interest up to 2007-08. This interest amount is also not payable to Govt. therefore, provision is not made.
7.	Internal control system of the Corporation is weak and does not commensurate with the size and volume of business of the Corporation. The system is also susceptible to fraud, manipulation and misappropriation at various levels. Further there is no standard operating procedures of the functioning of the Corporation.	We have prepared accounts and internal audit manuals which were already forwarded to respective places for the same for taking proper step/action for internal control.

REPLY TO AUDITORS REPORT FY 2021-22 (CONSOLIDATED)

<table>
<tr><th></th><th>Comment of Auditor</th><th>Comment of Management</th></tr>
<tr><td>8.</td><td>Provision
As certified by the Management, the Corporation has unsecured trade receivables of Rs. 46.50 Crore and debit balance in trade payables of Rs. 5.61 Crores which are pending for adjustment for more than three years. The Corporation has made Provision of only Rs. 4.96 Crore -against these receivable and debit balances. Hence, there is short provision of Rs. 41.72 Crores. (Refer Note No. 16 of notes to accounts). There are certain trade receivables which are under litigation amounted to Rs. 21.10 Crores.</td><td>The total trade receivable is Rs.46.50 Cr. Out of that provision is made in books of accounts is Rs.4.96 Cr.. More than 3 years Trade receivables is Rs.45.07 Cr. The breakup of this outstanding (>3years) activity wise is as under ,
<table>
<tr><td>Activity</td><td>Amount</td></tr>
<tr><td>Marketing</td><td>10,60,64,080.17</td></tr>
<tr><td>Coal</td><td>2,32,01,607.39</td></tr>
<tr><td>Raw Material & Others</td><td>21,04,69,353.58</td></tr>
<tr><td>Rent</td><td>11,09,46,186.89</td></tr>
</table>
In raw material, Marketing and coal transaction, the legal case amount involved is Rs. 21,09,85,528/-.
In marketing transactions, we have undertaken scrutiny of marketing and after scrutiny the effect of accounting was given in FY 2015-16 to 2017-18. The remaining marketing debtors are still outstanding and due to non-availability of old records. For Marketing Debtors / Sundry Creditors Debit balances for more than 3 years need to be reconciled.
We have not made any provision in books of accounts since the debtors and creditors amount is in huge and the impact in profit and loss account will be more.</td></tr>
</table>

REPLY TO AUDITORS REPORT FY 2021-22 (CONSOLIDATED)

	Comment of Auditor	Comment of Management
9.	The corporation has recorded in the books Gratuity Liability and Leave Encashment ₹8,03,36,075 and ₹1,89,73,206 respectively. As per actuarial valuation report Gratuity Liability and Leave Encashment are ₹5,02,50,055 and ₹1,72,27,315 respectively. The amount of gratuity fund appearing on the asset side is Rs.16,46,93,912 as against Rs.1,53,90,636 as per the LIC Gratuity Fund Statement. There are unreconciled differences between the figures of the books with the valuation report for gratuity liability & LIC Gratuity Fund Statement.	The Accounts of gratuity will be scrutinized by appointing CA firm and necessary entries will be passed as per their advice in the books of accounts.
10.	The Company has not valued its inventories in line with AS 2 'Valuation of Inventories.' It has neither applied the prescribed principles nor engaged a valuer to ascertain cost or net realizable value as on 31st March 2022. In the absence of such valuation, we are unable to determine the impact of this non-compliance on inventory, profit or loss, and related disclosures. The inventories as on 31st March 2022 is recorded at cost ₹71.98 lakhs.	The Corporation will make valuation of the inventory by appointing a registered valuaer.

REPLY TO AUDITORS REPORT FY 2021-22 (CONSOLIDATED)

	Comment of Auditor	Comment of Management
	Other Matter	
1	We did not audit the financial statements of the subsidiary whose financial statements reflect total assets of Rs. 2,55,01,862 /- as at 31st March, 2022, total revenue and expense of Rs. 45,95,688/- and Rs. 45,95,688/- respectively for the year ended on that date, as considered in the consolidated financial statements. These financial statements have been audited by other auditors whose reports have been furnished to us by the Management and our opinion on the consolidated financial statements, in so far as it relates to the amounts and disclosures included in respect of this subsidiary, and our report in terms of sub-sections (3) and (11) of Section 143 of the Act, in so far as it relates to the aforesaid subsidiary, is based solely on the reports of the other auditor.	
2	We would draw your attention to Notes No. 4, 5, 6, 7, 8, 12, 13, 15, 17, 18 of Notes to Accounts.	Typographical mistakes in said Notes are rectified.
3	The Corporation has properties at Thane which are occupied by tenants but due to legal dispute and in absence of valid rental agreement, rental income cannot be ascertained hence not recognized in books of account.	
4	In the absence of details of status of pending Sales Tax, Service Tax, Income Tax, TDS, Professional Tax and WCT (Work Contract Tax) assessments and other legal cases, the contingent liability, if any, in respect thereto cannot be ascertained as cases of various years are under process with the concerned Appellate Authorities and the quantum of the same cannot be ascertained.	The Corporation had engaged M/s. Taxpert Professional Pvt. Ltd., Chartered Accountants, Mumbai, for resolution of pending cases relating to Sales Tax, Income Tax, TDS, and other applicable taxes. The pending Service Tax case has been closed, and dues have been paid as per the assessment order. Further, the Corporation availed the Amnesty Scheme for pending MVAT cases, pursuant to which all such cases have been settled and the respective dues fully paid during FY 2022–23 and FY 2023–24.

Ambavat Jain & Associates LLP
Chartered Accountants

Registered with Limited Liability under The Limited Liability Partnership Act, 2008 with Registration No. AAA - 7120
Regd. Office: Office No. 40, Morarji Velji Bldg, 1st floor, 9/15, Dr. M.B. Velkar Street, Marine Lines (East), Mumbai – 400002.
Tel: +91 22 43153000 **Fax:** +91 22 43153015. **email:** aja@ajallp.com. Website: www.ajallp.com

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF MAHARASHTRA SMALL SCALE INDUSTRIES DEVELOPMENT CORPORATION LIMITED

Report on the Audit of the Standalone Financial Statements

Adverse Opinion

We have audited the standalone financial statements of **MAHARASHTRA SMALL SCALE INDUSTRIES DEVELOPMENT CORPORATION LIMITED** ("The Corporation") which comprise the Standalone Balance Sheet as at March 31, 2022, the Standalone Statement of Profit and Loss, Standalone Cash Flow Statement for the year then ended, and notes to the Standalone financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion, and due to the significance of the matter(s) described stated in the Basis for Adverse Opinion paragraph, the standalone financial statements do not give the information required by the Companies Act, 2013 in the manner so required and also do not give a true and fair view in conformity with the accounting principles generally accepted in India of the state of affairs of the Corporation as at 31st March, 2022, and its Loss and its cash flows for the year ended on that date.

Basis for Adverse Opinion

We draw attention to the matters described in paragraphs 1 to 10 below. These issues, whether quantified or not, have a significant impact on the Standalone Financial Statements. In some cases, due to insufficient and inappropriate audit evidence, the effects of these matters are not fully identified, but they are material.

1. Unreconciled Balances and Classification & Presentation thereof:
   (a) There are various general ledgers outstanding from longer period/unreconciled, various general ledgers are being used interchangeably, resulting in incorrect resultant balances. In the absence of reconciliation, we are unable to comment upon accuracy of these balances.
   The effect of the adjustments, if any, arising from reconciliation and settlement of old outstanding balances remaining in the above accounts and possible gain/loss that may arise on account of non-recovery or partial recovery or write back thereof has not been ascertained.
   (b) Further in the absence of necessary data/details, we are unable to comment whether classification of assets and liabilities and their bifurcation in to Current and Non-Current are in accordance with the requirement of Accounting Standard.
   (c) Attention is drawn to Note 6 to the Standalone Financial Statements, relating to sum of ₹35.86 crores (FY 20-21 - ₹36.13 crore) shown as 'Due to others' which are included

under Trade payables – Current. Party-wise details and balance confirmation certificate of said amount have not been provided to us for verification. As a result, we are unable to comment on the existence of the liability and consequential impact, if any, on the Standalone Financial Statements of the Corporation for the year under audit.

2. External Balance Confirmations/Reconciliations:
Attention is drawn to Note 6, 15 and 17 to the Standalone Financial Statements, Balances of Trade Payables, Trade Receivables and Loans & advances and various other debit/ credit balances and dues from government are subject to confirmations, reconciliations and consequential adjustments thereof. The system of third-party balance confirmations is not followed by the Corporation. Communication details were not available for us to get external confirmation as per SA 505 for the balances standing in the books. In the absence of proper records/communication details, we are unable to comment on the accuracy of the balances standing in the books.

3. Various accounts under the head Godown and office rent receivable are not reconciled. Thus, we are unable to comment on the accuracy of Godown rent received & receivable and rent paid & payable accounted for in the books of accounts. The total amount of rent recoverable is ₹9,47,89,511. Out of which the amount which is under litigation of ₹5,81,35,041.

4. The Corporation has not fully complied with certain Accounting Standards issued by ICAI as detailed below:
Corporation is accounting purchases and sales only after receiving invoices from the suppliers and not when the seller has transferred the goods to the buyer for a consideration and risk and rewards are transferred. This practice of revenue recognition is not in compliance with "Accounting Standards 9 – Revenue Recognition". This gives false and unfair view of the purchases and sales of the Corporation for the year. Rebate income is being booked at the time of accounting of sales. Since booking of sales is not in compliance with AS 9, rebate income should have been adjusted to comply with AS 5 - Net Profit or Loss for the Period, Prior Period Items and Changes in Accounting Policies. The same has not been done and the Statement of Profit & Loss gives false and unfair view of Loss for the year. The Corporation has not fully complied with AS 9 and AS 5 and the effect of the same cannot be quantified.

5. Other Items
   (a) Attention is drawn to Note 6 to the Standalone Financial Statements regarding non identification of creditors as to their status under Micro, Small and Medium Scale Enterprises (MSME) Act and provision for interest payable to such parties for dues in excess of 45 days at three times the bank rate notified by the RBI. The liability on this account, if any, has not been quantified by the Company. As such, we are unable to ascertain the interest provision (if any) required and its consequential impact on the profit for the year under audit. Due to non-identification of MSMED parties, the disclosures, as required by the relevant Statute have not been made by the Corporation.
   (b) On the basis of checks carried out by us during the course of our audit certain system/ control issues relating to decentralized accounting resulting in accounting error were observed such as negative inventory quantity and back dated entries posted in accounting software (Tally ERP), not being implemented.

6. No provision for interest payable on the following unsecured loans is made in the books from the year 2007-08

Name of the Account	Amount outstanding (Rs.)
Ind. & Lab. Dept. Mah. Govt. Edu. Unempl. H.P.	0.13 Crore
Ind. & Lab. Dept. Mah. Govt- Seed Capital (3.5%)	0.64 Crore

(As per Note 4 to the Standalone financial statements)

7. Internal control system of the Corporation is weak and does not commensurate with the size and volume of business of the Corporation. The system is also susceptible to fraud, manipulation and misappropriation at various levels. Further there is no standard operating procedures of the functioning of the Corporation.

8. Provision
   (a) As certified by the Management, the Corporation has unsecured trade receivables of Rs. 46.50 Crore and debit balance in trade payables of Rs. 5.61 Crores which are pending for adjustment for more than three years. The Corporation has made Provision of only Rs.4.96 Crore -against these receivable and debit balances. Hence, there is short provision of Rs. 47.15 Crores. (Refer Note No. 15 and 17 of notes to accounts). There are certain 3trade receivables which are under litigation amounted to Rs. 21.10 Crores.

9. The corporation has recorded in the books Gratuity Liability and Leave Encashment ₹8,03,36,075 and ₹1,89,73,206 respectively. As per actuarial valuation report Gratuity Liability and Leave Encashment are ₹5,02,50,055 and ₹1,72,27,315 respectively. The amount of Gratuity Fund appearing on the asset side is ₹16,46,93,912 as against ₹1,53,90,636 as per the LIC Gratuity Fund Statement. There are unreconciled differences between the figures of the books and the valuation report for the Gratuity Liability and LIC Gratuity Fund Statement.

10. The Company has not valued its inventories in line with AS 2 'Valuation of Inventories.' It has neither applied the prescribed principles nor engaged a valuer to ascertain cost or net realizable value as on 31st March 2022. In the absence of such valuation, we are unable to determine the impact of this non-compliance on inventory, profit or loss, and related disclosures. The inventories as on 31st March 2022 is recorded at cost ₹71.98 lakhs.

Other Matter

1. We would draw your attention to Notes No. 4, 5, 6, 7, 8, 12, 13, 15, 17, 18 of Notes to Accounts.
2. The Corporation has properties at Thane which are occupied by tenants but due to legal dispute and in absence of valid rental agreement, rental income cannot be ascertained hence not recognized in books of account.
3. In the absence of details of status of pending Sales Tax, Service Tax, Income Tax, TDS, Professional Tax and WCT (Work Contract Tax) assessments and other legal cases, the contingent liability, if any, in respect thereto cannot be ascertained as cases of various years are under process with the concerned Appellate Authorities and the quantum of the same cannot be ascertained.

Our report is not qualified for these other matters

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

The Corporation's Board of Directors is responsible for other information. The other information comprises the Board of Directors Report, but does not include the financial statements and our auditor's report thereon.

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

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

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

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

The Corporation's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the act") with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance, (changes in equity) and cash flows of the corporation in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the corporation 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 are operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the corporation'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 corporation or to cease operations, or has no realistic alternative but to do so.

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

Auditor's Responsibility for the Audit of the Financial Statements

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the Corporation has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Corporation'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 Corporation to cease to continue as a going concern.

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

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

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

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

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order") issued by the Central Government 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, to the extent applicable.

2. As required by Section 143 (3) of the Act, we report that:
   (a) We have sought and, except for the possible effects of the matter described in the Basis for Adverse Opinion paragraph above, obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
   (b) Except for the possible effects of the matter described in the Basis for Adverse Opinion paragraph above, in our opinion, proper books of account as required by law have been kept by the corporation so far as appears from our examination of those books and proper returns adequate for the purposes of our audit have been received from branches not visited by us;
   (c) Except for the matter described in the Basis for Adverse Opinion paragraph above, The Balance Sheet, the Statement of Profit and Loss and the Cash Flow Statement dealt with by this Report are in agreement with the books of account and with returns received from the branches not visited by us.
   (d) Except for the matter described in the Basis for Adverse Opinion paragraph above, the Balance Sheet, Statement of Profit and Loss and Cash Flow Statement comply with the Accounting Standards specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014;
   (e) The matter described in the Basis for Adverse Opinion paragraph above, in our opinion, may have an adverse effect on the functioning of the Corporation.
   (f) On the basis of the written representations received from the directors as on 31st March, 2022 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2022 from being appointed as a director in terms of Section 164(2) of the Act.
   (g) With respect to the adequacy of the internal financial controls over financial reporting of the Corporation and the operating effectiveness of such controls, refer to our separate report in "Annexure B". Our report expresses disclaimer of opinion on the adequacy and operating effectiveness of the company's internal financial controls over financial reporting.
   (h) The adverse remarks relating to the maintenance of accounts and other matters connected therewith are as stated in the Basis for Adverse Opinion paragraph above.
   (i) Since the Corporation is a Wholly Owned Government company, section 197 read with Schedule V of the Act; regarding the limit on the managerial remuneration; does not apply to it as per the circular GSR 463(E) dt. 05.06.2015.
   (j) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to

the best of our information and according to the explanations given to us:

(i) The Corporation has disclosed the impact of pending litigations on its financial position in its financial statements - Refer Note No. 33 to the financial statements;

(ii) Except for the possible effects of the matter described in the Basis for Adverse Opinion paragraph above, the Corporation has made provision, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long- term contracts including derivative contracts;

(iii) There has not been any occasion in case of the Corporation during the year under report to transfer any sums to the Investor Education and Protection Fund. The question of delay in transferring such sums does not arise.

(iv) (a) The Management has represented that, to the best of its knowledge and belief, other than as disclosed, no funds (which are material either individually or in the aggregate) have been invested (from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person, or entity, with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

(b) The Management has represented, that, to the best of its knowledge and belief, other than as disclosed, no funds (which are material either individually or in the aggregate) have been received by the Company from any person or entity, including foreign entity ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

(c) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement.

(v) The company has not declared or paid dividend during the year.

For Ambavat Jain & Associates LLP
Chartered Accountants
(Firm Registration No. 109681W)

(Kamal Sharma)
Partner
Membership No. 112843
Mumbai – 26/09/2025
UDIN: 25112843BMOCQX1296

Annexure A- to the Independent Auditors' Report

The Annexure referred to in our report of even date. We report that:

i) In respect of its Fixed Assets:
   a) The Corporation has not maintained proper records showing full particulars, including quantitative details and situation of Fixed Assets;
   b) The Corporation does not have a regular programme of physical verification of its fixed assets having regard to the size of the Corporation and the nature of its assets.
   c) According to the information, explanations and representation given to us, the Corporation has not disposed off any substantial part of its Fixed Assets during the year.
   d) In our opinion and according to the information and explanations given to us and on the basis of our examination of the records of the Company, the title deeds of all the immovable properties are held in the name of the Company.
   e) During the financial year, the company has not revalued its property, plant and equipment (including right of use asset) and intangible assets based on the valuation obtained by a Registered valuer. Hence, we cannot ascertain any upward/downward change in aggregate of the net carrying value of (class of asset) the said assets as on March 31, 2022.
   f) According to the information and explanations given to us and on the basis of our examination of the records of the Company, no proceedings have been initiated against the Company for holding Benami property under the "Benami Transactions (Prohibition) Act, 1988 and Rules made there under.

ii) In respect of its inventories:
   a) The inventory of the Corporation has not been physically verified by the management during the year.
   b) Systematic procedures reasonable and adequate in relation to the size of the Corporation and nature of its business is not in place for physical verification of inventory by the management.
   c) Since physical verification of inventory was not done during the year, dealing with material discrepancy on physical verification cannot be commented on.

iii) As explained to us, the Corporation has neither granted any loans, secured or unsecured to companies, firms or other parties covered in the register maintained under section 189 of the Companies Act, 2013 nor has not taken any loans, secured or unsecured from companies, firms or other parties covered in the register maintained under section 189 of the Companies Act, 2013 ("the act").

iv) In our opinion and according to the information and explanation given to us, the Corporation has complied with the provisions of section 185 and 186 of the Act, with respect to the loans and investments made. The Corporation has not issued any guarantee nor provided any security.

v) According to the information and explanations given to us, the Company has not accepted any deposits from the public to which the directives issued by the Reserve Bank of India and the provisions of Section 73 to Section 76 or any other relevant provisions of the Act and the rules framed there under apply.

vi) The Central Government of India has not prescribed the maintenance the of cost records under sub-section (1) of section 148 of the Act for any of the products or services rendered by the company. Accordingly, the provision of para 3(vi) of the order are not applicable to the company.

vii) (a) According to the records of the Corporation and according to the information and explanation given to us, the Corporation is regular in depositing with appropriate authorities, undisputed Statutory dues, including Provident Fund, Investor Education and Protection Fund, Employee's State Insurance,

Income Tax, Sales Tax, Wealth Tax, Custom Duty, Excise Duty, Cess and other Statutory dues applicable to it except Service Tax (amount unascertainable) and TDS (amount unascertainable), Goods and Service Tax, TDS (amount unascertainable). Corporation has defaulted in TDS and has a liability of Rs. 29.40 lakh however no action has been taken by Corporation. According to the records of the Corporation and according to the information and explanation given to us, no undisputed amounts payable in respect of Income Tax, Sales Tax, Wealth Tax, Custom Duty, Excise Duty and Cess which in arrears as at 31st March, 2022 for a period of more than six months from the date they became payable.

(b) According to the information and explanation given to us, there are no material statutory dues which have not been deposited with the appropriate authorities on account of any dispute except the following:

Name of Statue	Nature of dues	Period to which the amount relates	Amount (in. Rs)	Forum where the dispute is pending
Income tax	Income tax demand	FY. 2011-12	46,62,390	CIT appeal

viii) According to the information and explanations given to us and the records of the Company examined by us, there is no income surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961, that has not been recorded in the books of account.

ix) a. According to the information, explanations & representation given to us, the Corporation has not defaulted in repayment of its dues to financial institutions, bank, government or dues to debenture holders. The Corporation does not have any borrowings by way of debentures.

b. According to the information and explanations given to us and on the basis of our audit procedures, we report that the Company has not been declared Wilful Defaulter by any bank or financial institution or government or any government authority.

c. In our opinion, and according to the information and explanations given to us, the term loans have been applied for the purposes for which they were obtained.

d. According to the information and explanations given to us, and the procedures performed by us, and on an overall examination of the financial statements of the Company, we report that no funds raised on short-term basis have been used for long-term purposes by the Company.

e. According to the information and explanations given to us and on an overall examination of the financial statements of the Company, we report that the Company

has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, associates or joint ventures.

f. According to the information and explanations given to us and procedures performed by us, we report that the Company has not raised loans during the year on the pledge of securities held in its subsidiaries, joint ventures or associate companies.

x) a. The Company has not raised any money by way of initial public offer or further public offer (including debt instruments) during the year. Accordingly, the reporting under clause 3(x)(a) of the Order is not applicable to the Company.

b. The Company has not made a private placement and converted Debentures into Equity shares during the year, in compliance with the requirements of Section 42 and Section 62 of the Act. Accordingly, the reporting under clause 3(x)(b) of the Order is not applicable to the Company.

xi) a. During the course of our examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given to us, we have neither come across any instance of material fraud by the Company or on the Company, noticed or reported during the year, nor have we been informed of any such case by the Management.

b. During the course of our examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given to us, a report under Section 143(12) of the Act, in Form ADT-4, was not required to be filed. Accordingly, the reporting under clause 3(xi)(b) of the Order is not applicable to the Company.

c. During the course of our examination of the books and records of the Company carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given to us, and as represented to us by the management, no whistle-blower complaints have been received during the year by the Company. Accordingly, the reporting under clause 3(xi)(c) of the Order is not applicable to the Company.

xii) As the Company is not a Nidhi Company and the Nidhi Rules, 2014 are not applicable to it, the reporting under clause 3(xii) of the Order is not applicable to the Company.

xiii) The Company has entered into transactions with related parties in compliance with the provisions of Sections 177 and 188 of the Act. The details of such related party transactions have been disclosed in the financial statements under note no 34(b) as required under Accounting Standard 18 “Related Party Disclosures” specified under Section 133 of the Act.

xiv) a. In our opinion and according to the information and explanation given to us, the company has internal audit system as per the section 138 of Companies Act, 2013.

b. We have considered the reports of the Internal Auditors for the period under audit.

xv) According to the information and explanation given to us and based on our examination of the records of the Corporation, the Corporation has not entered into non-cash transactions with directors or persons connected with them. Accordingly, paragraph 3(xv) of the order is not applicable.

xvi) a. According to the information and explanation given to us and based on our examination of the records of the Corporation, The Corporation is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934.

b. The Company has not conducted non-banking financial finance activities during the year. Accordingly, the reporting under clause 3(xvi)(b) of the Order is not applicable to the Company.

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

d. Based on the information and explanations provided by the management of the Company, the Group does not have any CICs, which are part of the Group. We have not, however, separately evaluated whether the information provided by the management is accurate and complete. Accordingly, the reporting under clause 3(xvi)(d) of the Order is not applicable to the Company.

xvii) The Company has incurred a total loss of ₹1.47 Crores, out of which, depreciation amounts to ₹24.39 Lakhs, and the balance ₹1.23 Crores is the cash loss during the financial year.

xviii) There has been no resignation of the statutory auditors during the year and accordingly the reporting under clause (xviii) is not applicable.

xix) According to the information and explanations given to us and on the basis of the financial ratios as per Note 35 to the financial statements, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the financial statements, our knowledge of the Board of Directors and management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date will get discharged by the Company as and when they fall due.

xx) In our opinion and according to information and explanation given to us, corporate social responsibility as per section 135(5) of Companies Act,2013 is not applicable to the company during the year under audit.

xxi) The reporting under clause 3(xxi) of the Order is not applicable in respect of audit of Standalone Financial Statements. Accordingly, no comment in respect of the said clause has been included in this report.

For Ambavat Jain & Associate LLP
Chartered Accountants
Firm Registration No. 109681W

Kamal Sharma
Partner
Membership No. 112843
Mumbai – 26/09/2025
UDIN: 25112843BMOCQX1296

Annexure – B to the Auditors Report

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

We have audited the internal financial controls over financial reporting of **Maharashtra Small Scale Industries Development Corporation Limited** ("the Corporation") as of 31st March 2022 in conjunction with our audit of the financial statements of the Corporation for the year ended on that date.

Disclaimer of Opinion

According to the information and explanation given to us, the Corporation has not established its internal financial controls over financial reporting on criteria based on or considering the essential components of internal controls stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India. Because of this reason, we are unable to obtain sufficient appropriate audit evidence to provide a basis for our opinion whether the Corporation had adequate internal financial controls over financial reporting and whether such internal financial controls were operating effectively as at 31st March, 2022.

We have considered the disclaimer reported above in determining the nature, timing and extent of audit tests applied in our audit of the financial statements of the Corporation and our disclaimer does not affect our opinion on the financial statements of the Corporation.

Management's Responsibility for Internal Financial Controls

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

Auditors' Responsibility

Our responsibility is to express an opinion on the Corporation'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 Act to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the ICAI. 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 Corporation's internal financial controls system over financial reporting.

Meaning of Internal Financial Controls Over Financial Reporting

A Corporation's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A Corporation'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 Corporation; (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 expenditure of the Corporation are being made only in accordance with authorisations of management and directors of the Corporation; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the Corporation 's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

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

For Ambavat Jain & Associates LLP
Chartered Accountants
Firm Registration No. 109681W

Kamal Sharma
Partner
Membership No. 112843

Mumbai – 26/09/2025
UDIN: 25112843BMOCQX1296

Directions under section 143 (5) of the companies act, 2013 on the accounts of Maharashtra Small Scale Industries Development Corporation Limited (standalone) for the year ended 31st March 2022

Sr. No.	Directions	Auditor Comment
1	Whether the company has system in place to process all the accounting transactions through IT system? If yes, the implication of processing of accounting transactions outside IT system on the integrity of the accounts along with the financial implications, if any, may be stated.	Yes, Corporation has Tally ERP as a software for processing of accounting transactions. We have not come across any transaction accounted out of system
2	Whether there is any restructuring of an existing loan or cases of waiver/write off of debts/loans/ interest etc. made by a lender of the company due to company's inability to repay the loan? If yes, the financial impact may be stated. Whether such cases are properly accounted for? (In case, Lender is a government company, then this direction is also applicable for statutory auditor of lender company)	The Corporation has not restructured any existing loan or waiver / write off of debts/loans/ interest etc. due to its inability to repay the loan
3	Whether funds (grant/subsidy etc) received / receivable for the specific schemes from Central/ State Government or its agencies were properly accounted for/utilized as per its terms and conditions? List the cases of deviation	We have not come across any instances on our sample testing/ vouching where the funds received in the form of grant/subsidy received/receivable are not properly accounted for/utilized as per the terms and conditions.

Directions under sub-section (5) of the section 143 of the Companies Act, 2013.

Sr. No.	Directions	Auditors Comment
1.	To report whether there are any cases of waiver/write off of debts / loans / interest etc.; if yes, the reasons thereof and the amount involved.	There are no cases of waiver/write off of debts/loans/interest during the financial year.
2.	Whether proper records are maintained for inventories lying with third parties and assets received as gift from Government and other authorities?	As explained to us the Corporation's inventories are not lying with third parties and during the financial year the Corporation has not received any assets in the form of gift from government and other authorities.
3.	A report on age-wise analysis of pending legal/arbitration cases, including the reasons for pendency and existence / effectiveness of a monitoring mechanism for expenditure on all legal cases (foreign and local) may be given.	A report on age-wise analysis of pending legal/arbitration cases, including the reasons for pendency and existence the details are as per separately attached statements. (The total number pending cases are 38 and the total amount involved is approx. Rs. 21.10 crores.) In case of effectiveness of a monitoring mechanism for expenditure on all legal cases (foreign and local). It is explained to us that the Corporation has maintained data of empanelled advocates. Fees are paid to them as per the fees schedule finalized by the Corporation. In case the amount involved is high then board has given special power to the MD for appointment and deciding fee of the advocate / solicitor on case-to-case basis.
4.	If the Company has been selected for disinvestment, a complete status report in terms of valuation of assets (including assets and land) and liabilities (including committed & General Reserves) may be examined, including the mode and present stage of disinvestment process.	The Company is not selected for disinvestment.

Sector specific sub-directions:

Sr. No.	Directions	Auditors Comment
1.	Whether the Company has complied with the directions issued by Reserve Bank of India for: • Non-Banking Finance Companies (NBFCs) • Classification of non-performing assets; • and Capital adequacy norms for NBFCs.	As explained to us the Corporation is not an NBFC company and not involved into NBFC activities so this clause is not Applicable to Corporation.
2.	Whether the Company has a system to ensure that Loans were secured by adequate security free from encumbrances and have first charge on the mortgaged Assets? Further instances of undue delay in disposal of seized units may be reported upon.	As explained to us the Corporation is not an NBFC company and not involved into NBFC activities so this clause is not Applicable to Corporation.
3.	Whether introduction of any scheme for settlement of dues and extensions thereto complied with policy/guidelines of Company / Government?	As explained to us the Corporation is not an NBFC company and not involved into NBFC activities so this clause is not Applicable to Corporation.
4.	Comment on the confirmation of balances of Trade Receivables, Trade Payables, Term Deposits and Cash and bank balances were obtained.	1.Confirmation of Cash, Term Deposit & Bank balances were obtained. 2.Confirmation of Trade Receivables, Trade Payables were not obtained.
5.	Whether profit/loss mentioned in Audit Report is as per Profit & Loss Accounts of the Company?	YES, Profit / Loss mentioned in Audit Report is as per Profit / Loss Account of the Company.
6.	Whether the Company is making provision for interest where payment of Principal Amount was not made to the GOM?	No provision of interest is not made as no loans is taken from GOM during the financial year.
7.	As per Schedule III of the Companies Act, 2013. Share Application Money Pending Allotment should be shown distinctly / separately under Share Capital.	There is no Share Application Money and Pending Allotment as on the balance sheet date 31.03.2022.
8.	Since how many years is Share Capital infusion from promoter / GOM continued to be shown under Share Application money with reasons thereof and comments of the Statutory Auditors be included in the Report on this issue.	There is no Share Capital infusion from promoter / GOM and nothing is pending under Share Application money as on the balance sheet date 31.03.2022.

REPLY TO AUDITORS REPORT FY 2021-22 (STANDALONE)		
	Comment of Auditor	Comment of Management
	Basis for Adverse Opinion	
1.	1. Unreconciled Balances and Classification & Presentation thereof:	Various general ledgers balances are subject to scrutiny, reconciliation and consequential adjustment.
	(a) There are various general ledgers outstanding from longer period/unreconciled, various general ledgers are being used interchangeably, resulting in incorrect resultant balances. In the absence of reconciliation, we are unable to comment upon accuracy of these balances. The effect of the adjustments, if any, arising from reconciliation and settlement of old outstanding balances remaining in the above accounts and possible gain/loss that may arise on account of non-recovery or partial recovery or write back thereof has not been ascertained.	
	(b) Further in the absence of necessary data/details, we are unable to comment whether classification of assets and liabilities and their bifurcation in to Current and Non-Current are in accordance with the requirement of Accounting Standard.	Noted and necessary action will be taken.
	(c) Attention is drawn to Note 6 to the Standalone Financial Statements, relating to sum of ₹35.86 crores (FY 20-21 - ₹36.13 crore) shown as 'Due to others' which are included under Trade payables – Current. Party-wise details and balance confirmation certificate of said amount have not been provided to us for verification. As a result, we are unable to comment on the existence of the liability and consequential impact, if any, on the Standalone Financial Statements of the Corporation for the year under audit.	Point Noted. The Trade payables Rs.35.86 Cr. (FY 20-21- 36.13 Cr.) are subject to scrutiny, reconciliation and consequential adjustments.

REPLY TO AUDITORS REPORT FY 2021-22 (STANDALONE)		
	Comment of Auditor	Comment of Management
2.	External Balance Confirmations/Reconciliations: Attention is drawn to Note 6, 15 and 17 to the Standalone Financial Statements, Balances of Trade Payables, Trade Receivables and Loans & advances and various other debit/credit balances and dues from government are subject to confirmations, reconciliations and consequential adjustments thereof. The system of third-party balance confirmations is not followed by the Corporation. Communication details were not available for us to get external confirmation as per SA 505 for the balances standing in the books. In the absence of proper records/communication details, we are unable to comment on the accuracy of the balances standing in the books.	These accounts are subject to scrutiny, reconciliation and consequential adjustments. Hence balance confirmation certificate is not obtained.
3.	Various accounts under the head Godown and office rent receivable are not reconciled. Thus, we are unable to comment on the accuracy of Godown rent received & receivable and rent paid & payable accounted for in the books of accounts. The total amount of rent recoverable is Rs.9,47,89,511, out of which the amount which is under litigation is Rs.5,81,35,041.	Based on records, we have booked all Godown rent. Further, we are following for the recovery of the same.
4.	The Corporation has not fully complied with certain Accounting Standards issued by ICAI as detailed below: Corporation is accounting purchases and sales only after receiving invoices from the suppliers and not when the seller has transferred the goods to the buyer for a consideration and risk and rewards are transferred. This practice of revenue recognition is not in compliance with "Accounting Standards 9 – Revenue Recognition". This gives false and unfair view of the purchases and sales of the Corporation for the year. Rebate income is being booked at the time of accounting of sales. Since booking of sales is not in compliance with AS 9, rebate income should have been adjusted to comply with AS 5 - Net Profit or Loss for the Period, Prior Period Items and Changes in Accounting Policies. The same has not been done and the Statement of Profit & Loss gives false and unfair view of Loss for the year. The Corporation has not fully complied with AS 9 and AS 5 and the effect of the same cannot be quantified.	Our Marketing turnover with Government Department sale invoices are raised to Govt. Dept. In the month of Jan, Feb, March every year however, their delivery effected in subsequent year (Delivery challan date is in subsequent year). Further Government Department follows the cash basis system of accounting whereas the Corporation follows Mercantile system of accounting. Considering above mention two different system, this issue is arise. Due to this practical difficulty with respect to accounting standard, we are not able to follow.

REPLY TO AUDITORS REPORT FY 2021-22 (STANDALONE)		
	Comment of Auditor	Comment of Management
5.	Other Items (a) Attention is drawn to Note 6 to the Standalone Financial Statements regarding non identification of creditors as to their status under Micro, Small and Medium Scale Enterprises (MSME) Act and provision for interest payable to such parties for dues in excess of 45 days at three times the bank rate notified by the RBI. The liability on this account, if any, has not been quantified by the Company. As such, we are unable to ascertain the interest provision (if any) required and its consequential impact on the profit for the year under audit. Due to non-identification of MSMED parties, the disclosures, as required by the relevant Statute have not been made by the Corporation.	The cases of interest payment on delayed payments payable to SSI unit is not found. There is no case where the payment is delayed by the Corporation in excess of 45 days after receipt of payment by Corporation from Government Department. Hence no provision for interest is made
5.	(b) On the basis of checks carried out by us during the course of our audit certain system/control issues relating to decentralized accounting resulting in accounting error were observed such as negative inventory quantity and restriction on back dated entries in accounting software Tally ERP, not being implemented.	Noted and necessary action will be taken.
6.	No provision for interest payable on the following unsecured loans is made in the books from the year 2007-08. Ind. & Lab. Dept. Mah. Govt. Edu. Unempl. H.P Rs.0.13 Cr. Ind. & Lab. Dept. Mah. Govt- Seed Capital (3.5%) Rs.0.64 Cr. (As per note 4 to the Standalone Financial Statements)	The Govt. of Maharashtra has given assistance to beneficiaries though MSSIDC. Accordingly MSSIDC disbursed loan to beneficiaries in the Year 1980-82. The principle amount lying in books of account, since transaction are very old one and Govt. has also not demanded the same for repayment. Further, Corporation has provided interest up to 2007-08. This interest amount is also not payable to Govt. therefore, provision is not made.
7.	Internal control system of the Corporation is weak and does not commensurate with the size and volume of business of the Corporation. The system is also susceptible to fraud, manipulation and misappropriation at various levels. Further there is no standard operating procedures of the functioning of the Corporation.	We have prepared accounts and internal audit manuals which were already forwarded to respective places for the same for taking proper step/action for internal control.

REPLY TO AUDITORS REPORT FY 2021-22 (STANDALONE)

<table>
<tr><th></th><th>Comment of Auditor</th><th>Comment of Management</th></tr>
<tr><td>8.</td><td>Provision
(a) As certified by the Management, the Corporation has unsecured trade receivables of Rs. 46.50 Crore and debit balance in trade payables of Rs. 5.61 Crores which are pending for adjustment for more than three years. The Corporation has made Provision of only Rs. 4.96 Crore -against these receivable and debit balances. Hence, there is short provision of Rs. 41.54 Crores. (Refer Note No. 15 of notes to accounts). There are certain trade receivables which are under litigation amounted to Rs. 21.10 Crores.</td><td>The total trade receivable is Rs.46.50 Cr. Out of that provision is made in books of accounts is Rs.4.96 Cr.. More than 3 years Trade receivables is Rs.41.41 Cr. The breakup of this outstanding (>3years) activity wise is as under ,
<table>
<tr><td>Activity</td><td>Amount</td></tr>
<tr><td>Marketing</td><td>10,60,64,080.17</td></tr>
<tr><td>Coal</td><td>2,32,01,607.39</td></tr>
<tr><td>Raw Material & Others</td><td>21,04,69,353.58</td></tr>
<tr><td>Rent</td><td>7,43,95,046.36</td></tr>
</table>
In raw material, Marketing and coal transaction, the legal case amount involved is Rs. 21,09,85,528/-.
In marketing transactions, we have undertaken scrutiny of marketing and after scrutiny the effect of accounting was given in FY 2015-16 to 2017-18. The remaining marketing debtors are still outstanding and due to non-availability of old records.
For Marketing Debtors / Sundry Creditors Debit balances for more than 3 years need to be reconciled.
We have not made any provision in books of accounts since the debtors and creditors amount is in huge and the impact in profit and loss account will be more.</td></tr>
</table>

REPLY TO AUDITORS REPORT FY 2021-22 (STANDALONE)		
	Comment of Auditor	Comment of Management
9.	The corporation has recorded in the books Gratuity Liability and Leave Encashment ₹8,03,36,075 and ₹1,89,73,206 respectively. As per actuarial valuation report Gratuity Liability and Leave Encashment are ₹5,02,50,055 and ₹1,72,27,315 respectively. The amount of gratuity fund appearing on the asset side is Rs.16,46,93,912 as against Rs.1,53,90,636 as per the LIC Gratuity Fund Statement. There are unreconciled differences between the figures of the books with the valuation report for the gratuity liability & LIC Gratuity Fund Statement.	The Accounts of gratuity will be scrutinized by appointing CA firm and necessary entries will be passed as per their advice in the books of accounts.
10.	The Company has not valued its inventories in line with AS 2 'Valuation of Inventories.' It has neither applied the prescribed principles nor engaged a valuer to ascertain cost or net realizable value as on 31st March 2022. In the absence of such valuation, we are unable to determine the impact of this non-compliance on inventory, profit or loss, and related disclosures. The inventories as on 31st March 2022 is recorded at cost ₹71.98 lakhs.	The Corporation will make valuation of the inventory by appointing a registered valuaer.

REPLY TO AUDITORS REPORT FY 2021-22 (STANDALONE)		
	Comment of Auditor	Comment of Management
	Other Matter	
1	We would draw your attention to Notes No. 4, 5, 6, 7, 8, 12, 13, 15, 17, 18 of Notes to Accounts.	Based on available records, we have disclosed notes.
2	The Corporation has properties at Thane which are occupied by tenants but due to legal dispute and in absence of valid rental agreement, rental income cannot be ascertained hence not recognized in books of account.	In D-10 Thane godown, we have not executed rent agreement for FY 2021-22 due to legal disputes 1) Shivshakti Engineering Co. 2) Jagdamba Powder Coating 3) Darmesh Fabricaters Pvt Ltd 4) Kunal Enginerring 5) Mayur Enginerring We have not booked income for above four parties for FY 2021-22.
3	In the absence of details of status of pending Sales Tax, Service Tax, Income Tax, TDS, Professional Tax and WCT (Work Contract Tax) assessments and other legal cases, the contingent liability, if any, in respect thereto cannot be ascertained as cases of various years are under process with the concerned Appellate Authorities and the quantum of the same cannot be ascertained.	The Corporation had engaged M/s. Taxpert Professional Pvt. Ltd., Chartered Accountants, Mumbai, for resolution of pending cases relating to Sales Tax, Income Tax, TDS, and other applicable taxes. The pending Service Tax case has been closed, and dues have been paid as per the assessment order. Further, the Corporation availed the Amnesty Scheme for pending MVAT cases, pursuant to which all such cases have been settled and the respective dues fully paid during FY 2022–23 and FY 2023–24.

REPLY TO AUDITORS REPORT FY 2021-22 (STANDALONE)		
	Report on Other Legal and Regulatory Requirements:	
1.	As required by the Companies (Auditor's Report) Order, 2020 ("the Order") issued by the Central Government 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, to the extent applicable.	As per Sec. 143, it is the declaration of Auditors.
2.	1. As required by Section 143 (3) of the Act, we report that: (a) We have sought and, except for the possible effects of the matter described in the Basis for Adverse Opinion paragraph above, obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;	Noted and necessary action initiated.
	(b) Except for the possible effects of the matter described in the Basis for Adverse Opinion paragraph above, in our opinion, proper books of account as required by law have been kept by the Corporation so far as appears from our examination of those books and proper returns adequate for the purposes of our audit have been received from branches not visited by us;	NIL
	(c) Except for the matter described in the Basis for Adverse Opinion paragraph above, The Balance Sheet, the Statement of Profit and Loss and the Cash Flow Statement dealt with by this Report are in agreement with the books of account and with returns received from the branches not visited by us.	Noted and necessary action initiated.
	(d) Except for the matter described in the Basis for Adverse Opinion paragraph above, the Balance Sheet, Statement of Profit and Loss and Cash Flow Statement comply with the Accounting Standards specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014;	Noted and necessary action initiated.
	(e) The matter described in the Basis for Adverse Opinion paragraph above, in our opinion, may have an adverse effect on the functioning of the Corporation.	Noted
	(f) On the basis of the written representations received from the directors as on 31st March, 2022 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2022 from being appointed as a director in terms of Section 164(2) of the Act	Yes
	(g) with respect to the adequacy of the internal financial controls over financial reporting of the Corporation and the operating effectiveness of such controls, refer to our separate report in **"Annexure B"; .** Our report express disclaimer of opinion on the adequacy and operating effectiveness of the company's internal financial control over financial reporting.	Noted

REPLY TO AUDITORS REPORT FY 2021-22 (STANDALONE)		
	(h) The adverse remarks relating to the maintenance of accounts and other matters connected therewith are as stated in the Basis for Adverse Opinion paragraph above.	Noted and necessary action initiated.
	(i) Since the Corporation is wholy owned Government Company, Section 197 read with schedule V of the Act, regarding the limit on the managerial remuneration, does not apply to it as per the circular GSR 463 (E) dated 05-06-2015.	Noted
	(j) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:	Yes.
	i. The Corporation has disclosed the impact of pending litigations on its financial position in its financial statements - Refer Note No. 33 to the financial statements;	Noted and disclosed.
	ii. Except for the possible effects of the matter described in the Basis for Adverse Opinion paragraph above, the Corporation has made provision, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long-term contracts including derivative contracts;	Noted
	iii. There has not been any occasion in case of the Corporation during the year under report to transfer any sums to the Investor Education and Protection Fund. The question of delay in transferring such sums does not arise.	NIL.
	iv. (a) The Management has represented that, to the best of its knowledge and belief, other than as disclosed, no funds (which are material either individually or in the aggregate) have been invested (from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person, or entity, with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.	
	(b) The management has represented, that, to the best of its knowledge and belief, other than as disclosed, no funds (which are material either individually or in the aggregate) have been received by the company from any person or entity including foreign entity ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall , whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.	
	(c) Base on the audit procedures that have been considered reasonable and appropriate in the circumstances, noting has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11 (e), as provided under (a) and (b) above, contain any material misstatement.	
	(v) The company has not declared or paid dividend or paid dividend during the year.	

REPLY TO AUDITORS REPORT FY 2021-22 (STANDALONE)

	Annexure A- to the Independent Auditors' Report	
1.	In respect of its Fixed Assets: a) The Corporation has not maintained proper records showing full particulars, including quantitative details and situation of Fixed Assets; b) The Corporation does not have a regular programme of physical verification of its fixed assets having regard to the size of the Corporation and the nature of its assets. c) According to the information, explanations and representation given to us, the Corporation has not disposed of any substantial part of its Fixed Assets during the year d) In our opinion and according to the information and explanations given to us and on the basis of our examination of the records of the Company, the title deeds of all the immovable properties are held in the name of the Company. e) During the financial year, the company has not revalued its property, plant and equipment (including right of use asset) and intangible assets based on the valuation obtained by a registered valuer. Hence, we cannot ascertain aby upwards/ downwards change in aggregate of the net carrying value of (class of asset) the said assets as on March 31, 2022. f) According to the information and explanation given to us and on the basis of our examination of the records of the Company, no proceeding have been initiated against the Company for holding Benami property the "Benami Transaction (Prohibition) Act, 1988 and Rules made there under.	In FY 2014-15, all fixed assets verification work was done by independent CA firm and the addition to fixed assets was included from FY 2016-17. Hence we are maintaining fixed assets register. Further our Divisional Manager is always verifying fixed assets as on March 2022.
2.	In respect of its inventories: a) The inventory of the Corporation has not been physically verified by the management during the year. b) Systematic procedures reasonable and adequate in relation to the size of the Corporation and nature of its business is not in place for physical verification of inventory by the management. c) Since physical verification of inventory was not done during the year, dealing with material discrepancy on physical verification cannot be commented on.	The inventory of Paithan, New Delhi, WTC, Ahmednagar and Kudal has verified by respective person as on March 2022.
3.	As explained to us, the Corporation has neither granted any loans, secured or unsecured to companies, firms or other parties covered in the register maintained under section 189 of the Companies Act, 2013 nor has not taken any loans, secured or unsecured from companies, firms or other parties covered in the register maintained under section 189 of the Companies Act, 2013 ("the act").	No, transaction was executed therefore information is NIL.

<table>
<tr><th colspan="3">REPLY TO AUDITORS REPORT FY 2021-22 (STANDALONE)</th></tr>
<tr><td>4.</td><td>In our opinion and according to the information and explanation given to us, the Corporation has complied with the provisions of section 185 and 186 of the Act, with respect to the loans and investments made. The Corporation has not issued any guarantee nor provided any security.</td><td>Noted.</td></tr>
<tr><td>5.</td><td>According to information and explanations given to us, the Company has not accepted deposits from the public to which the directives issued by The Reserve Bank of India and the provisions of Section 73 to Section 76 or any other relevant provision of the Act and the rules framed there under apply.</td><td>Noted.</td></tr>
<tr><td>6.</td><td>The Central Government of India has not prescribed the, maintenance the of cost records under sub-section (1) of section 148 of the Act for any of the products or services rendered by the company. Accordingly, the provision of para 3(vi) of the order are not applicable to the company</td><td>Noted.</td></tr>
<tr><td>7.</td><td>a) According to the records of the Corporation and according to the information and explanation given to us, the Corporation is regular in depositing with appropriate authorities, undisputed Statutory dues, including Provident Fund, Investor Education and Protection Fund, Employee’s State Insurance, Income Tax, Sales Tax, Wealth Tax, Custom Duty, Excise Duty, Cess and other Statutory dues applicable to it except Service Tax (amount unascertainable) and TDS (amount unascertainable), Goods and Service Tax, TDS (amount unascertainable). Corporation has defaulted in TDS and has a liability of Rs. 29.40 lakh however no action has been taken by Corporation. According to the records of the Corporation and according to the information and explanation given to us, no undisputed amounts payable in respect of Income Tax, Sales Tax, Wealth Tax, Custom Duty, Excise Duty and Cess which in arrears as at 31st March, 2022 for a period of more than six months from the date they became payable.</td><td>Noted.</td></tr>
<tr><td></td><td>(b) According to the information and explanation given to us, there are no material statutory dues which have not been deposited with the appropriate authorities on account of any dispute except the following:
<table>
<tr><th>Name of Statue</th><th>Nature of dues</th><th>Period to which the amount relates</th><th>Amount (in. Rs)</th><th>Forum where the dispute is pending</th></tr>
<tr><td>Income Tax</td><td>Income tax demand</td><td>FY. 2011-12</td><td>46,62,390</td><td>CIT appeal</td></tr>
</table></td><td>The cases of Income Tax are in appeal with concern authority and we are following the matters through our CA firm with respective authority for their saying.</td></tr>
</table>

REPLY TO AUDITORS REPORT FY 2021-22 (STANDALONE)		
8.	According to the information, explanations given to us, the Company examined by us, there is no Income surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961, that has not been recorded in the books of accounts.	Correct
9.	a) According to the information, explanations & representation given to us, the Corporation has not defaulted in repayment of its dues to financial institutions, bank, government or dues to debenture holders. The Corporation does not have any borrowings by way of debentures. b) According to the information and explanations given to us and on the basis of our audit procedures, we report that the Company has not been declared Wilful Defaulter by any bank or financial institution or government or any government authority. c) In our opinion, and according to the information and explanations given to us, the term loans have been applied for the purposes for which they were obtained. d) According to the information and explanations given to us, and the procedures performed by us, and on an overall examination of the financial statements of the Company, we report that no funds raised on short-term basis have been used for long- term purposes by the Company. e) According to the information and explanations given to us and on an overall examination of the financial statements of the Company, we report that the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, associates or joint ventures. f) According to the information and explanations given to us and procedures performed by us, we report that the Company has not raised loans during the year on the pledge of securities held in its subsidiaries, joint ventures or associate companies.	Correct (a to f)
10.	a) The Company has not raised any money by way of initial public offer or further public offer (including debt instruments) during the year. Accordingly, the reporting under clause 3(x)(a) of the Order is not applicable to the Company. b) The Company has not made a private placement and converted Debentures into Equity shares during the year, in compliance with the requirements of Section 42 and Section 62 of the Act. Accordingly, the reporting under clause 3(x)(b) of the Order is not applicable to the Company.	Not applicable.(a and b)

REPLY TO AUDITORS REPORT FY 2021-22 (STANDALONE)		
11.	a) During the course of our examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given to us, we have neither come across any instance of material fraud by the Company or on the Company, noticed or reported during the year, nor have we been informed of any such case by the Management b) During the course of our examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given to us, a report under Section 143(12) of the Act, in Form ADT-4, was not required to be filed. Accordingly, the reporting under clause 3(xi)(b) of the Order is not applicable to the Company. c) During the course of our examination of the books and records of the Company carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given to us, and as represented to us by the management, no whistle-blower complaints have been received during the year by the Company. Accordingly, the reporting under clause 3(xi)(c) of the Order is not applicable to the Company.	.Noted (a to c).
12.	As the Company is not a Nidhi Company and the Nidhi Rules, 2014 are not applicable to it, the reporting under clause 3(xii) of the Order is not applicable to the Company.	Noted.
13.	The Company has entered into transactions with related parties in compliance with the provisions of Sections 177 and 188 of the Act. The details of such related party transactions have been disclosed in the financial statements under note no 34(b) as required under Accounting Standard 18 “Related Party Disclosures" specified under Section 133 of the Act.	Not applicable.
14.	a) In our opinion and according to the information and explanation given to us, the company has internal audit system as per the section 138 of Companies Act, 2013. b) We have considered the reports of the Internal Auditors for the period under audit.	Noted and disclosed.
15.	According to the information and explanation given to us and based on our examination of the records of the Corporation, the Corporation has not entered into non-cash transactions with directors or persons connected with them. Accordingly, paragraph 3(xv) of the order is not applicable.	Noted.

REPLY TO AUDITORS REPORT FY 2021-22 (STANDALONE)		
16.	a) According to the information and explanation given to us and based on our examination of the records of the Corporation, The Corporation is not required to be registered under Section 45-1A of the Reserve Bank of India Act, 1934. b) The Company has not conducted non-banking financial finance activities during the year. Accordingly, the reporting under clause 3(xvi) (b) of the Order is not applicable to the Company. c) The Company is not a Core Investment Company (EIC) as defined in the regulations made by the Reserve Bank of India. Accordingly, the reporting under clause 3(xvi)(c) of the Order is not applicable to the Company. d) Based on the information and explanations provided by the management of the Company, the Group does not have any CICs, which are part of the Group. We have not, however, separately evaluated whether the information provided by the management is accurate and complete. Accordingly, the reporting under clause 3(xvi)(d) of the Order is not applicable to the Company.	Noted. (a to d)
17.	The Company has incurred a total loss of Rs.1.47 Crores, out of which, depreciation amounts to Rs.24.39 Lakhs, and the balance Rs. 1.23 Crores is the cash loss during the financial year.	Not applicable.
18.	There has been no resignation of the statutory auditors during the year and accordingly the reporting under clause (xviii) is not applicable.	Correct
19.	According to the information and explanations given to us and on the basis of the financial ratios as per Note 35 to the financial statements, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the financial statements, our knowledge of the Board of Directors and management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future liability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date will get discharged by the Company as and when they fall due.	Noted
20.	In our opinion and according to information and explanation given to us, corporate social responsibility as per section 135(5) of Companies Act, 2013 is not applicable to the company during the year under audit.	Noted
21.	The reporting under clause 3(xxi) of the Order is not applicable in respect of audit of Standalone Financial Statements. Accordingly , no comment in respect of the said clause has been included in this report.	Noted

महालेखाकार का कार्यालय (लेखापरीक्षा - II)
महाराष्ट्र, मुंबई शाखा कार्यालय,
तल मंजिल, प्रतिष्ठा भवन, 101,
महर्षि कर्वे मार्ग, मुंबई - 400 020.

SUPREME AUDIT INSTITUTION OF INDIA
लोकहितार्थ सत्यनिष्ठा
Dedicated to Truth in Public Interest

OFFICE OF THE ACCOUNTANT
GENERAL (AUDIT - II) MAHARASHTRA,
BRANCH OFFICE MUMBAI,
GROUND FLOOR, PRATISHTHA BHAVAN,
101, M.K. MARG, MUMBAI - 400 020.

मले/लेप-II/मुंबई शाखा/तकनीकी अनुभाग/स्माल स्केल/समायोजित/2021-22/626 दिनांक / Date : 27/03/2026

सेवा मे,

प्रबंध निदेशक,
महाराष्ट्र स्माल स्केल इंडस्ट्रीज़ डेव्लपमेंट कॉर्पोरेशन लिमिटेड,
मुंबई।

विषयः- 31 मार्च 2022 को समाप्त हुए वर्ष के महाराष्ट्र स्माल स्केल इंडस्ट्रीज़ डेव्लपमेंट कॉर्पोरेशन लिमिटेड (समायोजित) के लेखों पर कंपनी अधिनियम, 2013 की धारा 143(6)(b) के अंतर्गत भारत के नियंत्रक व महालेखापरीक्षक की टिप्पणियाँ।

महोदय,

31 मार्च, 2022 को समाप्त हुए वर्ष के **महाराष्ट्र स्माल स्केल इंडस्ट्रीज़ डेव्लपमेंट कॉर्पोरेशन लिमिटेड** के **समायोजित** लेखों पर कंपनी अधिनियम, 2013 की धारा 143(6)(b) के अंतर्गत भारत के नियंत्रक एवं महालेखापरीक्षक का निरंक टिप्पणी प्रमाणपत्र (Nil Comment Certificate) संलग्न है।

वार्षिक आमसभा (A.G.M.) होने के पश्चात, वार्षिक रिपोर्ट की तीन मुद्रित प्रतियाँ कृपया इस कार्यालया को भेज दें, साथ ही उपरोक्त लेखों के वार्षिक प्रतिवेदन को विधानसभा में प्रस्तुत करने की तिथि को भी इस कार्यालय को सूचित करें।

भवदीया,

संलग्नक : यथोपरि।

(शुभांगी, *IAAS*)
वरिष्ठ उपमहालेखाकार
महालेखाकार (लेखापरीक्षा)- II महाराष्ट्र
शाखा कार्यालय मुम्बई।

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			RM
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FKA

Phone : 022-2205 4022 / 022-2205 7360
Email : agcommaumaharashtra@cag.gov.in

COMMENTS OF THE COMPTROLLER & AUDITOR GENERAL OF INDIA UNDER SECTION 143(6)(b) READ WITH SECTION 129(4) OF THE COMPANIES ACT, 2013 2013 ON THE CONSOLIDATED FINANCIAL STATEMENTS OF MAHARASHTRA SMALL SCALE INDUSTRIES DEVELOPMENT CORPORATION LIMITED FOR THE YEAR ENDED 31 MARCH 2022.

The preparation of Consolidated financial statements of **Maharashtra Small Scale Industries Development Corporation Limited** for the year ended **31 March 2022** in accordance with the financial reporting framework prescribed under the Companies Act, 2013 (Act) is the responsibility of the management of the company. The Statutory Auditors appointed by the Comptroller and Auditor General of India under Section 139(5) read with Section 129 (4) of the Act are responsible for expressing opinion on the Financial Statements under Section 143 read with Section 129 (4) of the Act based on independent audit in accordance with the standards on auditing prescribed under Section 143(10) of the Act. This is stated to have been done by them vide their Audit Report dated **26 September 2025**.

I, on behalf of the Comptroller and Auditor General of India, have conducted supplementary audit of the consolidated financial statements of **Maharashtra Small Scale Industries Development Corporation Limited** for the year ended **31 March 2022** under Section 143(6)(a) read with Section 129(4) of the Act. We conducted a supplementary audit of the Financial Statements of Krupanidhi Ltd (subsidiary of the Company) for the year ended on that date. This supplementary audit has been carried out independently without access to the working papers of the statutory auditors and is limited primarily to inquiries of the statutory auditors and company personnel and a selective examination of some of the accounting records.

On the basis of my supplementary audit nothing significant has come to my knowledge which would give rise to any comment upon or supplement to statutory auditors' report under section 143(6)(b) of the Act.

For and on behalf of the
Comptroller and Auditor General of India

Shirsat 27.03.26

(Dattaprasad S. Shirsat)
Accountant General (Audit-II) Maharashtra

Place: Nagpur
Date: 27/03/2026

4/9.4.26 9/09/04/26

महालेखाकार का कार्यालय (लेखापरीक्षा - II)
महाराष्ट्र, मुंबई शाखा कार्यालय,
तल मंजिल, प्रतिष्ठा भवन, 101,
महर्षि कर्वे मार्ग, मुंबई - 400 020.

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OFFICE OF THE ACCOUNTANT GENERAL (AUDIT - II) MAHARASHTRA,
BRANCH OFFICE MUMBAI,
GROUND FLOOR, PRATISHTHA BHAVAN,
101, M.K. MARG, MUMBAI - 400 020.

मले/लेप-II/मुंबई शाखा/तकनीकी अनुभाग/स्माल स्केल/समायोजित/2021-22/629 दिनांक / Date : 27/03/2026

सेवा में,

प्रबंध निदेशक,
महाराष्ट्र स्माल स्केल इंडस्ट्रीज़ डेव्लपमेंट कॉर्पोरेशन लिमिटेड,
मुंबई।

विषय: महाराष्ट्र स्माल स्केल इंडस्ट्रीज़ डेव्लपमेंट कॉर्पोरेशन लिमिटेड (समायोजित) के वर्ष 2021-22 के वित्तीय विवरणों की लेखापरीक्षा में कंपनी अधिनियम, 2013 की धारा 143(6)(बी) के तहत कमियां देखी गईं है।

विषय: Deficiencies noticed in the audit of financial statements of Maharashtra Small Scale Industries Development Corporation Limited (Consolidated) for the year 2021-22 under section 143(6)(b) of the Companies Act, 2013.

महोदय/महोदया,

कंपनी अधिनियम, 2013 की धारा 143(6)(a) के तहत इस कार्यालय द्वारा **महाराष्ट्र स्माल स्केल इंडस्ट्रीज़ डेव्लपमेंट कॉर्पोरेशन लिमिटेड (समायोजित)** के वर्ष 2021-22 के लेखो की लेखापरीक्षा की गई थी। लेखापरीक्षा के दौरान प्राप्त कुछ मुद्दों/ टिप्पणियों पर प्रबंधन को ध्यान देने की आवश्यकता है।

The supplementary audit of the Financial Statements of **Maharashtra Small Scale Industries Development Corporation Limited (Consolidated)** for the year 2021-22 section 143(6)(b) of Companies Act 2013 was recently undertaken by this office. During the course of audit, the following issue was noticed which needs the attention of the management:

A. COMMENTS ON FINANCIAL POSITION

Balance Sheet
Assets
Long terms loans and Advances (Note 13) – Rs. 3394.49 lakh

1. The company has included Advance Tax and Tax Deducted at Source (TDS) amounting to ₹.7.53 crore under the head "Long-Term Loans and Advances". of the balance sheet.

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CH	HCT	PRO	EPP

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Email : agcommaumaharashtra@cag.gov.in

Advance Tax and TDS represent statutory tax assets recoverable from the Income Tax Department and are required to be disclosed separately in accordance with Schedule III of the Companies Act, 2013 and established accounting principles.

The Company may give a suitable disclosure and presentation in accordance with Schedule - III.

B. COMMENTS ON DISCLOSURE

Statement of Profit and loss
Prior Period Expenses Rs.10.34 lakh

2. The company has charged ₹ 10.34 lakh prior period expenses to the Profit and Loss Account for the year 2021-22. The nature-wise details of these expenses have been disclosed in the Notes to Accounts under Note 28.

However, the financial statements do not disclose the financial year(s) to which these expenses relate nor the reasons why these expenses became payable during the current year, as required under Accounting Standard-5 (Net Profit or Loss for the Period, Prior Period Items).

Equity and Liabilities: Rs. 16563.30 lakhs
Other Current Liabilities: Rs. 7124.84 lakhs
Other Miscellaneous Liabilities: Rs. 3460.34 lakhs

3. As per the Accounting Standards (AS) 12 (Accounting for Government Grants), the receipt of government grants by an enterprise is significant for preparation of the financial statements and an appropriate method of accounting is necessary. Further, in case of Government Grants following disclosures are required: (i) The accounting policy adopted for government grants, including the methods of presentation in the financial statements; (ii) the nature and extent of government grants recognised in the financial statements, including grants of non-monetary assets given at a concessional rate or free of cost.

The company received following grants from the Central Government and Government of Maharashtra during 2010-11 to 2021-22 which is included under Other Miscellaneous Liabilities:

Sr. No.	Particulars of the Grants	Amt. of the Grants received (Rs. in lakhs)
1.	Central Government Grants	5.33
2.	Exhibition Accounts (Grant received from Central and State Govt for Handicraft Development and IITF Exhibition)	582.30
3.	Gold Beads Craft	44.66
4.	State Government Grants	947.00

5.	State Government Grants (CFC)	233.23
6.	Bamboo Trading Centre (Akola, Jalgaon, Nanded, and Bhandara)	9.87
7.	Fund received from GOM for the schemes of Districts	3.83
8.	Training Programme Market Dev. & Marketing under Coir	25.00
	Total Grant Received	**1851.22**

The financial statements of MSSIDC do not provide a comprehensive reconciliation of government grants received, utilized, and unutilized, nor do they clarify deviations and unlinked funds to specific sanctioned projects. This does not align with the mandatory disclosure requirements of AS 12 (Section: Disclosure Requirements).

प्रबंधन द्वारा उपरोक्त मुद्दों पर उचित कार्यवाही की जा सकती है।

Management may take necessary steps under intimation to Audit in this regard.

भवदीया,

(शुभांगी, *IAAS*)
वरिष्ठ उपमहालेखाकार
महालेखाकार (लेखापरीक्षा)-II, महाराष्ट्र,
शाखा कार्यालय मुम्बई।

महालेखाकार का कार्यालय (लेखापरीक्षा - II)
महाराष्ट्र, मुंबई शाखा कार्यालय,
तल मंजिल, प्रतिष्ठा भवन, 101,
महर्षि कर्वे मार्ग, मुंबई - 400 020.

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GENERAL (AUDIT - II) MAHARASHTRA,
BRANCH OFFICE MUMBAI,
GROUND FLOOR, PRATISHTHA BHAVAN,
101, M.K. MARG, MUMBAI - 400 020.

मले/लेप-II/शाखा कार्यालय/ मुम्बई/तकनीकी अनुभाग/MSSIDC/2021-22/622 दिनांक / Date : 27/03/2026

सेवा में,

प्रबंध निदेशक,
महाराष्ट्र स्माल स्केल इंडस्ट्रीज़ डेव्लपमेंट कार्पोरेशन लिमिटेड,
कृपानिधि बिल्डिंग, बॅलार्ड इस्टेट,
फोर्ट, मुंबई – 400001

विषय:- 31 मार्च 2022 को समाप्त हुए वर्ष के महाराष्ट्र स्माल स्केल इंडस्ट्रीज़ डेव्लपमेंट कार्पोरेशन लिमिटेड के लेखों पर कम्पनी अधिनियम, 2013 की धारा 143(6)(b) के अंतर्गत भारत के नियंत्रक एवं महालेखापरीक्षक की टिप्पणियां।

महोदय,

31 मार्च, 2022 को समाप्त हुए वर्ष के **महाराष्ट्र स्माल स्केल इंडस्ट्रीज़ डेव्लपमेंट कार्पोरेशन लिमिटेड** के लेखों पर कंपनी अधिनियम, 2013 की धारा 143(6)(b) के अंतर्गत भारत के नियंत्रक एवं महालेखापरीक्षक की निरंक टिप्पणी प्रमाणपत्र (NIL comment certificate) संलग्न है।

वार्षिक आमसभा (A.G.M.) होने के पश्चात, वार्षिक रिपोर्ट की तीन मुद्रित प्रतियाँ कृपया इस कार्यालया को भेज दें, साथ ही उपरोक्त लेखों के वार्षिक प्रतिवेदन को विधानसभा में प्रस्तुत करने की तिथि को भी इस कार्यालय को सूचित करें।

भवदीया,

संलग्नक: यथोपरि।

(शुभांगी, *IAAS*)
वरिष्ठ उपमहालेखाकार
महालेखाकार (लेखापरीक्षा)- II महाराष्ट्र,
शाखा कार्यालय मुम्बई।

CH | MD | JMD | SECY
FC | RECEIVED M.S.S.I.D.C. LTD. 47 07 APR 2026 MUMBAI - 400001 S. No. | MD
MRK | | ADM
| | RM
CH | HOT | PRO | EP

Phone : 022-2205 4022 / 022-2205 7360
Email : agcommaumaharashtra@cag.gov.in

COMMENTS OF THE COMPTROLLER & AUDITOR GENERAL OF INDIA UNDER SECTION 143(6)(b) OF THE COMPANIES ACT, 2013 2013 ON THE STANDALONE FINANCIAL STATEMENTS OF MAHARASHTRA SMALL SCALE INDUSTRIES DEVELOPMENT CORPORATION LIMITED FOR THE YEAR ENDED 31 MARCH 2022.

The preparation of financial statements of **Maharashtra Small Scale Industries Development Corporation Limited** for the year ended **31 March 2022** in accordance with the financial reporting framework prescribed under the Companies Act, 2013 (Act) is the responsibility of the management of the company. The statutory auditor/auditors appointed by the Comptroller and Auditor General of India under section 139 (5) of the Act are responsible for expressing opinion on the financial statements under section 143 of the Act based on independent audit in accordance with the standards on auditing prescribed under section 143(10) of the Act. This is stated to have been done by them vide their Audit Report dated **26 September 2025**.

I, on behalf of the Comptroller and Auditor General of India, have conducted a supplementary audit of the financial statements of **Maharashtra Small Scale Industries Development Corporation Limited** for the year ended **31 March 2022** under Section 143(6)(a) of the Act. This supplementary audit has been carried out independently without access to the working papers of the statutory auditors and is limited primarily to inquiries of the statutory auditors and company personnel and a selective examination of some of the accounting records.

On the basis of my supplementary audit nothing significant has come to my knowledge which would give rise to any comment upon or supplement to statutory auditors' report under section 143(6)(b) of the Act.

For and on behalf of the
Comptroller and Auditor General of India

Shirsat 27.03.26

(Dattaprasad S. Shirsat)
Accountant General (Audit)-II Maharashtra

Place: Nagpur
Date: 27/03/2026

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महालेखाकार का कार्यालय (लेखापरीक्षा - II)
महाराष्ट्र, मुंबई शाखा कार्यालय,
तल मंजिल, प्रतिष्ठा भवन, 101,
महर्षि कर्वे मार्ग, मुंबई - 400 020.

SUPREME AUDIT INSTITUTION OF INDIA
लोकहितार्थ सत्यनिष्ठा
Dedicated to Truth in Public Interest

OFFICE OF THE ACCOUNTANT GENERAL (AUDIT - II) MAHARASHTRA,
BRANCH OFFICE MUMBAI,
GROUND FLOOR, PRATISHTHA BHAVAN,
101, M.K. MARG, MUMBAI - 400 020.

दिनांक / Date : 27/03/2026

मले/लेप-II/मुंबई शाखा/तकनीकी अनुभाग/MSSIDC/2021-22/ 625

सेवा में,

प्रबंध निदेशक,
महाराष्ट्र स्माल स्केल इंडस्ट्रीज़ डेव्लपमेंट कार्पोरेशन लिमिटेड,
कृपानिधि बिल्डिंग, बॅलार्ड इस्टेट,
फोर्ट, मुंबई – 400001

विषय: महाराष्ट्र स्माल स्केल इंडस्ट्रीज़ डेव्लपमेंट कार्पोरेशन लिमिटेड के वर्ष 2021-22 के वित्तीय विवरणों की लेखापरीक्षा में कंपनी अधिनियम, 2013 की धारा 143(6)(बी) के तहत कमियां देखी गईं है।

विषय: Deficiencies noticed in the audit of financial statements of Maharashtra Small Scale Industries Development Corporation Limited for the year 2021-22 under section 143(6)(b) of the Companies Act, 2013.

महोदय/महोदया,

कंपनी अधिनियम, 2013 की धारा 143(6)(b) के तहत इस कार्यालय द्वारा **महाराष्ट्र स्माल स्केल इंडस्ट्रीज़ डेव्लपमेंट कार्पोरेशन लिमिटेड के वर्ष 2021-22** के लेखो की लेखापरीक्षा की गई थी। लेखापरीक्षा के दौरान प्राप्त कुछ मुद्दों/ टिप्पणियों पर प्रबंधन को ध्यान देने की आवश्यकता है।

The supplementary audit of the Financial Statements of **Maharashtra Small Scale Industries Development Corporation Limited for the year 2021-22** section 143(6)(b) of Companies Act 2013 was recently undertaken by this office. During the course of audit, the following issue was noticed which needs the attention of the management:

A. COMMENTS ON FINANCIAL POSITION

Balance Sheet
Assets
Long terms loans and Advances – Rs.3394.49 lakh (Note 12)

1. The company has included Advance Tax and Tax Deducted at Source (TDS) amounting to ₹.7.53 crore under the head "Long-Term Loans and Advances". of the balance sheet.

CH	MD	JMD	SECY
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MRK			ADM
			RM
CH	HCT	PRO	EPP	CWH

FKA

Phone : 022-2205 4022 / 022-2205 7360
Email : agcommaumaharashtra@cag.gov.in

Advance Tax and TDS represent statutory tax assets recoverable from the Income Tax Department and are required to be disclosed separately in accordance with Schedule III of the Companies Act, 2013 and established accounting principles.

The Company may give a suitable disclosure and presentation in accordance with Schedule -III

B. COMMENTS ON DISCLOSURE

Statement of Profit and loss

Prior Period Expenses (Note 28): ₹ 10.34 lakh

2. The Corporation has charged ₹ 10.34 lakh prior period expenses to the Profit and Loss Account for the year 2021-22. The nature-wise details of these expenses have been disclosed in the Notes to Accounts under Note 28.

However, the financial statements do not disclose the financial year(s) to which these expenses relate nor the reasons why these expenses became payable during the current year, as required under Accounting Standard-5 (Net Profit or Loss for the Period, Prior Period Items).

Equity and Liabilities: Rs. 16308.89 lakhs
Other Current Liabilities: Rs. 7085.37 lakhs
Other Miscellaneous Liabilities : Rs. 3460.34 lakhs

3. As per the Accounting Standards (AS) 12 (Accounting for Government Grants), the receipt of government grants by an enterprise is significant for preparation of the financial statements and an appropriate method of accounting is necessary. Further, in case of Government Grants following disclosures are required: (i) The accounting policy adopted for government grants, including the methods of presentation in the financial statements; (ii) the nature and extent of government grants recognised in the financial statements, including grants of non-monetary assets given at a concessional rate or free of cost.

The company received following grants from the Central Government and Government of Maharashtra during 2010-11 to 2021-22 which is included under Other Miscellaneous Liabilities:

Sr. No.	Particulars of the Grants	Amt. of the Grants received (Rs. in lakhs)
1.	Central Government Grants	5.33
2.	Exhibition Accounts (Grant received from Central and State Govt for Handicraft Development and IITF Exhibition)	582.30

3.	Gold Beads Craft	44.66
4.	State Government Grants	947.00
5.	State Government Grants (CFC)	233.23
6.	Bamboo Trading Centre (Akola, Jalgaon, Nanded, and Bhandara)	9.87
7.	Fund received from GOM for the schemes of Districts	3.83
8.	Training Programme Market Dev. & Marketing under Coir	25.00
	Total Grant Received	**1851.22**

The financial statements of MSSIDC do not provide a comprehensive reconciliation of government grants received, utilized, and unutilized, nor do they clarify deviations and unlinked funds to specific sanctioned projects. This does not align with the mandatory disclosure requirements of AS 12.

प्रबंधन द्वारा उपरोक्त मुद्दों पर उचित कार्यवाही की जा सकती है।

Management may take necessary steps under intimation to Audit in this regard.

भवदीया,

(शुभांगी *IAAS*)
वरिष्ठ उपमहालेखाकार
महालेखाकार(लेखापरीक्षा)-II, महाराष्ट्र,
शाखा कार्यालय मुंबई

2021-22

MSSiDC

CONSOLIDATED FINANCIAL STATEMENTS OF THE COMPANY

: ADDRESS :

KRUPANIDHI, 9,
WALCHAND HIRACHAND MARG,
BALLARD ESTATE, MUMBAI-400 001.

Maharashtra Small Scale Industries Development Corporation Limited

Consolidated Balance Sheet as at 31 March 2022

(Amount in Rs.)

	Note	31 March 2022	31 March 2021
Equity and liabilities			
Shareholders' funds			
Share capital	3	14,50,09,900	14,50,09,900
Reserves and surplus	4	24,45,12,662	26,10,37,364
Minority interest	2	38,000	38,000
Non-current liabilities			
Long-term borrowings	5	1,23,58,810	1,23,58,810
Long term provisions	6	11,52,24,232	10,82,26,814
Current liabilities			
Trade payables	7		
-Due to M.S.E.		-	-
-Due to others		35,86,47,708	35,15,97,924
Other current liabilities	8	71,24,83,920	68,38,41,409
Short-term provisions	9	6,80,54,514	7,79,10,450
Total		**1,65,63,29,745**	**1,64,00,20,671**
Assets			
Non-current assets			
Fixed assets			
- Tangible assets	10.1	8,56,94,107	8,96,64,687
- Intangible Assets	10.2	21,88,328	25,44,064
Non-current investments	11	40,250	40,250
Deferred tax assets (net)	12	1,42,93,289	1,44,89,196
Long term loans and advances	13	33,94,48,520	27,85,33,165
Other non-current assets	14	18,33,47,378	18,49,91,180
Current assets			
Inventories	15	71,98,002	72,36,364
Trade receivables	16	41,72,34,147	30,51,43,722
Cash and bank balances	17	51,83,10,821	55,57,98,165
Short-term loans and advances	18	6,27,00,650	7,07,07,264
Other current assets	19	2,58,74,253	13,08,72,615
Total		**1,65,63,29,745**	**1,64,00,20,671**

Significant accounting policies 1
The notes from 1 to 36 are an integral part of this financial statements
As per our attached report of even date
For Ambavat Jain & Associates LLP
Chartered Accountants
FRN: 109681W

For and on behalf of the Board

Chief Financial Officer

Managing Director
DIN : 11317828

Kamal Sharma
Partner
Membership No 112843

Company Secretary

Director
DIN: 10741883

Place : Mumbai
Date :
UDIN: 25112843BMCOQY7758

Place : Mumbai
Date : 26/09/2025

Maharashtra Small Scale Industries Development Corporation Limited

Consolidated Statement of Profit and Loss for the year ended 31 March 2022

(Amount in Rs.)

	Note	31 March 2022	31 March 2021
Revenue			
Revenue from operations	20	5,35,05,384	13,00,63,710
Other income	21	7,81,93,999	8,12,66,345
Total revenue		**13,16,99,383**	**21,13,30,055**
Expenses			
Cost of materials consumed	22	5,05,855	4,21,494
Purchases of traded goods	23	4,83,74,996	12,60,40,733
Changes in inventories of finished goods, work-in-progress and stock-in-Trade	24	2,801	61,933
Employee benefit expenses	25	3,16,25,887	3,93,41,142
Finance costs	26	6,47,295	6,14,185
Depreciation and amortization expense	27	24,40,121	24,88,225
Other expenses	28	6,07,15,802	3,60,00,837
Total Expenses		**14,43,12,757**	**20,49,68,550**
Profit / (loss) before exceptional and extraordinary items and tax		(1,26,13,374)	63,61,505
Exceptional Items			
Prior period items (net)	29	(10,34,226)	(10,26,39,413)
Other exceptional item			-
Profit before tax		**(1,36,47,600)**	**(9,62,77,907)**
Tax expense			
Current tax		-	-
Tax adjustments for earlier years		8,48,202	-
Deferred tax	12	-1,95,907	(2,69,425)
Profit for the period		**(1,46,91,709)**	**(9,65,47,332)**
Earning per equity share (nominal value Rs.10 (previous year Rs.10)	30		
Basic		(10.13)	(66.58)
Diluted		(10.13)	(66.58)

As per our attached report of even date

For Ambavat Jain & Associates LLP
Chartered Accountants
FRN: 109681W

Kamal Sharma
Partner Company Secretary
Membership No 112843

Place : Mumbai
Date :
UDIN: 25112843BMCOQY7758

For and on behalf of the Board

Chief Financial Officer

Managing Director
DIN : 11317828

Director
DIN: 10741883

Place : Mumbai
Date : 26/09/2025

Maharashtra Small Scale Industries Development Corporation Limited

Consolidated Cash Flow Statement for the year ended 31 March 2022

(Amount in Rs.)

	31 March 2022	31 March 2021
Cash flow from operating activities		
Profit/Loss before exceptional and extraordinary items and tax	(1,26,13,374)	71,48,338
Adjustments:		
Depreciation and amortisation	24,40,121	24,88,225
Impairment loss on fixed assets	-	-
Interest and dividend income	(2,39,82,768)	(3,36,40,295)
Provision for doubtful receivables	-	-
Provision for arrears of rent	-	-
Grant in aid taken to statement of profit and loss	(42,338)	(42,338)
Transfer to marketing risk reserve	1,257	6,415
Transfer to contingency charges reserve	-	-
Utilization from marketing risk reserve	-	(6,087)
Operating Profit/Loss before working capital changes	**(3,41,97,101)**	**(2,40,45,742)**
Changes in working capital:		
(Increase) / decrease in trade receivables	(11,20,90,426)	(2,30,36,935)
(Increase) / decrease in inventories	38,362	(1,93,025)
(Increase) / decrease in other current assets	10,49,98,362	(2,37,57,359)
(Increase) / decrease in short-term loans and advances	80,06,614	(3,19,45,967)
(Increase) / decrease in long-term loans and advances	(6,09,15,355)	3,90,82,322
(Increase) / decrease in other non-current assets	16,43,802	(1,30,94,442)
Increase / (decrease) in trade payables	70,49,784	2,09,56,186
Increase / (decrease) in long term provisions	69,97,418	(12,25,400)
Increase / (decrease) in short term provisions	(98,55,936)	(82,96,625)
Increase / (decrease) in other current liabilities	2,86,42,511	(14,44,66,348)
Increase/(decrease) in other liabilities	-	-
Increase/(decrease) in long term borrowings	(0)	(0)
Cash generated from operations	**(5,96,81,966)**	**(21,00,23,336)**
Taxes paid (net of refunds)	(8,48,202)	-
Net cash generated from operations before exceptional and extraordinary items	**(6,05,30,168)**	**(21,00,23,336)**
Exceptional items/Prior period items	(10,34,226)	(1,03,22,520)
Net cash generated from operating activities	**(6,15,64,394)**	**(22,03,45,856)**
Cash flow from investing activities		
Purchase of tangible, capital work in progress	94,281	(2,12,250)
Sale of investments	-	-
Interest and dividend income	2,39,82,768	3,36,40,295
Net cash flow from investing activities	2,40,77,049	3,34,28,045
Cash flow from financing activities	-	-

Net increase / (decrease) in cash and cash equivalent	**(3,74,87,345)**	**(18,69,17,812)**
Cash and cash equivalents at the beginning of the year	55,57,98,165	74,27,15,977
Cash and cash equivalents at the end of the year (refer note 17)	**51,83,10,821**	**55,57,98,165**
Summary of significant accounting policies	1	
The notes from 1 to 36 are an integral part of this financial statements.		

As per our attached report of even date
For Ambavat Jain & Associates LLP
Chartered Accountants
FRN: 109681W

Kamal Sharma
Partner
Membership No 112843

Place : Mumbai

Date :

UDIN: 25112843BMOCQY7758

For and on behalf of the Board

Chief Financial Officer

Company Secretary

Place : Mumbai

Date : 26/09/25

Managing Director
DIN : 11317828

Director
DIN: 10741883

Note :1 Principles of Consolidation

The Consolidated Financial Statements (CFS) relate to Maharashtra Small Scale Industries Development Corporation (the Company) and its Subsidiaries (the Company and its subsidiaries together referred to as "the Group"). The CFS have been prepared in accordance with Accounting Standard 21 on "Consolidated Financial Statements" (AS 21), on the following basis:

(a) The financial statements of the Company and its Subsidiaries are combined on a line- by-line basis by adding together the book values of like items of assets, liabilities, income and expenses, after fully eliminating inter-group balances and inter-group transactions including unrealized profits/losses in period end assets, such as inventories, fixed assets etc. The difference between the Company's cost of investments in the Subsidiaries, over its portion of equity at the time of acquisition of shares is recognized in the consolidated financial statements as Goodwill or Capital Reserve on consolidation, as the case may be. Minority Interest's share in net profit/ loss of consolidated subsidiaries for the year is adjusted against the income of the Group in order to arrive at the net income attributable to equity shareholders of the Company. Minority Interest's share in net assets of consolidated subsidiaries is presented in the Consolidated Balance Sheet separate from liabilities and the equity of the Company's shareholders. Minority Interest in the consolidated financial statements is identified and recognized after taking into consideration:
   (i) The amount of equity attributable to minorities at the date on which investments in a subsidiary is made.
   (ii) The minorities' share of movement in equity since the date parent-subsidiary relationship came into existence.
   (iii) The losses attributable to the minorities are adjusted against the minority interest in the equity of the subsidiary.
   (iv) The excess of loss over the minority interest in the equity, is adjusted against General Reserve of the Company.

(b) The CFS are prepared by using uniform accounting policies for like transactions and other events in similar circumstances and necessary adjustments required for deviations, if any and to the extent possible, are made in the CFS and are presented in the same manner as the Company's separate financial statements except otherwise stated elsewhere in this schedule.

2 Significant Accounting Policies

a. Accounting Convention

These financial statements are prepared in accordance with Indian Generally Accepted Accounting Principles (GAAP) under the historical cost convention on an accrual basis. GAAP comprises mandatory accounting standards as prescribed under Section 133 of the Companies Act, 2013 ('Act') read with Rule 7 of the Companies (Accounts) Rules, 2014, the provisions of the Act (to the extent notified). All the assets and liabilities are classified as current or non-current as per the criteria set out in Schedule III to the Companies Act, 2013.

b. Use of Estimates

The preparation of the financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported balances of assets and liabilities and disclosures relating to contingent liabilities as at the date of the financial statements and reported amounts of income and expenses during the period.
Examples of such estimates include computation of percentage of completion which requires the group to estimate the efforts expended to date as a proportion of the total efforts to be expended, provisions for doubtful debts, future obligations under employee retirement benefits plans, income taxes, and the useful lives of fixed assets and intangible assts. Accounting estimates could change from period to period. Actual results could differ from those estimates. Appropriate changes in estimates are made as the Management becomes aware of changes in circumstances surrounding the estimates. Changes in estimates are reflected in the consolidated financial statements in the period in which changes are made and, if material, their affects are disclosed in the notes to the consolidated financial statements.

c. Fixed Assets, including intangible assets and capital work-in-progress

(a) Tangible Assets are stated at cost less accumulated depreciation and impairment loss, if any. Cost comprises of purchase price and any directly attributable cost of bringing the assets to its working condition and any obligatory decommissioning costs for its intended use.
(b) Intangible Assets are stated at cost less accumulated amortization and impairment loss, if any. Cost includes any directly attributable expenditure on making the asset ready for its intended use.
(c) Certain directly attributable pre-operative expenses during construction period are included under Capital Work-in-Progress. These expenses are allocated to the cost of Fixed Assets when the same are ready for intended use.
(d) In case of lease-hold lands, original cost revalued by the valuer is considered in the accounts.

d. Depreciation

(a) Depreciation on Tangible Fixed Assets are provided using Straight Line Method based on estimated useful life or on the basis of depreciation rates prescribed under schedule II of the Companies Act, 2013. Intangible assets are amortized over their estimated useful lives on straight line basis. Individual low cost assets (acquired for Rs. 5,000/- or less) are depreciated 100%.
(b) Depreciation on assets acquired under finance lease is spread over the lease term.
(c) Lease-hold Lands, where revalued, are amortized in the balance period of lease.

e. Impairment

An asset is treated as impaired when the carrying cost of the asset exceeds its recoverable value being higher of value in use and net selling price. Value in use is computed at net present value of cash flow expected over the balance useful life of the assets. An impairment loss is recognized as an expense in the Statement of Profit and Loss in the year in which an asset is identified as impaired. The impairment loss recognized in prior accounting period is reversed if there has been an improvement in recoverable amount except in the case of goodwill on consolidation for which specific external event of an exceptional nature that caused impairment loss has actually reversed the effect of that event.

f. Leases

(a) Lease payments under an operating lease are recognized as expense in the profit and

loss account as per terms of lease agreement.

(b) Finance leases prior to 1st April, 2001: Lease rental recognized as expense in the profit and loss account as per terms of lease agreement.

(c) Finance leases on or after 1st April, 2001: The lower of the fair value of the assets and the present value of the minimum lease rental is recorded as fixed assets with corresponding amount shown as unsecured Loan. The principal component in the lease rental is adjusted against the lease liability and the interest component is charged to profit and loss account as interest cost.

(d) Fixed Assets acquired and given on Lease are shown as part of Fixed Assets.

g. Government Grants

"Government grants related to Leasehold land are treated as deferred income which are recognized in the profit and loss statement on a systematic and rational basis over the useful life of the asset, i.e., such grants are allocated to income over the periods and in the proportions in which depreciation on those assets is charged. Govt. grants in related to other fixed assets are presented in the balance sheet by showing the grant as a deduction from the gross value of the asset concerned in arriving at their book value. Further, Government grants which are receivable as compensation for expenses or losses incurred in a previous accounting period or for the purpose of giving immediate financial support to the enterprise with no further related costs, are recognized and disclosed in the statement of profit and loss.

h. Investments

(a) Long term investments are carried at cost after deducting provision, if any, for diminution in value considered to be other than temporary in nature.

(b) Current investments are stated at lower of cost and fair value.

i. Inventories

Raw material and stock in transit are valued at cost, stock in process is valued at cost, finished goods are valued at cost and trading goods are valued at cost.

j. Revenue Recognition

All incomes and expenses have been accounted on accrual basis in accordance with generally accepted accounting principles in India & relevant provision of the Companies Act 2013 except following:

(a) In marketing, Government department purchases and corresponding rebate on purchases are accounted as purchases on receipt of invoice from sundry creditors and corresponding sales are accounted in books by raising bills.

(b) Grants in Aid under various schemes, dividends on investments and interest on income tax refunds are accounted for on receipt basis.

(c) Purchases are stated net of discounts, returns, VAT, Excise and rate differences.

(d) Sales are stated at net of discounts, returns, VAT, Excise, rebates and rate differences.

k. Employee benefits

a. Provident fund
Corporation's contribution to Recognized provident fund, pension fund paid/payable during the year is debited to Profit & Loss account.

b. Gratuity
Corporation has covered gratuity liability with LIC, under employees group gratuity

cum life assurance scheme. A liability towards the same is recognized and accounted on the basis of actuarial valuation.

c. Leave encashment
Leave encashment liability occurs due to retirement, superannuation, resignation or death. Leave encashment is recognized and accounted on the basis of actuarial valuation.

l. Transactions pertaining to previous years
Prior period expenses paid during the year and income received during the year which were not accounted for on accrual basis is shown as transactions pertaining to previous years.

m. Income taxes
Current tax
Current income-tax expense is recognised in accordance with the provisions of Indian Income Tax Act, 1961. Minimum alternate tax (MAT) paid in accordance to the tax laws gives rise to future economic benefits in the form of adjustment of future income tax liability. The same is considered as an asset if there is convincing evidence that the Company will pay normal income tax. Accordingly, MAT credit is recognised as an asset in the balance sheet when it is probable that the future economic benefit associated with it, will flow to the Company and the asset can be measured reliably.

Deferred tax
Deferred tax assets and liabilities are recognised for the future tax consequences attributable to timing differences that result between the profits offered for income taxes and the profits as per the financial statements. Deferred tax assets and liabilities are measured using the tax rates and the tax laws that have been enacted or substantively enacted at the Balance sheet date. The effect of a change in tax rates on deferred tax assets and liabilities is recognised in the period that includes the enactment date.

Deferred tax assets are recognised only to the extent there is reasonable certainty that the assets can be realized in the future, however, where there is unabsorbed depreciation or carried forward loss under taxation laws, deferred tax assets are recognised only if there is virtual certainty, supported by convincing evidence of recognition of such assets. Deferred tax assets are reassessed for the appropriateness of their respective carrying values at each Balance sheet date.

n. Provisions and contingencies
The Company creates a provision when there is a present obligation as a result of a past event that probably requires an outflow of resources. Provisions are recognised when there is present legal or constructive obligation as a result of a past event and it is more likely than not that an outflow of resources will be required to settle the obligation. Provisions are measured at the management's best estimate of the outflow required to settle the obligations at the Balance Sheet date. 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. and a reliable estimate can be made of the amount of the obligation. A disclosure for contingent liability is 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.

o. Preliminary expenses

Preliminary expenses are charged off to the Statement of profit and loss in the year in which they incurred.

p. Share issue expenses

Expenses incurred in connection with fresh issue of share capital are charged off to the Statement of profit and loss in the year in which they are incurred.

3. The list of subsidiaries which are included in the CFS of the Group and the Group's effective ownership interest therein are as under:

i. Krupanidhi Limited a subsidiary company, incorporated in India, in which groups proportions of ownership interest is 62%.

Maharashtra Small Scale Industries Development Corporation Limited

Notes to Consolidated financial statements for the year ended 31 March 2022

Note 2: Miniority Interest : Shareholding pattern of M/s. Krupanidhi Limited.

Amount in Rupees

Particulars	Ratio	FY 2021 - 22	FY 2020 - 21
Air India Limited	0.09	9,000	9,000
Fusion Consultancy Private Limited	0.02	2,000	2,000
Maharashtra Small Scale Industries Development Corporation Limited (MSSIDC)	0.62	62,000	62,000
Mumbai Port Trust	0.12	12,000	12,000
Niyati Consultants	0.02	2,000	2,000
Rohan Merchant	0.01	1,000	1,000
Seamen's Provident Fund Organisation	0.12	12,000	12,000
TOTAL	**1.00**	**1,00,000**	**1,00,000**

Particulars	31.03.2022	31.03.2021
Authorized Capital		
50000 equity shares of Rs.100/- each	50,00,000	50,00,000
Issued , Subscribed & Paid Up Capital		
1000 equity shares of Rs.100/- each	1,00,000	1,00,000
TOTAL	**1,00,000**	**1,00,000**

Rights,preferences and restrictions attached to shares

The company has one class of equity shares having at par value of Rs.100/- each. Each Shareholder is eligible for one vote per one shares held. The dividend proposed by the Board of Director is subject to the apporval of the shareholders in the ensuing Annual Genral Meeting except in case of interim dividend. In the event of liquidation the equity shareholders are eligible to receive the remaining assets of the company after distribution of all preferential amounts,in proportion to their shareholding.

Share held by holding/ultimate holding company and/or their subsidiaries/ associates

Name of Holding Company	No of Shares	% of Holding
MSSIDCL LTD	620	62%

" Aggregate number of bonus shares issued, share issued for consideration other than cash and shares bought back during the period of
five years immediately preceding the reporting date: **NIL "**

Shares reserved for issue under options: **NIL**

Maharashtra Small Scale Industries Development Corporation Limited

Notes to Consolidated financial statements for the year ended 31 March 2022

Note 3: Share capital **(Amount in Rs.)**

Particulars	31 March 2022	31 March 2021
Authorised :		
20,00,000 (previous year 20,00,000) equity shares of Rs.100/- each	20,00,00,000	20,00,00,000
	20,00,00,000	**20,00,00,000**
Issued :		
14,50,099 (previous year 14,50,099) equity shares of Rs.100/- each	14,50,09,900	14,50,09,900
Subscribed & fully paid-up :		
14,50,099 (previous year 14,50,099) equity shares of Rs.100/- each	14,50,09,900	14,50,09,900
Total	**14,50,09,900**	**14,50,09,900**

Reconciliation of the number of equity shares :

Particulars	31 March 2022		31 March 2021	
	Number	(Amount in Rs.)	Number	(Amount in Rs.)
Shares outstanding at the beginning of the year	14,50,099	14,50,09,900	14,50,099	14,50,09,900
Shares issued / bought back during the year	-	-	-	-
Shares outstanding at the end of the year	14,50,099	14,50,09,900	14,50,099	14,50,09,900

Rights, preferences and restrictions attached to shares

The corporation has one class of equity shares having a par value of Rs.100/- each. Each shareholder is eligible for one vote per one share held. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting, except in case of interim dividend. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the corporation after distribution of all preferential amounts, in proportion to their shareholding.

List of shareholders holding more than 5% of total number of shares issued by the Corporation:

Sr. No.	Name of Share holder	31 March 2022		31 March 2021	
		No. of shares held	% of shares held	No. of shares	% of shares
1	Shri Ravindra Gurav, Dy. Secretary, Industries and Representative of the Governor of Maharashtra.	14,40,093	99.31	14,40,093	99.31
Total		**14,40,093**	**99.31**	**14,40,093**	**99.31**

Maharashtra Small Scale Industries Development Corporation Limited

Notes to Consolidated financial statements for the year ended 31 March 2022

Note 4: Reserves and surplus

(Amount in Rs.)

Particulars	31 March 2022	31 March 2021
Capital reserve		
At the commencement of the year	44,785	44,785
Add : Transferred from surplus	-	-
At the end of the year	**44,785**	**44,785**
Export incentive reserve		
At the commencement of the year	3,75,000	3,75,000
Add : Transferred from statement of profit and loss	-	-
Written back in current year		
At the end of the year	**3,75,000**	**3,75,000**
Grant in aid		
At the commencement of the year	6,84,439	7,26,777
Less: Transferred from statement of profit and loss (refer note 4.1)	(42,338)	(42,338)
At the end of the year	**6,42,101**	**6,84,439**
Grant received for paithani		
At the commencement of the year	65,19,550	65,19,550
Less: Utilised in construction of fixed assets	-	-
At the end of the year (refer note 4.2)	**65,19,550**	**65,19,550**
Marketing risk & development reserve		
At the commencement of the year	40,61,512	40,61,184
Add: Transferred from statement of profit and loss (refer note 4.3)	1,257	6,415
Less: Utilization for payment	-	(6,087)
At the end of the year	**40,62,769**	**40,61,512**
Revaluation reserve		
At the commencement of the year	4,43,42,837	4,61,34,751
Less: Transferred from statement of profit and loss (refer note 4.4)	(17,91,914)	(17,91,914)
At the end of the year	**4,25,50,922**	**4,43,42,837**
Contingency reserves		
At the commencement of the year	2,51,277	2,51,277
Add: Transferred from statement of profit and Loss	-	-
At the end of the year	**2,51,277**	**2,51,277**

Surplus in statement of profit and loss		
At the commencement of the year	20,47,57,965	30,97,98,313
Add: Transferred from statement of profit and loss	(1,46,91,709)	(9,65,47,332)
Transfer from reserves	-	-
Less : Appropriations :		
Transfer to Marketing risk & development reserve	-	-
Rent & Interest arrears payable to Kripanidhi ltd for	-	84,93,017
the years from F.Y 2008-09 to 2019-20 now provided as per CAG	-	-
Rectifications of wrong entries in previous year	-	-
Proposed dividend	-	-
Tax on proposed dividend	-	-
Interim dividend	-	-
Transfer to general reserves	-	-
At the end of the year	**19,00,66,256**	**20,47,57,964**
Total	**24,45,12,662**	**26,10,37,364**

4.1 The Corporation has purchased leasehold rights of premises at "World Trade Centre" for 60 years for Rs. 25,40,250/-. The same is being written off over a period of 60 years (Rs. 42,338/- every year). Against this, Grant has been received for Rs. 25,40,250/-. The same is shown under "Reserves and Surplus – Grant in Aid" & Rs. 42,338/- is being transferred to the statement of Profit & Loss every year.

4.2 The Corporation had received grant of Rs. 1,26,94,000/- in the earlier years for construction of Paithani Development Centre. The Corporation had purchased looms amounting to Rs. 49,95,000/- by utilising this grant and deducted the said amount of Rs. 49,95,000/- from the grant received. The Corporation had received Grant of Rs. 5,00,000 in F.Y 2008-09 & also received subsidy of Rs. 21,00,000/- in FY 2010-11 for purchase of 100 looms. Since this subsidy pertains to utilisation of Rs. 49,95,000/- (deducted from Govt. grants in the year 2009-10) towards purchase of looms, the said subsidy of Rs. 21,00,000/- was added to Govt. Grants. During FY 2013-14 corporation has utilised Rs. 37,79,450/- on account of construction of compound wall in paithani Development Centre. The balance of
Rs. 65,19,950/- is shown under the head Gov. Grants.

4.3 The Corporation is crediting 0.1% of rebate earned on marketing business to Marketing Risk Reserve as per the Board resolution passed earlier.

4.4 The Corporation has amortised Rs.17,91,914/- from Revaluation Reserve and corresponding amount has been credited to leasehold land to reduce the value thereon.

4.5 Rent & Interest payble to Mumbai Port Trust by Kripanithi ltd- the holding company of which 62% share of MSSIDC payable to Kripanidhi ltd.

Maharashtra Small Scale Industries Development Corporation Limited

Notes to Consolidated financial statements for the year ended 31 March 2022

Note 5: Long-term borrowings

(Amount in Rs.)

Particulars	31 March 2022	31 March 2021
Unsecured :		
Industries & Labour Dept., Maharashtra Govt. Edu. Unemployment Hire Purchase Scheme (Refer Note 5.1)	13,18,000	13,18,000
Industries & Labour Dept., Maharashtra Govt. Seed Capital (Refer Note 5.1)	64,03,332	64,03,332
Deposit received from unit holders (5.2)	46,37,478	46,37,478
Total	**1,23,58,810**	**1,23,58,810**

5.1 The above loans are outstanding since long back. Management is of the opinion that the scheme amounts reflected in books of accounts are very old and neither reconciled nor payable. Government Department. has also not claimed these amounts from Corporation. Hence, Corporation has not provided interest expenses since 2007-08. The interest expenses provided but not paid till 2007-08 of Rs.1,18,23,707/- is shown in the current liabilities. Interest expenses from 2008-09 to 2021-22 (14 years) of Rs. 45,47,975/- is shown as contingent liability.

Maharashtra Small Scale Industries Development Corporation Limited

Notes to Consolidated financial statements for the year ended 31 March 2022

Note 6: Long term provisions

(Amount in Rs.)

Particulars	31 March 2022	31 March 2021
Provision for employees' benefits		
- Gratuity (refer note 6.1 and note 31(A))	8,03,36,075	8,03,36,075
- Leave encashment (refer note 31(B))	1,89,73,206	1,56,22,673
Provision for Income Tax (refer note 6.2)	-	-
Provision for rent	1,59,14,951	1,22,68,066
Total	**11,52,24,232**	**10,82,26,814**

6.1 The above account is not reconciled. The above account includes payment received from LIC for payment of gratuity. The payment made against this amount is debited to advance to gratuity trust. Contribution required for this year is already included in the last year provision, hence this year provision is not made. (Ref. Note 13.1)

6.2 As there is no income tax liability, provision for current financial year is not made. Please refer Note no.33.2 given under Contingent Liabilities.

Maharashtra Small Scale Industries Development Corporation Limited

Notes to Consolidated financial statements for the year ended 31 March 2022

Note 7: Trade payables

(Amount in Rs.)

Particulars	31 March 2022	31 March 2021
Due to micro, small and medium enterprises (Also, refer note (7.1))	-	-
Due to others (refer note 7.2)	35,86,47,708	35,15,97,924
Total	**35,86,47,708**	**35,15,97,924**

7.1 The Company has not identified suppliers registered under the MSMED Act 2006, and hence information required under the Act is not disclosed.

7.2 The trade payables are subject to scrutiny, reconciliation and consequential adjustments.

Maharashtra Small Scale Industries Development Corporation Limited

Notes to Consolidated financial statements for the year ended 31 March 2022

Note 8: Other current liabilities

(Amount in Rs.)

Particulars	31 March 2022	31 March 2021
Interest accrued and due on borrowings (refer note 5.1 and note 8.1)	1,18,23,706	1,18,23,706
Advance from customers (refer note 8.2)	15,25,66,807	14,70,15,949
Raw material dues and refund payable (refer note 8.3)	-	1,83,719
Book overdraft	-	-
Retention money	-	10,73,462
Security and other deposits (refer note 8.4)	9,77,41,386	11,37,61,517
Contributions received	-	54,52,989
Employee benefits (refer note 8.5)	17,33,162	35,73,940
Statutory dues (refer note 8.6)	9,86,48,979	5,63,46,317
Other miscellneous liabilities (refer note 8.7)	34,60,33,818	33,56,01,808
Branch & Division (refer note 8.8)	(9,998)	(9,998)
Architect Fees Payable	-	1,27,108
Arrears of Rent	-	55,27,971
Advance Received from members for Expense	21,77,733	18,83,078
TDS payable	17,68,328	14,79,844
Total	**71,24,83,920**	**68,38,41,409**

8.1 Interest accrued and due on borrowings represent unsecured loans taken long back and not repaid till date. The Corporation has provided interest till FY2007-08. (refer note 5.1)

8.2 Advance from customers, raw material and refund payable, security and other deposits are subject to scrutiny, reconciliation and consequential adjustment, along with Debtors Credit balances and Creditors debit balances.

8.3 Raw material dues and refund payable neither reconciled nor any balance confirmation available. Hence the same is subject to reconciliation and consequential adjustment.

8.4 MSSIDC alloted plot at Wada. However, the agreement is not executed with one party and the premises is not utilised by said party due to removal of HT line of MSEB. Security and other deposit payable neither reconciled nor any balance confirmation available. Hence the same is subject to reconciliation and consequential adjustment.

8.5 Employee benefits neither reconciled nor any balance confirmation available. Hence the same is subject to reconciliation and consequential adjustment.

8.6 Statutory dues are not reconciled and shown net of payable and receivable. The same is subject to Assessment & Appeals on various staturory matters. There are various staturory matters outstanding on which demands are outstanding. This includes 'Liability for Amnesty Scheme 2022 Rs.7,32,66,251/- and for 2023 Rs.85,17,422/-.

8.7 The amount includes Rs. 15,50,00,000 payable to Mohit Minerals Pvt. Ltd. The Corporation has appointed Mohit Minerals Pvt. Ltd. as handling agent for distribution of coal. He has submitted Bank Guarantee of Rs.15,00,00,000 and deposited Rs. 50,00,000 as Security Deposit. due to some dispute, the corporation has encashed this bank guarantee. the dispute went for Arbitration and the arbitration award passed by authority went against the corporation. The corporation has filed appeal against the award in Bombay High Court. The Corporation has deposited Rs.22,00,00,000 with High Court on 11.01.2018. Balance amount is subject to reconciliation and consequential adjustment.

8.8 Balance of Rs.9,998/- shown against Branch/Division head is not reconciled due to non- availability of Information, it is advised to reconcile and take proper effect after reconciliation.

Maharashtra Small Scale Industries Development Corporation Limited

Notes to Consolidated financial statements for the year ended 31 March 2022

Note 9: Short-term provisions

(Amount in Rs.)

Particulars	31 March 2022	31 March 2021
Provision for employees' benefits		
- Leave encashment (refer note 31(B))	-	-
Gratuity	-	-
- Salary payable	-	44,285
Other provisions		
- Provision for arrears of rent (refer note 9.1)	-	-
Less:Inter Company transactions	-	-
- Provision for expenses (refer note 9.2 and 9.3)	6,80,54,514	7,78,66,165
Total	**6,80,54,514**	**7,79,10,450**

9.1 "Krupanidhi Limited is subsidiary of MSSIDC Limited. HO building premises is taken on lease from BPT.

Case history

Mumbai port Trust has filed suit against the Krupandhi Limited in the year 1985, on the allegation that this company had committed breach of terms and conditions of the indenture of lease by assigning a major portion of the demised premises to Maharashtra Small Scale Industries Development Corporation Ltd., without the consent of Mumbai port Trust. The suit was decided by his Honour Learned Judge Shri M B Mali on 31st Augast, 2001 and the same was decreed in favour of Mumbai port Trust and the Company were ordered to handover vacant possession of the suit premises within a period of three months from the date decree and it was directed that mesne profit should be ascertained. The Company being aggrieved by the said Judgement and decree dated 31.08.2001 perferred an appeal no. 704 of 2001 in small causes Court, Mumbai through Advocate Shri. Amin Nathani.

Meantime Krupanidhi Ltd. has received a statement of Accounts from Mumbai Port Trust though their Advocate, in the Court during the hearing on 13.03.2008, showing the arrears of Rent etc., amounting to Rs. 2,95,20,970 payable to Mumbai Port Trust for the period from 01.01.1971 to 31.03.08. The Krupanidhi Ltd have forwarded the said statement to all our unit holders/ members requesting them to make the payment of arrears as per their share. The corporation has share of expenses of Rs. 1,83,03,001/-, hence the same has been provided earlier.

BPT has raised demand of arrears to Krupanidhi Limited of Rs. 2,95,20,970/- in 2007-08. This subject matter is in Court and Krupanidhi Limited. is perusing matter to respective authority. Krupanidhi Limited has issued arrears of demand to respective shareholders and we are the major shareholder in Krupanidhi Limited and at present 62 percent shareholding with MSSIDC.

As per the accounting standard (AS) 21 we have to consolidate the balance sheet of MSSIDC Limited and Krupanidhi Limited as per the Company Act 2013. The Krupanidhi Limited raised the demand of arrears to MSSIDC, therefore we have to make provision

in books of accounts FY-2014-15. The 62 percent share of 2,95,20,970/- is work out Rs. 1,83,03,001.00/- The Corporation has booked provision in books of accounts in FY-2014-15 and Corporation finally made payment on 05.02.2019. The appeal was decided Ex-Parte against Krupanidhi Limited. An application was made for restoration of appeal and condonation of delay at Small Cause Court."

9.2 Provision for expenses includs Rs.2,63,25,359/- towards additional lease premium payable to CIDCO for non-fulfillment of condition of minimum construciton at Kalamboli Godown, Thane. The provision was provided in books of accounts in F.Y.2012-13.

9.3 Provision for expenses includes Rs.2,72,64,845/- towards arrear of rent payable to Mumbai Port Trust. The provision was provided in books of account in F.Y. 2009-10. This provision is kept in the books of account since Mumbai Port Trust has raised fresh demand vide their letter dated 02.08.2017 for Rs.45,88,82,204/-

Maharashtra Small Scale Industries Development Corporation Limited

Notes to Consolidated financial statements for the year ended 31 March 2022

Note 10: - Fixed assets

Note 10.1: - Tangible assets

(Amount in Rs.)

	ORIGINAL COST				DEPRECIATION				NET BOOK VALUE	
	Balance as at 01 April 2021	Additions	Disposals	Balance as at 31 March 2022	Balance as at 01 April 2021	Depreciation	Impairment loss	Balance as at 31 March 2022	Balance as at 31 March 2022	Balance as at 31 March 2021
Freehold land	76,426	-	-	76,426	-			-	76,426	76,426
Leasehold land	21,56,44,076	-	-	21,56,44,076	15,98,89,470	17,91,914	-	16,16,81,385	5,39,62,691	5,57,54,606
Building on leasehold land	3,31,57,048	-	-	3,31,57,048	1,65,28,714	3,62,935	-	1,68,91,649	1,62,65,399	1,66,28,334
Residential flats	41,03,472	-	-	41,03,472	21,94,151	75,241	-	22,69,392	18,34,080	19,09,321
Office premises	1,14,19,807	-	-	1,14,19,807	51,81,182	3,01,486	-	54,82,668	59,37,139	62,38,625
Paithani dev centre	1,82,226	-	-	1,82,226	1,61,242	1,312	-	1,62,553	19,673	20,984
Plant and machinery	80,77,932	-	8,64,094	72,13,838	51,91,496	1,94,210	-	53,85,706	18,28,132	28,86,436
Office Equipments	1,05,01,044	1,76,078	-	1,06,77,122	1,00,63,300	61,992	-	1,01,25,292	5,51,830	4,37,744
Furniture and fixtures	1,47,38,160	56,750	98,850	1,46,96,060	1,15,81,827	3,99,705	-	1,19,81,533	27,14,527	31,56,333
Electrical fitting	28,59,457	-	-	28,59,457	17,96,816	2,11,143	-	20,07,959	8,51,498	10,62,641
Vehicles	53,22,038	-	-	53,22,038	49,77,992	1,83,460	-	51,61,453	1,60,585	3,44,046
Computers	2,26,04,845	7,18,281	88,500	2,32,34,626	2,14,55,655	2,86,846	-	2,17,42,500	14,92,126	11,49,190
Tangible assets	**32,86,86,531**	**9,51,109**	**10,51,444**	**32,85,86,196**	**23,90,21,844**	**38,70,245**	**-**	**24,28,92,089**	**8,56,94,107**	**8,96,64,687**
Assets less then Rs. 5,000	8,56,498	6,054		8,62,552	8,56,498	6,054		8,56,498	-	-
Total Tangible assets	**32,95,43,029**	**9,57,163**	**10,51,444**	**32,94,48,748**	**23,98,78,342**	**38,76,299**	**-**	**24,37,48,587**	**8,56,94,107**	**8,96,64,687**

Note 10.2:- Intangible Assets

	ORIGINAL COST				DEPRECIATION				NET BOOK VALUE	
	Balance as at 01 April 2021	Additions	Disposals	Balance as at 31 March 2022	Balance as at 01 April 2021	Depreciation	Impairment loss	Balance as at 31 March 2022	Balance as at 31 March 2022	Balance as at 31 March 2021
Leasehold rights	63,70,805	-	-	63,70,805	38,26,741	3,55,736	-	41,82,477	21,88,328	25,44,064
Intangible assets	63,70,805	-	-	63,70,805	38,26,741	3,55,736	-	41,82,477	21,88,328	25,44,064

Notes :

(i) Amortisation has been provided in proportion to Lease Period from the year in which possession of lands is taken, although the agreements to lease stipulate that they will come into force after the execution of lease agreements. Residential flat Rs. 19.01 lakhs includs two residential flat of Borivali, Mumbai which were handed over for redevelopment in 2015. The same have been demolished and re-development is not completed till date.

(ii) The Corporation has Amortised Lease Hold Rights of the premises in World Trade Centre over its useful life of 60 years.

(iii) Total Depreciation including amortisation of lease hold rights for the year of Rs. 42,32,035/-

Maharashtra Small Scale Industries Development Corporation Limited

Notes to Consolidated financial statements for the year ended 31 March 2022

Note 11: Non-current investments

(Valued at cost unless stated otherwise)

Particulars	31 March 2022	31 March 2021
Quoted investments		
Investment in equity instruments		
1,60,000 (previous year:1,60,000) equity shares of Mah. Ind & Tech Consultancy Org. Ltd., of Rs.10/- each, fully paid up	40,000	40,000
Unquoted investments		
Investment in equity instruments		
1 (previous year: 1) equity share of Mah. State Handloom Co-op Fed. Ltd., of Rs.250/- each, fully paid up	250	250
620 (previous year: 620) equity shares of Krupanidhi Limited of Rs.100/- each, fully paid up	62,000	62,000
Less: Krupanidhi inter-company shareholding	(62,000)	(62,000)
6.75% UTI bonds face value of Rs.100/-	-	-
Total	**40,250**	**40,250**

11.1 Original Shares 400 purchased @100 per share (Rs. 40,000), thereafter bonus share 600 alloted to the Corporation. Total no. of share 1000 is subdivide @ 10 each per share and fresh 9000 share @ 10 per share alloted to the corporation. Around 2001-02 fresh bonus shares 1,50,000 alloted to the corporation, thus total no. of Share is 1,60,000.

11.2 During the Year 2013-2014 Mitcon listed its share on recognised stock exchange in India, therefore investment in the shares of Mitcon is quoted shares after their listing. Market Value per share is Rs. 81.00 as on 31.3.2022, thus value of investment is Rs.1,29,30,000/-. (1,60,000 share @81.00 each).

11.3 Market Value per share is Rs. 41.00 as on 31.3.2021, thus value of investment is Rs.65,60,000/-.(1,60,000 share @41.00 each).

Maharashtra Small Scale Industries Development Corporation Limited

Notes to Consolidated financial statements for the year ended 31 March 2022

Note 12: Deferred tax assets (net) **(Amount in Rs.)**

Particulars	31 March 2022	31 March 2021
Deferred tax liability		
Opening balance	21,63,262	18,93,837
Timing difference on tangible assets depreciation and impairment		
Effects of lease accounting		
Disallowance U/s 43B	1,95,906.95	2,69,425.00
PL Encashment	-	-
Total	**23,59,169**	**21,63,262**
Deferred tax assets		
Opening balance	1,66,52,457	1,66,52,457
Disallowance U/s 40(a)	-	-
Disallowance U/s 43 B	-	-
Timing difference on tangible assets depreciation and impairment	-	-
Total	**1,66,52,457**	**1,66,52,457**
Net deferred tax assets/(liability)	**1,42,93,289**	**1,44,89,196**
Profit & Loss Impact	**(1,95,907)**	**(2,69,425)**

12.1 During the year, Deferred Tax Liability & Deferred Tax Assets are not recognized in the absence of information & reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized.

Note 13: Long term loans and advances

(Amount in Rs.)

Particulars	31 March 2022	31 March 2021
(Unsecured, Considered Good, unless otherwise stated)		
Capital Advances	-	-
(Unsecured considered good)		
Security deposits (refer note 13.1)		
- Unsecure, considered good	26,41,36,530	25,55,11,262
- Unsecure, considered doubtful	-	-
- Less: Provision for doubtful deposits	-	-
	26,41,36,530	25,55,11,262
Other advances and balances		
- GST receivable	-	-
- VAT receivable	-	-
- Service tax credit receivable	-	-
- Advance tax and TDS (refer note 13.2)	7,53,11,990	2,30,21,903
- Prepaid Expenses	-	-
- Other advances	-	-
Total	**33,94,48,520**	**27,85,33,165**

13.1 The amount includes Rs. 15,50,00,000 payable to Mohit Minerals Pvt. Ltd. The Corporation has appointed Mohit Minerals Pvt. Ltd. as handling agent for distribution of coal. He has submitted Bank Guarantee of Rs.15,00,00,000 and deposited Rs. 50,00,000 as Security Deposit. Due to some dispute, the corporation has encashed this bank guarantee. The dispute went for Arbitration and the arbitration award passed by authority went against the corporation. The corporation has filed appeal against the award in Bombay High Court. The Corporation has deposited Rs.22,00,00,000 with High Court on 11.01.2018. The case is in pogress at High Cout, Mumbai. The remaining balance Rs. 4,41,36,530/- amount is subject to reconciliation and consequential adjustment.

13.2 Advance Tax and TDS is subject to reconcilation and consequential adjustment .

Maharashtra Small Scale Industries Development Corporation Limited

Notes to Consolidated financial statements for the year ended 31 March 2022

Note 14: Other non-current assets **(Amount in Rs.)**

Particulars	31 March 2022	31 March 2021
Others		
Advance to gratuity trust (refer note 14.1)	16,46,93,912	17,82,79,876
Accrued Rent	1,81,60,224	62,38,803
Others	97,670	97,670
Bank Deposit (Due to Mature after 12 Monh from reporting date)	3,95,572	3,74,831
Total	**18,33,47,378**	**18,49,91,180**

14.1 The above accounts are not reconciled. As per the balance confirmation available with LIC and the balance with LIC as on 31.03.2022 is only of Rs.1,53,90,636/-. The corporation has not reconciled this account since long and actual payment made for gratuity is also debited to this account due to error in accounting & there is excess balance shown in this account by Rs. 8,03,36,075/- (Ref. Note No. 6.1) Interest received from LIC is directly credited to the Trust Account.

Maharashtra Small Scale Industries Development Corporation Limited

Notes to Consolidated financial statements for the year ended 31 March 2022

Note 15: Inventories **(Amount in Rs.)**

(valued at cost)

Particulars	31 March 2022	31 March 2021
Raw materials	3,94,693	4,30,254
Work-in-progress	6,54,763	7,86,061
Finished goods	11,08,244	30,91,435
Traded goods	50,40,302	29,28,614
Total	**71,98,002**	**72,36,364**

15.1 Opening Stock & Closing Stock figures are taken from with stock books maintained in the software at various units, which are certified by management.

(Certified by the management)

Maharashtra Small Scale Industries Development Corporation Limited

Notes to Consolidated financial statements for the year ended 31 March 2022

Note 16: Trade receivables

(Amount in Rs.)

Particulars	31 March 2022	31 March 2021
Receivables outstanding for a period exceeding six months from the date they are due for payment		
- Secured, considered good	13,98,170	48,19,501
- Unsecured, considered good (refer note 16.1)	46,50,35,841	349542504
- Less: Provision for bad and doubtful receivables	(4,96,27,447)	(4,96,27,447)
	41,68,06,564	30,47,34,558
Other receivables		
- Secured, considered good	4,27,583	4,09,164
- Unsecured, considered good (refer note 16.2)	-	-
Total	**41,72,34,147**	**30,51,43,722**

16.1 The Trade Receivables are subject to scrutiny, reconciliation, consequential adjustments, along with Debtors Credit balances and Creditos Debit balances. The amount includes many sundry debtors, outstanding for over three years, which is not quantifiable due to mapping issue in Tally Accounting Software. The Management is of opinion that some of the debtors pertaining to marketing activity which are backed by creditors, and some of the debtors legal cases are filed which result will be favorable. Hence no provision is made against these debtors.
The Godown Rent Receivable amount is regrouped during the year under Note-16 for Trade Receivables from Note No.19

Trade Receivables of Rs. 8,73,05,634 was due from M/S. Metal Tube Rolling Mills (MTRM). The matter went under arbitration. Advocate of the Corporation has finally completed argument before the Arbitrator in April 2011. The arbitrator has passed the award on 14.06.2011 in favour of the Corporation directing the MTRM to deposit Rs. 16,99,56,060 plus interest. The Arbitration award was challenged by MTRM. The case challenging the Arbitration Award was decided in favour of MSSIDC by Bombay High Court on 27/08/2018. The Caveat was filed in Hon'ble Supreme Court within the stipulated time. The corporation filed execution application dated 27.07.2016 for claim of Rs. 50,64,73,685 at Bombay High Court. Further, the Execution proceeding is in process at Hon'ble High Court.
Trade Receivables includes Rs. 5,62,79,307 receivable from Mehta Group of industries. The Corporation has filed civil suit as well as u/s 138 (cheque bouncing) on Mehta Group of Companies (1. Prithavi Espat, 2. Holum Iron Steel, 3. Parshwa Engg., 4. Munish Forge Ltd.). The legal cases are in process.

Prithavi Espat- The Corporation had filed special Civil Suit No. 574/2002 for recovery Rs. 1,13,35,861/- in the court of Civil Judge Senior Division Nagpur . The said suit dismissed by Court on 13-11-2008 for default. (As Corporation's advocate was

absent and nobody was present on behalf of Corporation . We have filed Civil Suit for restroation of original recovery suit which was dismissed in default. The summons issued to defedents are returned back with endorsement left the address above 6-7 years back. The Court has directed to issue fresh Summons on new address as we do not have new address summons cannot be issued. Amarchand Mehta died on 09-11-2008 The matter is pending before the 16th Joint Civil Judge , Senior Division Nagpur for further steps.

Holum Iron Steel- in special (commercial) civil suit no.9/2016, the court has given judgement in favour of MIDC and passed decree for Rs.45356449/-. The amount of decree passed by the court is wrongly mentioned as Rs.45356449/- in stead of Rs.5,30,31,512/-. The Corporation filed marji application for correction and modificaiton of decree.

Parshwa Engg SCS No 14/2016- mssidc file affidavit for evidence on 25/10/2016. mssidc adv. take chif on 22/02/2017 and court passed the order of no cross. defendant no. 3 bipin babulal mehata filed application for setting aside order of no cross. the corporation filed objection on application. for hearing on application for setting aside order of no cross. the matter is pending before the hon'ble district judge, nagpur for framing issues.

"Munish Forge Ltd- RDN/145/2017- The suit is decred with first on dated 17-04-2017 by Civil Judge Senior Division . The defendant are diredcted to pay an amount of Rs. 50,43,435/- with interest @ 27%per annum till it's realization. This is a regular Darkhast for execution of decree of Rs. 2,57,85,135/- in this matter summons have not been served to the respondents due to non availabilty of the Noticee. The matter is pending before the Civil Judge Sr. Division , Nagpur.
RCA 303/ 2017- Civil Case No. 621/2002 decided in favour of MSSIDC on 17.04.2017. Bipin Mehta being Respondant No.3 of the said case has challanged to squash and set aside impugned and decree dtd. 17.04.2017 before District Judge. We have filed Written Reply by our Advocate on 10.07.2017. This appeal has been filed by Bipin Mehta against the Corporation where in we have filed our written submission. "

"Khutale- sundry debtor includes receivable from m/s. khutale steel rolling mills pvt ltd. (""khutale""), satara for Rs. 42,52,635. khutale unauthorizedly removed raw material supplied under warehousing credit scheme and has an outstanding of Rs. 42,52,635 as on date. the judgment delivered in favour of the corporation in civil suit filed by the corporation in satara court against khutale for recovery and the original decree execution papers were submitted to hon’ble high court, mumbai. the matter is pending before high court. notice of motion no. 843 of 2013 is filled in high court judicature at bombay. the notice of motion, which is filled for restoration is pending with hon’ble high court.

Maharashtra Small Scale Industries Development Corporation Limited

Notes to Consolidated financial statements for the year ended 31 March 2022

Note 17: Cash and bank balances

(Amount in Rs.)

Particulars	31 March 2022	31 March 2021
Cash and cash equivalents		
Cash on hand	80,521	36,147
Cheques, drafts on hand	-	-
Balances with banks		
- in current accounts	6,23,30,300	4,74,62,018
- in deposit account (with maturity upto 3 months)	-	-
Other bank balances		
- Unpaid Dividend	-	-
- Deposits with maturity more than 3 months but less than 12 months	45,59,00,000	50,83,00,000
- Balances with bank held as margin money	-	-
- Bank deposits with maturity of more than 12 months	-	-
	51,83,10,821	55,57,98,165
- Less : Amounts disclosed as Other non-current assets	-	-
Total	**51,83,10,821**	**55,57,98,165**

Maharashtra Small Scale Industries Development Corporation Limited

Notes to Consolidated financial statements for the year ended 31 March 2022

Note 18: Short-term loans and advances

(Amount in Rs.)

Particulars	31 March 2022	31 March 2021
Unsecured considered good, unless otherwise states:		
Loans and advances to employees		
- Housing and other loans	-	-
- Salary advances	-	1,98,644
Advance to suppliers (refer note 18.1)	5,61,05,299	5,16,41,225
Advance recoverable in cash or in kind or for value to be received		
- Unsecured, considered good	-	1,72,05,297
- Unsecured, considered doubtful	-	-
- Less: Provision for doubtful loans and advances	-	-
	-	1,72,05,297
Other Advances and Balances (refer note 18.2)		
- Exhibition and Training	65,95,352	16,62,098
- Balance with Goverment Authorities	-	-
Total	**6,27,00,650**	**7,07,07,264**

18.1 Advance to suppliers are subject to scrutiny, reconciliation and consequential adjustments.

Advance to Suppliers includes Advance of Rs. 29.42 lakhs which was paid on 24.11.2003 to M/s. Inter National Steel Industries (ISI), Mumbai, towards raw material transaction. Since the amount was outstanding and FIR was lodged with Economic Offence Wing (EOW) on 22.12.2004, the matter is under investigation. Further, the Corporation has also filed 2 criminal complaints against ISI and the same are pending before
Metropolitan Magistrate Court (Esplanade), Mumbai. The Corporation have submitted fresh addresses of accused to the Hon'ble Court. Hon'ble Court issued non-bailable warrant on fresh addresses.The accused are absoconding and concern police department are searching for the absconded accused.Balance amount is also subject to reconcilation and consequentile adjustment

18.2 Balance amount is subject to reconcilation and consequential adjustment

Maharashtra Small Scale Industries Development Corporation Limited

Notes to Consolidated financial statements for the year ended 31 March 2022

Note 19: Other current assets

(Amount in Rs.)

Particulars	31 March 2022	31 March 2021
Unsecured considered good, unless otherwise states		
Interest Accrued on fixed deposits	1,93,36,822	2,03,60,316
Claim recoverable (refer note 19.2)	34,28,011	34,28,011
Rent receivable (refer note 19.1)	30,85,190	10,70,41,547
- Less: Provision for doubtful rent receivable	-	-
	30,85,190	10,70,41,547
Dividend receivable	24,231	42,742
Prepaid expenses	-	-
Preoperative Expenses	-	-
Loan to employee	-	-
Total	**2,58,74,253**	**13,08,72,615**

19.1 The Godown Rent Receivable amount is regrouped during the year under Note-16 for Trade Receivables.

The Corporation had given their godowns on rental basis to Thakkar Warehousing Agency (TWA). The party has sublet the said godowns to 5 parties. There was a dispute between the Corporation and TWA and the matter was handed over to the arbitration. The arbitrator has given their award in favour of the Corporation for Rs.2.59 Crores on 08.10.2010 on which TWA has filed petition in the court of Law challenging the arbitration award, which has been admitted by the court. The Corporation has filed an appeal before divisional bench to challenge the order of the single bench of admission of the petition of TWA. The appeal of the Corporation is admitted and pending for final hearing.

19.2 Claim amount recoverable is not reconciled and there is no recovery of this amount since long.

Maharashtra Small Scale Industries Development Corporation Limited

Notes to Consolidated financial statements for the year ended 31 March 2022

Note 20: Revenue from operations

(Amount in Rs.)

Particulars	31 March 2022	31 March 2021
Sale of products		
- Finished goods	3,66,851	27,76,781
- Traded goods	5,31,38,533	12,72,86,929
	5,35,05,384	13,00,63,710
Total	**5,35,05,384**	**13,00,63,710**
Breakup of revenue from sale of products		
	31 March 2022	**31 March 2021**
Manufactured goods		
- Cotton paithani sarees	3,66,476	27,76,781
- Coir Product	375	-
Traded goods		
- Marketing sales	4,49,60,249	10,48,12,203
- Handicraft sales	81,78,284	2,24,74,727
Total	**5,35,05,384**	**13,00,63,710**

Maharashtra Small Scale Industries Development Corporation Limited

Notes to Consolidated financial statements for the year ended 31 March 2022

Note 21: Other income

(Amount in Rs.)

Particulars	31 March 2022	31 March 2021
Interest income	2,39,82,768	3,36,40,295
Dividend income from		
- long tem investments	-	-
Rental income	4,96,37,848	3,81,96,814
Liabilities written back to the extent no longer required	-	2,78,180
Other non-operating income	17,12,220	8,76,218
Contribution from shareholders	14,85,393	14,72,148
Rebate Income	13,75,770	64,14,700
Commission	-	3,87,989
Total	**7,81,93,999**	**8,12,66,345**

21.1 Rental Income of godown no.D-10 including seven Parties at Thane, out of that two parties rent booked in current financial year as per agreement.

Maharashtra Small Scale Industries Development Corporation Limited

Notes to Consolidated financial statements for the year ended 31 March 2022

Note 22: Cost of materials consumed

(Amount in Rs.)

Particulars	31 March 2022	31 March 2021
Raw material consumed		
- Opening inventory	4,30,254	175296.14
- Add : Purchases	4,70,294	676452.14
- Less : Inventory at the end of the year	3,94,693	430254
Cost of raw materials consumed during the year	**5,05,855**	**4,21,494**

Maharashtra Small Scale Industries Development Corporation Limited

Notes to Consolidated financial statements for the year ended 31 March 2022

Note 23: Purchases of traded goods

(Amount in Rs.)

Particulars	31 March 2022	31 March 2021
Marketing and handicraft purchases (net)	4,83,74,996	12,60,40,733
	4,83,74,996	**12,60,40,733**

Maharashtra Small Scale Industries Development Corporation Limited

Notes to Consolidated financial statements for the year ended 31 March 2022

Note 24: Changes in inventories of finished goods, work-in-progress and stock-in-Trade

(Amount in Rs.)

Particulars	31 March 2022	31 March 2021
(Increase)/Decrease in stocks		
Stock at the end of the year:		
- Finished goods	11,08,244	30,91,435
- Work-in progress	6,54,763	7,86,061
- Stock in trade	50,40,302	29,28,614
Total A	**68,03,309**	**68,06,110**
Less: Stock at the beginning of the year:		
- Finished goods	30,91,435	28,00,349
- Work-in progress	7,86,061	7,78,415
- Stock in trade	29,28,614	32,89,280
Total B	**68,06,110**	**68,68,044**
Increase/Decrease in stocks (A-B)	**2,801**	**61,933**

Note: Opening Stock & Closing Stock figures are taken from with stock books maintained in the software at various units, which are certified by management.

Maharashtra Small Scale Industries Development Corporation Limited

Notes to Consolidated financial statements for the year ended 31 March 2022

Note 25: Employee benefit expenses

(Amount in Rs.)

Particulars	31 March 2022	31 March 2021
Salaries, wages and bonus	2,94,75,822	3,62,24,019
Contribution to provident and other funds	20,51,264	30,42,394
Gratuity	4,202	-
Staff welfare expenses	94,599	74,729
less: Inter company transaction	-	-
Total	**3,16,25,887**	**3,93,41,142**

Maharashtra Small Scale Industries Development Corporation Limited

Notes to Consolidated financial statements for the year ended 31 March 2022

Note 26: Finance costs

(Amount in Rs.)

Particulars	31 March 2022	31 March 2021
Bank charges	63,642	99,598
Interest paid others	5,83,653	5,14,587
less: Inter company transaction	-	-
Total	**6,47,295**	**6,14,185**

Maharashtra Small Scale Industries Development Corporation Limited

Notes to Consolidated financial statements for the year ended 31 March 2022

Note 27: Depreciation and amortization expense

(Amount in Rs.)

Particulars	31 March 2022	31 March 2021
Depreciation of tangible assets (Also, refer note 10)	38,76,300	39,24,403
Amortisation of Intangible Assets	3,55,736	3,55,736
	42,32,036	42,80,139
less: Debit pertaining to previous year (short Amort. Of Last year)	-	-
less: Transfer to Revaluation reserve	17,91,914	17,91,914
	24,40,121	24,88,225
Less: Inter company transaction	-	-
Total	**24,40,121**	**24,88,225**

Maharashtra Small Scale Industries Development Corporation Limited

Notes to Consolidated financial statements for the year ended 31 March 2022

Note 28: Other expenses **(Amount in Rs.)**

Particulars	31 March 2022	31 March 2021
Power and fuel	9,55,167	11,03,302
Freight, clearing and forwarding	1,50,482	200
Rent (Also, refer note 33)	85,10,789	69,17,934
Repairs and maintenance	-	-
- Building,	6,69,148	12,80,650
- Plant and equipment	-	-
Account writing charges	24,000	24,000
Audit fees	11,800	11,800
Drainage clearing expense	6,300	4,800
General expense	22,090	21,993
- Other	22,98,216	1,23,630
Insurance	4,94,999	3,33,387
Rates and taxes	7,42,184	19,47,393
Travelling and conveyance	5,51,791	8,53,728
Directors' fees	83,91,574	7,000
Payments to auditors (Also, refer note 28.1)	10,77,251	5,00,000
Lift maintanance expense	47,200	2,94,730
Professional and legal expense	78,596	23,240
Typing expense	-	7,000
Legal and professional charges	1,76,10,636	13,16,270
Sweeping expense	26,400	26,400
Water charges	4,39,200	2,81,674
Advertisement expenses	3,10,747	17,27,606
Printing and stationery	1,28,798	3,05,905
Communication expenses	2,58,310	-
Office maintenance	8,14,335	9,04,626
Bank Charges	797	488
Provision for rent including interest	21,45,126	11,67,253
Provision for interest/ late filling fees	(3,17,206)	8,21,904
Vehicle running and maintenance charges	18,72,821	17,40,274
ROC Fees	53,300	-
Mkt Risk & Devepoment Res.	-	6,415
Bad debts written off	-	-
Fixed Asset written off	-	-
Security expenses	36,18,149	37,25,477
Miscellaneous expenses	97,22,802	1,05,21,758
		-
Total	**6,07,15,802**	**3,60,00,837**

Maharashtra Small Scale Industries Development Corporation Limited

Notes to Consolidated financial statements for the year ended 31 March 2022

Note 28: Other expenses **(Amount in Rs.)**

28.1 Payment to auditors	**31 March 2022**	**31 March 2021**
As auditor		
- Statutory audit	4,20,339	3,50,000
- Tax audit	1,50,000	1,50,000
- Internal Audit	2,68,000	-
Reimbursement of expenses	2,38,912	-
Total	**10,77,251**	**5,00,000**

Maharashtra Small Scale Industries Development Corporation Limited

Notes to Consolidated financial statements for the year ended 31 March 2022

Note 29: Prior period items (net) **(Amount in Rs.)**

Particulars	31 March 2022	31 March 2021
Income		
Sales	-	-
Dividend	1,92,000.00	-
Rent Income	3,600.00	-
Professional Fees	-	3,00,420
Services Charges/Rebate	-	-
Electricity Charges (Reimbursed)	-	-
Refund National Information centre	-	-
Maintenance Charges	55,086.00	2,773
Legal Charges	-	25,650
Miscellaneous Income	1,47,917.00	43,763
Rent Income	-	-
Total A	**3,98,603**	**3,72,606**
Expenditure		
MVAT/BST Paid Under Amnesty Scheme 2022	-	6,87,57,628
MVAT/BST Paid Under Amnesty Scheme 2023	-	89,94,927
Interest paid-MVAT/BST Amnesty Scheme 2022 & 2023	-	2,30,57,355
Legal fees	51,750.00	1,25,000
Marketing expenses	-	-
Rates and taxes	8,84,550.00	12,33,157
Employee benefit expenses	-	5,33,646
Rates and taxes		-
Miscellaneous expenses	1,93,121.00	-
Professional Fee	-	1,68,100
Travelling Exp	-	84,960
Rent and interest expenses	42,665.00	-
Office expenses	9,452.00	-
Rates & Taxes	-	-
	-	-
Expenses on Parwasi Divas	-	-
Repair & Mintainance Building	1,18,613.00	29,767
Other Expenses	1,32,678.00	27,479
Depreciation / Amortisation	-	-
Water Charges	-	-
Staff Walfare	-	-
Wages	-	-
Annual Maintenance Charges	-	-
Total B	**14,32,829**	**10,30,12,019**
Total (A+B)	**(10,34,226)**	**(10,26,39,413)**

(Amount in Rs.)

30 Earning per share (EPS)

Earnings Per Share is calculated in accordance with Accounting Standard 20 - 'Earning Per Share' - (AS-20), notified by the Company's (Accounting Standards) Rules, 2006 (as amended)

Particulars	31 March 2022	31 March 2021
Net profit after taxes as per statement of profit and loss attributed to equity shareholders	(1,46,91,709)	(9,65,47,332)
Weighted average number of equity shares used as denominator for calculating EPS	14,50,299	14,50,099
Basic and diluted	(10.13)	(66.58)
Face value per share in rupees	100	100

31 Segment reporting

Primary segment reporting (by business segment)

The Corporation has identified its reportable segment for Segment Reporting , in accordance with Accounting Standard 17 , as Marketing , Emporium & CWH Activity which are primary segment. In addition, the following policies have been followed for Segment Reporting.

(i) Segment Revenue includes sales and other income directly identifiable with /allocable to the segment with bifurcation of inter segment revenue.

(ii) Expenses that are directly identifiable with /allocable segments are considered for determining the segment results. Expenses which relate to the corporation as a whole and not allocable to segments are included under “Unallocable Expenditure”.

(iii) Income which relates to the Corporation as whole and not allocable to segments is included in “ Unallocable Segment”

"(iv) Segment assets & liabilities include those directly identifiable with the respective segments, Unallocable Corporate assets and liabilities represents the assets and liabilities that relate to the corporation as a whole and not allocable to any segment. "

Particulars	Marketing Activity	Emporium	Production Activity	Unallocated	Total
	31 March 2022	31 March 2022	31 March 2022	31 March 2022	
Reveune					
Total revenues	-	-	-	-	-
Internal revenue (sales through stock transfer)	-	-		-	-
Direct attributable income to segment	-	-		-	-
Other unallocable income				-	-
Total revenues	-	-		-	-
Attributable expenses to segment	-	-			-
Unallocated expenses	-	-		-	-
Operating profit	-	-		-	-
Interest expenses	-	-		-	-
Interest income	-	-		-	-
Other income	-	-		-	-
Profit before tax and extraordinary items	-	-		-	-
Income taxes/ deferred taxes	-	-		-	-
Prior Period Adjustment (Net)	-	-		-	-
Net Profit	-	-		-	-
Other information					
Segment assets	-	-		-	-
Unallocated corporate assets	-	-		-	-
Total assets	-	-		-	-
Segment liabilities	-	-		-	-
Unallocated corporate liabilities	-	-		-	-
Total liabilities	-	-		-	-

Note:- Proper details and information about segment wise attributable expences, assets, libilities etc. are not available.

(Amount in Rs.)

32 Disclosure as required by Accounting Standard (AS)-15 (Revised) on "Employee Benefits":

A. In respect of Gratuity, a Defined Benefit Scheme (based on actuarial valuation):

The Corporation pays gratuity to the employees whoever has completed five years of service with the Corporation at the time of resignation/superannuation. The gratuity is paid @15 days salary as per Gratuity Act 1972.

The Corporation has invested in LIC under employees group gratuity cum life assurance scheme. The liability in respect of gratuity is calculated using the Projected Unit Credit Method and spread over the period during which the benefit is expected to be derived from employees' services.

The Corporation has obtained gratuity valuation certificate from the actuary, as per actuary valuation certiifcate the liability on account of gratuity as on 31.03.2022 is of Rs. 2,97,79,252/-. Since the corporation has already provided excess liability in the books of account and on conservative view excess liability is not reversed.

B. In respect of Leave Encashment, a Defined Benefit Scheme (based on actuarial valuation):

	31 March 2022	31 March 2021
Benefit type	Privilege leave	Privilege leave
Method of valuation	Projected unit credit method	Projected unit credit method
Valuation results		
Discontinuance liability	1,72,27,315	1,39,77,817
Projected benefit obligation	1,89,73,206	1,56,22,673
Other Results		
Average future service	4 years	4 years
Current & non-current liability		
Funding status	Unfunded	Unfunded
Fund balance	NA	NA
Current liability	66,35,082	41,33,094
Non-current liability	1,23,38,124	1,14,89,579

Valuation Assumption

Mortality Rate	Indian Assured Lives Mortality (2006-08) Ult Table	Indian Assured Lives Mortality (2006-08) Ult Table
Discount Rate	6.09%	6.06%
Salary escalation rate	9.75%	9.75%
Attrition rate	5.00%	5.09%
Retirement Age	58 & 60 years	58 & 60 years
Maximum accumulation	300 days	300 days

C. In respect of Gratuity, a Defined Benefit Scheme (based on actuarial valuation):

	31 March 2022	**31 March 2021**
Benefit type	Gratuity	Gratuity
Method of valuation	Projected unit credit method	Projected unit credit method
Valuation results		
Discontinuance liability	5,02,50,055	3,39,77,610
Projected benefit obligation	4,85,24,956	3,81,01,432
Other Results		
Average future service	4 years	4 years
Current & non-current liability		
Funding status	Funded	Funded
Fund balance	1,69,62,033	3,49,08,813
Current liability	17,83,671	15,55,543
Non-current liability	2,97,79,252	16,37,076
Valuation Assumption		
Discount Rate	6.09%	6.06%
Salary escalation rate	9.75%	9.75%
Attrition rate	5.00%	5.09%
Retirement Age	58 to 60 years	58 to 60 years

Note: - Figures for F.Y. 2021-22 are as per summary results of actuarial valuation report.

33 Disclosures in respect of cancellable operating lease

The Corporation has entered into cancellable leasing arrangement for the premises on mutually agreeable terms. The lease rentals of Rs.93,83,075/- (31 March 2021: Rs. 76,21,894/-) are debited under the head “Other expenses-Rent” under note 27.

34 Contingent liabilities and commitments

	Particulars		31 March 2022	31 March 2021
(a)	**Claims against the Corporation not acknowledged as debt:**			
	(i)	Mumbai Port Trust (refer note 34.1)	45,88,82,204	45,88,82,204
	(ii)	WIST – Wadala Godown, Mumbai	-	1,08,32,189
	(iii)	Savatram Polymers, Akola	24,65,320	24,65,320
	(v)	Shri Industries Aurangabad		8,06,971
	(vi)	Assistant Commisioner SPF	6,18,234	6,18,234
	(vii)	Dist Cooperative Industrial Development Society , Nanded	4,39,502	4,39,502
	(viii)	Grips India, Parbhani	-	3,82,767
	(ix)	Maruti Wires, Parbhani	-	4,68,725
(b)	**Provision for Interest expenses not made of following:**			
	(i)	Industries & Labour Dept., Maharashtra Govt. Edu. Unemployment Hire Purchase Scheme	11,04,226	9,48,960
	(ii)	Industries & Labour Dept., Maharashtra Govt. Seed Capital	34,43,749	26,89,410
	(iii)	Mohit Minerals Pvt. Ltd.	6,50,00,000	6,50,00,000
(c)	**Tax Liability not acknowledged as debt and Pending in Appeal with higher authority (exclusive of the effect if similar matters in respect of Assessment remaining to be completed) in respect of :**			
	(i)	Income Tax (refer to note 34.2)	6,94,87,353	6,56,25,383
(d)	**Penalty u/s 271B of the Income Tax Act for non-Filling of Tax Audit Report u/s. 44 AB of the Income Tax Act for last 3 years (FY 2013-14 to FY 2015-16).**		11,00,000	10,00,000

34.1 Mumbai Port Trust vide letter dated 02.08.2017 raised demand towards pending regulation / rectification of breaches and liquidation of Port Trust Arrears of Rs.45,88,82,204/- in respect of TW-2 Shed at Cotton Green. The matter is to be placed in board meeting.

34.2 The total demand of Income Tax for the AY 2011-12, 2012-13, 2015-16 & 2016-17 is Rs.6,56,25,383/- and this amount includes Rs. 38,61,970/- towards tax liability computed by the assessing officer vide order dated 18/03/2021 under section 143(3) for A.Y. 2018-19, which has been disputed under appeal to CIT dated 12/04/2021.

35 Related party disclosure

a) Names of related parties

As per Accounting Standard 18 – Related Party Transactions, specified under section 133

of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules 2014 (as amended), the Corporation's related parties and transactions with them are enumerated below:

(a) Enterprises where control exists:
(i) Subsidiaries: Krupanidhi Limited
(ii) Key Managerial Personnel one level below the board
Shri Venugopal Reddy
Bollavalam-Managing Director
Shri Santosh kumar -Managing Director
Smt Leena Bansod- Joint Manging Director
Dr. Mary N. Kerketta- Managing Director
Shri S.G.Siddhewad- C.F.O
Shri V.D.Kapate-General Manager
Shri Kush Keshri-Company Secratory

b) The transactions with related parties for the year are as follows: **(Amount in Rs.)**

Transaction during the year	31 March 2022	31 March 2021
Maintenance charges contribution to Subsidiary		
Krupanidhi Limited (Maintenance Charges)	-	-
Krupanidhi Limited (Payment made for maintenance charges)	-	-
Remuneration to KMP and one lavel below the board		
Smt. Jayshree Bhoj (IAS)	-	12,54,696
Shri P. C. Darade (IAS)	33,15,891	17,54,995
Shri Praveen Darade -Reimbursement of other expenses	3,07,764	-
Shri Venugopal Reddy-Remunaration	-	2,37,746
Shri Venugopal Reddy-Other Expenses	-	-
Shri Kush Keshri-Remunaration	7,99,904	7,60,637
Smt. Sandhya Pawar- C.F.O	17,05,410	14,58,080
Shri V.D.Kapate (GM)-Remunaration	13,91,892	12,85,593

c) Balance outstanding with related parties:

Party name	Receivable/payable	31 March 2022	31 March 2021
Krupanidhi Limited	Maintenance charges contribution payable	17,53,360	17,35,845

36 The Company has regrouped / reclassified the previous year figures to conform to the current year's presentation.

For Ambavat Jain & Associates LLP
Chartered Accountants
FRN: 109681W

Kamal Sharma
Partner
Membership No 112843

Place : Mumbai
Date :
UDIN: 25112843BMCOQY7758

For and on behalf of the Board

Chief Financial Officer

Managing Director
DIN: 11317828

Company Secretary

Director
DIN: 10741883

Place : Mumbai
Date : 26/09/2025

2021-22

MSSiDC

STANDALONE FINANCIAL STATEMENTS OF THE COMPANY

: ADDRESS :

KRUPANIDHI, 9,
WALCHAND HIRACHAND MARG,
BALLARD ESTATE, MUMBAI-400 001.

Maharashtra Small Scale Industries Development Corporation Limited

CIN: U74999MH1962SGC012501

Balance Sheet as at 31 March 2022

(Amount in Rs.)

Particulars	Note	31 March 2022	31 March 2021
Equity and liabilities			
Shareholders' funds			
Share Capital	2	14,50,09,900	14,50,09,900
Reserves and surplus	3	24,45,12,660	26,10,37,365
Non-current liabilities			
Long-term borrowings	4	77,21,332	77,21,332
Deferred tax liabilities (net)			
Other Long term liabilities			
Long term provisions	5	9,93,09,281	9,59,58,748
Current liabilities			
Short-term borrowings			
Trade payables	6		
-Due to Micro, Small Enterprise		-	-
-Due to others		35,85,82,971	36,12,60,482
Other current liabilities	7	70,85,37,860	67,49,50,518
Short-term provisions	8	6,72,15,879	7,70,79,304
Total		**1,63,08,89,883**	**1,62,30,17,648**
Assets			
Non-current assets			
Fixed assets			
- Tangible Assets	9.1	8,10,44,820	8,50,13,758
- Intangible Assets	9.2	21,88,328	25,44,064
Non-current investments	10	1,02,250	1,02,250
Deferred tax assets (net)	11	1,42,93,289	1,44,89,196
Long term loans and advances	12	33,94,48,520	27,85,33,165
Other non-current assets	13	16,46,93,912	17,82,79,876
Current assets			
Inventories	14	71,98,002	72,36,364
Trade receivables	15	41,54,08,394	29,99,15,057
Cash and bank balances	16	51,79,37,465	55,53,24,039
Short-term loans and advances	17	6,27,00,650	7,07,07,264

Other current assets	18	2,58,74,253	13,08,72,615
Total		**1,63,08,89,883**	**1,62,30,17,648**
		(0)	0

Significant accounting policies 1

The notes 1 to 36 are an integral part of this financial statements

As per our attached report of even date

For Ambavat Jain & Associates LLP
Chartered Accountants
FRN: 109681W

For and on behalf of the Board

Managing Director
DIN: 11317828

Director
DIN: 10741883

Kamal Sharma
Partner
Membership No. 112843

Chief Financial Officer

Company Secretary

Place : Mumbai
Date :
UDIN: 25112843BMOCQX1296

Place : Mumbai
Date : 26/09/2025

Maharashtra Small Scale Industries Development Corporation Limited

CIN: U74999MH1962SGC012501

Statement of Profit and Loss for the year ended 31 March 2022

Particulars	Note	31 March 2022	31 March 2021
Revenue			
Revenue from operations	19	5,35,05,384	13,00,63,710
Other income	20	7,66,87,865	7,97,69,504
Total revenue		**13,01,93,249**	**20,98,33,214**
Expenses			
Cost of materials consumed	21	5,05,855	4,21,494
Purchases of traded goods	22	4,83,74,996	12,60,40,733
Changes in inventories of finished goods, work-in-progress and stock-in-Trade	23	2,801	61,933
Employee benefit expenses	24	3,08,50,213	3,85,15,849
Finance costs	25	6,47,295	6,14,185
Depreciation and amortization expense	26	24,38,479	24,85,950
Other expenses	27	5,99,86,984	3,53,31,564
Total Expenses		**14,28,06,623**	**20,34,71,708**
Profit / (loss) before exceptional and extraordinary items and tax		(1,26,13,374)	63,61,506
Exceptional Items			
Prior period items (net)	28	(10,34,226)	(10,26,39,413)
Profit/Loss before tax		**(1,36,47,600)**	**(9,62,77,907)**
Tax expense			
Current tax			
Tax adjustments for earlier years		8,48,202.00	-
Deferred tax	11	(1,95,907)	(2,69,425)
Profit/Loss for the period		**(1,46,91,709)**	**(9,65,47,332)**
Earning per equity share (nominal value Rs.10 (previous year Rs.10)	29		
Basic		(10.13)	(66.58)
Diluted		(10.13)	(66.58)

Summary of significant accounting policies 1

The notes 1 to 36 are an integral part of this financial statements

As per our attached report of even date

For Ambavat Jain & Associates LLP
Chartered Accountants
FRN: 109681W

For and on behalf of the Board

Managing Director DIN: 11317828	Director DIN: 10741883
Chief Financial Officer	Company Secretary

Kamal Sharma
Partner
Membership No. 112843

Place : Mumbai
Date :26/09/2025
UDIN: 25112843BMOCQX1296

Place : Mumbai
Date :

Maharashtra Small Scale Industries Development Corporation Limited

CIN: U74999MH1962SGC012501

Statement of Profit and Loss for the year ended 31 March 2022

	31 March 2022	31 March 2021
Cash flow from operating activities		
Profit/Loss before exceptional and extraordinary items and tax	(1,26,13,374)	63,61,506
Adjustments:		
Depreciation and amortisation	24,38,479	24,85,950
Impairment loss on fixed assets		
Fixed Asset written off	-	-
Interest and dividend income	(2,39,62,027)	(3,36,15,602)
Bad Debts written off	-	-
Rectifications of wrong entries in previous year	-	(84,93,017)
Grant in aid taken to statement of profit and loss	(42,338)	(42,338)
Transfer to marketing risk reserve	1,257	6,415
Transfer to contingency charges reserve	-	-
Utilization from marketing risk reserve	-	(6,087)
Operating profit/Loss before working capital changes	**(3,41,78,002)**	**(3,33,03,173)**
Changes in working capital:		
(Increase) / decrease in trade receivables	(11,54,93,338)	(2,16,80,071)
(Increase) / decrease in inventories	38,362	(1,93,025)
(Increase) / decrease in other current assets	10,49,98,362	(2,38,37,479)
(Increase) / decrease in short-term loans and advances	80,06,614	(3,19,45,967)
(Increase) / decrease in long-term loans and advances	(6,09,15,355)	3,90,82,322
(Increase) / decrease in other non-current assets	1,35,85,964	(2,04,65,129)
Increase / (decrease) in trade payables	(26,77,511)	2,89,78,638
Increase / (decrease) in long term provisions	33,50,533	(12,25,400)
Increase / (decrease) in short term provisions	(98,63,425)	(82,64,075)
Increase / (decrease) in other current liabilities	3,35,87,343	(4,52,85,826)
Increase / (decrease) in other long term liabilities	-	-
Increase/(decrease) in other liabilities		
Increase/(decrease) in long term borrowings	-	-
Increase/(decrease) in retirement benefit provisions	-	-
Cash generated from operations	**(5,95,60,455)**	**(11,81,39,186)**
Taxes paid (net of refunds)	(8,48,202)	-
Net cash generated from operations before exceptional and extraordinary items	**(6,04,08,657)**	**(11,81,39,186)**
Prior period items (net) & Deffered Tax	(10,34,226)	(10,26,39,413)
Net cash generated from operating activities	**(6,14,42,883)**	**(22,07,78,599)**
Cash flow from investing activities		

Purchase of tangible, capital work in progress	94,281	(2,12,250)
Sale of investments	-	-
Interest and dividend income	2,39,62,027	3,36,15,602
Net cash flow from investing activities	**2,40,56,308**	**3,34,03,352**
Cash flow from financing activities	-	-
Net increase / (decrease) in cash and cash equivalent	**(3,73,86,575)**	**(18,73,75,247)**
Cash and cash equivalents at the beginning of the year	**55,53,24,040**	**74,26,99,287**
Cash and cash equivalents at the end of the year (refer note 16)	**51,79,37,465**	**55,53,24,040**

Summary of significant accounting policies 1
The notes 1 to 36 are an integral part of this financial statements
As per our attached report of even date

For Ambavat Jain & Associates LLP **For and on behalf of the Board**
Chartered Accountants
FRN: 109681W

Managing Director Director
DIN: 11317828 DIN: 10741883

Kamal Sharma
Partner
Membership No. 112843

Chief Financial Officer Company Secretary

Place : Mumbai Place : Mumbai
Date : Date : 26/09/2025
UDIN: 25112843BMOCQX1296

Maharashtra Small Scale Industries Development Corporation Limited

CIN: U74999MH1962SGC012501

Notes forming part of the financial statements for the year ended 31 March 2022

Note 1: Significant Accounting Policies

a. Accounting Convention

These financial statements are prepared in accordance with Indian Generally Accepted Accounting Principles (GAAP) under the historical cost convention on an accrual basis. GAAP comprises mandatory accounting standards as prescribed under Section 133 of the Companies Act, 2013 ('Act') read with Rule 7 of the Companies (Accounts) Rules, 2014, the provisions of the Act (to the extent notified). All the assets and liabilities are classified as current or non-current as per the criteria set out in Schedule III to the Companies Act, 2013.

b. Use of Estimates

The preparation of the financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported balances of assets and liabilities and disclosures relating to contingent liabilities as at the date of the financial statements and reported amounts of income and expenses during the period.

Examples of such estimates include computation of percentage of completion which requires the group to estimate the efforts expended to date as a proportion of the total efforts to be expended, provisions for doubtful debts, future obligations under employee retirement benefits plans, income taxes.

Accounting estimates could change from period to period. Actual results could differ from those estimates. Appropriate changes in estimates are made as the Management becomes aware of changes in circumstances surrounding the estimates.

c. Fixed Assets, including intangible assets and capital work-in-progress

(a) Tangible Assets are stated at cost less accumulated depreciation and impairment loss/Re-stated Value, if any. Cost comprises of purchase price and any directly attributable cost of bringing the assets to its working condition and any obligatory decommissioning costs for its intended use.

(b) Intangible Assets are stated at cost less accumulated amortization and impairment loss, if any. Cost includes any directly attributable expenditure on making the asset ready for its intended use.

(c) Certain directly attributable pre-operative expenses during construction period are included under Capital Work-in-Progress. These expenses are allocated to the cost of Fixed Assets when the same are ready for intended use.

(d) In case of lease-hold lands, original cost revalued by the valuer is considered in the accounts.

d. Depreciation

(a) Depreciation on Tangible Fixed Assets are provided using Straight Line Method based on estimated useful life or on the basis of depreciation rates prescribed under schedule II of the Companies Act, 2013. Intangible assets are amortized over their estimated useful lives on straight line basis. Individual low cost assets (acquired for Rs. 5,000/- or less) are depreciated 100%.

(b) Amortisation of assets acquired under finance lease is spread over the lease term.

(c) Lease-hold Lands, where revalued, are amortized in the balance period of lease.

e. Impairment

An asset is treated as impaired when the carrying cost of the asset exceeds its recoverable value being higher of value in use and net selling price. Value in use is computed at net present value of cash flow expected over the balance useful life of the assets. An impairment loss is recognized as an expense in the Statement of Profit and Loss in the year in which an asset is identified as impaired.

f. Leases

(a) Lease payments under an operating lease are recognized as expense in the profit and loss account as per terms of lease agreement.
(b) Finance leases prior to 1st April, 2001: Lease rental recognized as expense in the profit and loss account as per terms of lease agreement.
(c) Finance leases on or after 1st April, 2001: The lower of the fair value of the assets and the present value of the minimum lease rental is recorded as fixed assets with corresponding amount shown as unsecured Loan. The principal component in the lease rental is adjusted against the lease liability and the interest component is charged to profit and loss account as interest cost.
(d) Fixed Assets acquired and given on Lease are shown as part of Fixed Assets.

g. Government Grants

Government grants related to Leasehold land are treated as deferred income which are recognized in the profit and loss statement on a systematic and rational basis over the useful life of the asset, i.e., such grants are allocated to income over the periods and in the proportions in which depreciation on those assets is charged. Govt. grants related to other fixed assets are presented in the balance sheet by showing the grant as a deduction from the gross value of the asset concerned in arriving at their book value. Further, Government grants which are receivable as compensation for expenses or losses incurred in a previous accounting period or for the purpose of giving immediate financial support to the enterprise with no further related costs, are recognized and disclosed in the statement of profit and loss.

h. Investments

(a) Long term investments are carried at cost after deducting provision, if any, for diminution in value considered to be other than temporary in nature.
(b) Current investments are stated at lower of cost and fair value.

i. Inventories

Raw material and stock in transit are valued at cost , stock in process is valued at cost , finished goods are valued at cost and trading goods are valued at cost.

j. Revenue Recognition

All incomes and expenses have been accounted on accrual basis in accordance with generally accepted accounting principles in India & relevant provision of the Companies Act 2013 except following:

(a) In marketing, Government department purchases and corresponding rebate on purchases are accounted as purchases on receipt of invoice from sundry creditors and corresponding sales are accounted in books by raising bills.
(b) Grants in Aid under various schemes, dividends on investments and interest on income tax refunds are accounted for on receipt basis.
(c) Purchases are stated net of discounts, returns, VAT, GST, Excise and rate differences.
(d) Sales are stated at net of discounts, returns, VAT, GST, Excise, rebates and rate differences.

k. Employee benefits

a. Provident fund

Corporation's contribution to Recognized provident fund, pension fund paid/payable during the year is debited to Profit & Loss account.

b. Gratuity

Corporation has covered gratuity liability with LIC, under employees group gratuity cum life assurance scheme. A liability towards the same is recognized and accounted on the basis of actuarial valuation.

c. Leave encashment

Leave encashment liability occurs due to retirement, superannuation, resignation or death. Leave encashment is recognized and accounted on the basis of actuarial valuation.

l. Transactions pertaining to previous years

Prior period expenses paid during the year and income received during the year which were not accounted for on accrual basis is shown as transactions pertaining to previous years.

m. Income taxes

Current tax

Current income-tax expense is recognised in accordance with the provisions of Indian Income Tax Act, 1961. Minimum alternate tax (MAT) paid in accordance to the tax laws gives rise to future economic benefits in the form of adjustment of future income tax liability. The same is considered as an asset if there is convincing evidence that the Company will pay normal income tax. Accordingly, MAT credit is recognised as an asset in the balance sheet when it is probable that the future economic benefit associated with it, will flow to the Company and the asset can be measured reliably.

Deferred tax

Deferred tax assets and liabilities are recognised for the future tax consequences attributable to timing differences that result between the profits offered for income taxes and the profits as per the financial statements. Deferred tax assets and liabilities are measured using the tax rates and the tax laws that have been enacted or substantively enacted at the Balance sheet date. The effect of a change in tax rates on deferred tax assets and liabilities is recognised in the period that includes the enactment date.

Deferred tax assets are recognised only to the extent there is reasonable certainty that the assets can be realized in the future, however, where there is unabsorbed depreciation or carried forward loss under taxation laws, deferred tax assets are recognised only if there is virtual certainty, supported by convincing evidence of recognition of such assets. Deferred tax assets are reassessed for the appropriateness of their respective carrying values at each Balance sheet date.

n. Provisions and contingencies

The Corporation creates a provision when there is a present obligation as a result of a past event that probably requires an outflow of resources. Provisions are recognised when there is present legal or constructive obligation as a result of a past event and it is more likely than not that an outflow of resources will be required to settle the obligation. Provisions are measured at the management's best estimate of the outflow required to settle the obligations at the Balance Sheet date. 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. and a reliable estimate can be made of the amount of the obligation. A disclosure for contingent liability is 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.

o. Preliminary expenses

Preliminary expenses are charged off to the Statement of profit and loss in the year in which they incurred.

p. Share issue expenses

Expenses incurred in connection with fresh issue of share capital are charged off to the Statement of profit and loss in the year in which they are incurred.

Maharashtra Small Scale Industries Development Corporation Limited

CIN: U74999MH1962SGC012501

Notes to financial statements for the year ended 31 March 2022

Note 2: Share Capital

(Amount in Rs.)

Particulars	31 March 2022	31 March 2021
Authorised :		
20,00,000 (previous year 20,00,000) equity shares of Rs.100/- each	20,00,00,000	20,00,00,000
	20,00,00,000	**20,00,00,000**
Issued :		
14,50,099 (previous year 14,50,099) equity shares of Rs.100/- each	14,50,09,900	14,50,09,900
Subscribed & fully paid-up :		
14,50,099 (previous year 14,50,099) equity shares of Rs.100/- each	14,50,09,900	14,50,09,900
Total	**14,50,09,900**	**14,50,09,900**
Reconciliation of the number of equity shares :		

Particulars	31 March 2022		31 March 2021	
	Number	(Amount in Rs.)	Number	(Amount in Rs.)
Shares outstanding at the beginning of the year	14,50,099	14,50,09,900	14,50,099	14,50,09,900
Shares issued / bought back during the year	-	-	-	-
Shares outstanding at the end of the year	14,50,099	14,50,09,900	14,50,099	14,50,09,900

Rights, preferences and restrictions attached to shares

The Corporation has one class of equity shares having a face value of Rs.100/- each. Each shareholder is eligible for one vote per one share held. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting, except in case of interim dividend. In the event of liquidation, the equity shareholders are

Note 2: Share Capital **(Amount in Rs.)**

eligible to receive the remaining assets of the Corporation after distribution of all preferential amounts, in proportion to their shareholding.

List of shareholders holding more than 5% of total number of shares issued by the Corporation:

Sr. No.	Name of Share holder	31 March 2022		31 March 2021	
		No. of shares held	% of shares held	No. of shares held	% of shares held
1	Shri Ravindra Gurav, Dy. Secretary, Industries and Representative of the Governor of Maharashtra.	14,40,093	99.31	14,40,093	99.31
Total		**14,40,093**	**99.31**	**14,40,093**	**99.31**

Note 3: Reserves and surplus

(Amount in Rs.)

Particulars	31 March 2022	31 March 2021
Capital reserve		
At the commencement of the year	44,785	44,785
Add : Transferred from surplus	-	-
At the end of the year	44,785	44,785
Export incentive reserve		
At the commencement of the year	3,75,000	3,75,000
Add : Transferred from statement of profit and loss	-	-
Written back in current year	-	-
At the end of the year	3,75,000	3,75,000
Grant in aid		
At the commencement of the year	6,84,439	7,26,777
Less: Transferred from statement of profit and loss (refer note 3.1)	(42,338)	(42,338)
At the end of the year	6,42,101	6,84,439
Grant received for paithani		
At the commencement of the year	65,19,550	65,19,550
Less: Utilised in construction of fixed assets	-	-
At the end of the year (refer note 3.2)	65,19,550	65,19,550
Marketing risk & development reserve		
At the commencement of the year	40,61,512	40,61,184
Add: Transferred from statement of profit and loss (refer note 3.3)	1,257	6,415
Less: Utilization for payment	-	(6,087.00)
At the end of the year	40,62,769	40,61,512
Revaluation reserve		
At the commencement of the year	4,43,42,837	4,61,34,751
Less: Transferred from statement of profit and loss (refer note 3.4)	(17,91,914)	(17,91,914)
At the end of the year	4,25,50,922	4,43,42,837

Note 3: Reserves and surplus **(Amount in Rs.)**

Contingency reserves		
At the commencement of the year	2,51,277	2,51,277
Add: Transferred from statement of profit and Loss	-	-
At the end of the year	2,51,277	2,51,277
Surplus in statement of profit and loss		
At the commencement of the year	20,47,57,965	30,97,98,313
Add: Transferred from statement of profit and loss	(1,46,91,709)	(9,65,47,332)
Transfer from reserves	-	-
Rectifications of wrong entries in previous year	-	-
Less : Appropriations :		
Transfer to Marketing risk & development reserve	-	-
Proposed dividend	-	-
Tax on proposed dividend	-	-
Interim dividend	-	-
Rent & Interest arrears for the FY 2008-09 to 2019-20, now provided as per CAG instructions	-	(84,93,017)
Transfer to general reserves	-	-
At the end of the year	19,00,66,256	20,47,57,965
Total	24,45,12,660	26,10,37,365

3.1 The Corporation has purchased leasehold rights of premises at "World Trade Centre" for 60 years for Rs. 25,40,250/-. The same is being written off over a period of 60 years (Rs. 42,338/- every year). Against this, Grant has been received for Rs. 25,40,250/-. The same is shown under "Reserves and Surplus – Grant in Aid" & Rs. 42,338/- is being transferred to the statement of Profit & Loss every year.

3.2 The Corporation had received grant of Rs. 1,26,94,000/- in the earlier years for construction of Paithani Development Centre. The Corporation had purchased looms amounting to Rs. 49,95,000/- by utilising this grant and deducted the said amount of Rs. 49,95,000/- from the grant received. The Corporation had received Grant of Rs. 5,00,000 in F.Y 2008-09 & also received subsidy of Rs. 21,00,000/- in FY 2010-11 for purchase of 100 looms. Since this subsidy pertains to utilisation of Rs. 49,95,000/- (deducted from Govt. grants in the year 2009-10) towards purchase of looms, the said subsidy of Rs. 21,00,000/- was added to Govt. Grants. During FY 2013-14 corporation has utilised Rs. 37,79,450/- on account of construction of compound wall in paithani Development Centre. The balance of Rs. 65,19,550/- is shown under the head Gov. Grants.

Note 3: Reserves and surplus

3.3 The Corporation is crediting 0.1% of rebate earned on marketing business to Marketing Risk Reserve as per the Board resolution passed earlier.

3.4 The Corporation has amortised Rs.17,91,914/- from Revaluation Reserve and corresponding amount has been credited to leasehold land to reduce the value thereon.

Note 4: Long-term borrowing

(Amount in Rs.)

Particulars	31 March 2022	31 March 2021
Unsecured :		
Industries & Labour Dept., Maharashtra Govt. Edu. Unemployment Hire Purchase Scheme (Refer Note 4.1)	13,18,000	13,18,000
Industries & Labour Dept., Maharashtra Govt. Seed Capital (Refer Note 4.1)	64,03,332	64,03,332
Total	**77,21,332**	**77,21,332**

"**4.1** The above loans are outstanding since long back. Management is of the opinion that the scheme amounts reflected in books of accounts are very old and neither reconciled nor payable. Government Department. has also not claimed these amounts from Corporation. Hence, Corporation has not provided interest expenses since 2007-08. The interest expenses provided but not paid till 2007-08 of Rs.1,18,23,707/- is shown in the current liabilities. Interest expenses from 2008-09 to 2021-22 (14 years) of Rs. 45,47,975/- is shown as contingent liability."

Maharashtra Small Scale Industries Development Corporation Limited

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Notes to financial statements for the year ended 31 March 2022

Note 5: Long term provisions

(Amount in Rs.)

Particulars	31 March 2022	31 March 2021
Provision for employees' benefits		
- Gratuity (refer note 5.1 and note 31(A))	8,03,36,075	8,03,36,075
- Leave encashment (refer note 31(B))	1,89,73,206	1,56,22,673
Provision for Income Tax (refer note 5.2)	-	-
Other provisions		
- Provision for litigations	-	-
Total	**9,93,09,281**	**9,59,58,748**

5.1 The above account is not reconciled. The above account includes payment received from LIC for payment of gratuity. The payment made against this amount is debited to advance to gratuity trust. Contribution required for this year is already included in the last year provision, hence this year provision is not made. (Ref. Note 13.1)

5.2 As there is no income tax liability, provision for current financial year is not made. Please refer Note no.33.2 given under Contingent Liabilities."

Note 6: Trade payables

(Amount in Rs.)

Particulars	31 March 2022	31 March 2021
Due to Micro and Small Enterprises (Also, refer note (6.1))	-	-
Due to others (refer note 6.2)	35,85,82,971	36,12,60,482
Total	**35,85,82,971**	**36,12,60,482**

6.1 The Company has not identified suppliers registered under the MSMED Act 2006, and hence information required under the Act is not disclosed.

6.2 The trade payables are subject to scrutiny, reconciliation and consequential adjustments.

Note 7: Other current liabilities

(Amount in Rs.)

Particulars	31 March 2022	31 March 2021
Interest accrued and due on borrowings (refer note 4.1 and note 7.1)	1,18,23,707	1,18,23,707
Advance from customers (refer note 7.2)	15,25,66,807	14,70,15,949
Raw material dues and refund payable (refer note 7.3)	-	1,83,719
Retention money (clubbed with Security & Other Deposits below)	-	10,73,462
Security and other deposits (refer note 7.4)	9,77,41,386	11,37,61,517
Contributions received	-	54,52,989
Employee benefits (refer note 7.5)	17,33,162	35,73,941
Statutory dues (refer note 7.6)	9,86,48,979	5,63,46,317
Other miscellneous liabilities (refer note 7.7)	34,60,33,818	33,56,01,808
Branch & Division	(9,998)	(9,998)
HO Adjustment	-	-
Architect Fees Payable	-	1,27,108
Total	**70,85,37,860**	**67,49,50,518**

7.1 Interest accrued and due on borrowings represent unsecured loans taken long back and not repaid/utilised till date. The Corporation has provided interest till FY 2007-08. (refer note 4.1)

7.2 Advance from customers, raw material and refund payable, security and other deposits are subject to scrutiny, reconciliation and consequential adjustment, along with Debtors Credit balances and Creditors debit balances.

7.3 Raw material dues and refund payable neither reconciled nor any balance confirmation available. Hence, the same is subject to reconciliation and consequential adjustment.

7.4 MSSIDC alloted plot at Wada. However, the agreement is not executed with one party and the premises is not utilised by said party due to removal of HT line of MSEB. Security and other deposit payable neither reconciled nor any balance confirmation available. Hence the same is subject to reconciliation and consequential adjustment.

7.5 Employee benefits neither reconciled nor any balance confirmation available. Hence the same is subject to reconciliation and consequential adjustment.

7.6 Statutory dues are not reconciled and shown net of payable and receivable. The same is subject to Assessment & Appeals on various staturory matters. There are various staturory matters outstanding on which demands are outstanding. This includes 'Liability for Amnesty Scheme 2022 Rs.7,32,66,251/- and for 2023 Rs.85,17,422/-.

Note 7: Other current liabilities

7.7 "The amount includes Rs. 15,50,00,000 payable to Mohit Minerals Pvt. Ltd. The Corporation has appointed Mohit Minerals Pvt. Ltd. as handling agent for distribution of coal. He has submitted Bank Guarantee of Rs.15,00,00,000 and deposited Rs. 50,00,000 as Security Deposit. due to some dispute, the corporation has encashed this bank guarantee. the dispute went for Arbitration and the arbitration award passed by authority went against the corporation. The corporation has filed appeal against the award in Bombay High Court. The Corporation has deposited Rs.22,00,00,000 with High Court on 11.01.2018. Balance amount is subject to reconciliation and consequential adjustment. As per the Court order dated 22-2-24, the Corporation paid Rs. 1,77,79,379/- on account of interest on dated 12-4-2024. As per the Court order the entry passed for Rs. 15 Crores and interest Rs. 7 Cr. vide Jv No 323/31-3-2024"

Maharashtra Small Scale Industries Development Corporation Limited

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Notes to financial statements for the year ended 31 March 2022

Note 8: Short-term provisions

(Amount in Rs.)

Particulars	31 March 2022	31 March 2021
Provision for employees' benefits		
- Provision of gratuity(refer note 33(A))	-	-
- Leave encashment (refer note 31(B))	-	-
Other provisions		
- Provision for arrears of rent	-	-
- Provision for expenses (refer note 8.1)	6,72,15,879	7,70,79,304
Total	**6,72,15,879**	**7,70,79,304**

8.1 "Krupanidhi Limited is subsidiary of MSSIDC Limited. HO building premises is taken on lease from BPT.

Case history

Mumbai port Trust has filed suit against the Krupandhi Limited in the year 1985, on the allegation that this company had committed breach of terms and conditions of the indenture of lease by assigning a major portion of the demised premises to Maharashtra Small Scale Industries Development Corporation Ltd., without the consent of Mumbai port Trust. The suit was decided by his Honour Learned Judge Shri M B Mali on 31st Augast, 2001 and the same was decreed in favour of Mumbai port Trust and the Company were ordered to handover vacant possession of the suit premises within a period of three months from the date decree and it was directed that mesne profit should be ascertained. The Company being aggrieved by the said Judgement and decree dated 31.08.2001 perferred an appeal no. 704 of 2001 in small causes Court, Mumbai through Advocate Shri. Amin Nathani.

Meantime Krupanidhi Ltd. has received a statement of Accounts from Mumbai Port Trust though their Advocate, in the Court during the hearing on 13.03.2008, showing the arrears of Rent etc., amounting to Rs. 2,95,20,970 payable to Mumbai Port Trust for the period from 01.01.1971 to 31.03.08. The Krupanidhi Ltd have forwarded the said statement to all our unit holders/ members requesting them to make the payment of arrears as per their share. The corporation has share of expenses of Rs. 1,83,03,001/- , hence the same has been provided earlier.

BPT has raised demand of arrears to Krupanidhi Limited of Rs. 2,95,20,970/- in 2007-08. This subject matter is in Court and Krupanidhi Limited. is perusing matter to respective authority. Krupanidhi Limited has issued arrears of demand to respective shareholders and we are the major shareholder in Krupanidhi Limited and at present 62 percent shareholding with MSSIDC.

As per the accounting standard (AS) 21 we have to consolidate the balance sheet of MSSIDC Limited and Krupanidhi Limited as per the Company Act 2013. The Krupanidhi

Note 8: Short-term provisions

Limited raised the demand of arrears to MSSIDC, therefore we have to make provision in books of accounts FY-2014-15. The 62 percent share of 2,95,20,970/- is work out Rs. 1,83,03,001.00/- The Corporation has booked provision in books of accounts in FY-2014-15 and Corporation finally made payment on 05.02.2019. The appeal was decided Ex-Parte against Krupanidhi Limited. An application was made for restoration of appeal and condonation of delay at Small Cause Court."

Maharashtra Small Scale Industries Development Corporation Limited

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Notes to financial statements for the year ended 31 March 2022

Note 9: - Property Plant & Equipment

(Amount in Rs.)

Note 9.1:- Tangible Assets

	GROSS BLOCK				DEPRECIATION				NET BLOCK	
	Balance as at 01 April 2021	Additions	Disposals	Balance as at 31 March 2022	Balance as at 01 April 2021	Depreciation	Impairment loss	Balance as at 31 March 2022	Balance as at 31 March 2022	Balance as at 31 March 2021
Freehold land	76,426	-	-	76,426	-	-	-	-	76,426	76,426
Leasehold land	21,10,05,076	-	-	21,10,05,076	15,98,89,471	17,91,914	-	16,16,81,385	4,93,23,691	5,11,15,605
Building on leasehold land	3,31,57,048	-	-	3,31,57,048	1,65,28,714	3,62,935	-	1,68,91,649	1,62,65,399	1,66,28,334
Residential flats	41,03,472	-	-	41,03,472	21,94,151	75,241	-	22,69,392	18,34,080	19,09,321
Office premises	1,14,19,807	-	-	1,14,19,807	51,81,182	3,01,486	-	54,82,668	59,37,139	62,38,625
Paithani dev centre	1,82,226	-	-	1,82,226	1,61,242	1,312	-	1,62,553	19,673	20,984
Plant and machinery	78,58,417	-	8,64,094	69,94,323	49,83,785	1,92,569	-	51,76,353	18,17,969	28,74,632
Office Equipments	1,05,00,443	1,76,078	-	1,06,76,521	1,00,62,713	61,992	-	1,01,24,705	5,51,816	4,37,730
Furniture and fixtures	1,47,27,348	56,750	98,850	1,46,85,248	1,15,71,125	3,99,705	-	1,19,70,830	27,14,417	31,56,223
Electrical fitting	28,59,457	-	-	28,59,457	17,96,816	2,11,143	-	20,07,959	8,51,498	10,62,641
Vehicles	53,22,038	-	-	53,22,038	49,77,992	1,83,460	-	51,61,453	1,60,585	3,44,046
Computers	2,26,04,845	7,18,281	88,500	2,32,34,626	2,14,55,655	2,86,846	-	2,17,42,500	14,92,126	11,49,190
Tangible assets	**32,38,16,603**	**9,51,109**	**10,51,444**	**32,37,16,268**	**23,88,02,844**	**38,68,604**	**-**	**24,26,71,448**	**8,10,44,820**	**8,50,13,758**
Assets less then Rs. 5,000	8,56,498	6,054	-	8,62,552	8,56,498	6,054	-	8,62,552	-	-
Total Tangible Assets	**32,46,73,101**	**9,57,163**	**10,51,444**	**32,45,78,820**	**23,96,59,342**	**38,74,658**	**-**	**24,35,34,000**	**8,10,44,820**	**8,50,13,758**
Previous year	**32,44,60,851**	**17,919**	**2,40,70,716**	**32,46,73,101**	**23,57,37,214**	**39,22,128**	**-**	**23,96,59,342**	**8,50,13,758**	**8,87,23,636**

Note 9.2:- Intangible Assets

	ORIGINAL COST				DEPRECIATION				NET BOOK VALUE	
	Balance as at 01 April 2021	Additions	Disposals	Balance as at 31 March 2022	Balance as at 01 April 2021	Depreciation	Impairment loss	Balance as at 31 March 2022	Balance as at 31 March 2022	Balance as at 31 March 2021
Leasehold rights	63,70,805	-	-	63,70,805	38,26,741	3,55,736	-	41,82,477	21,88,328	25,44,064
Total Intangible Asstes	63,70,805	-	-	63,70,805	38,26,741	3,55,736	-	41,82,477	21,88,328	25,44,064
Previous year	**63,70,805**	**-**	**-**	**63,70,805**	**34,71,005**	**3,55,736**	**-**	**38,26,741**	**25,44,064**	**28,99,800**

Notes :

(i) Amortisation has been provided in proportion to Lease Period from the year in which possession of lands is taken, although the agreements to lease stipulate that they will come into force after the execution of lease agreements. Residential flat Rs. 19.01 lakhs includs two residential flat of Borivali, Mumbai which were handed over for redevelopment in 2015. The same have been demolished and re-development is not completed till date.

(ii) The Corporation has Amortised Lease Hold Rights of the premises in World Trade Centre over its useful life of 60 years.

(iii) Total Depreciation including amortisation of lease hold rights for the year of Rs. 42,32,035/-

Note 10: Non-current investments
(Valued at cost unless stated otherwise)

(Amount in Rs.)

Particulars	31 March 2022	31 March 2021
Quoted investments		
Investment in equity instruments		
1,60,000 (previous year:1,60,000) equity shares of Mah. Ind & Tech Consultancy Org. Ltd., of Rs.10/- each, fully paid up (refer note 10.1 & 10.2)	40,000	40,000
Unquoted investments		
Investment in equity instruments		
1 (previous year: 1) equity share of Mah. State Handloom Co-op Fed. Ltd., of Rs.250/- each, fully paid up	250	250
620 (previous year: 620) equity shares of Krupanidhi Limited of Rs.100/- each, fully paid up	62,000	62,000
Total	**1,02,250**	**1,02,250**

10.1 Original Shares 400 purchased @100 per share (Rs. 40,000), thereafter bonus share 600 alloted to the Corporation. Total no. of share 1000 is subdivide @ 10 each per share and fresh 9000 share @ 10 per share alloted to the corporation. Around 2001-02 fresh bonus shares 1,50,000 alloted to the corporation, thus total no. of Share is 1,60,000.

10.2 During the Year 2013-2014 Mitcon listed its share on recognised stock exchange in India, therefore investment in the shares of Mitcon is quoted shares after their listing. Market Value per share is Rs. 81.00 as on 31.3.2022, thus value of investment is Rs.1,29,30,000/-. (1,60,000 share @81.00 each).

Note 11: Deferred tax assets (net)

(Amount in Rs.)

Particulars	31 March 2022	31 March 2021
Deferred tax liability		
Opening balance	21,63,262	18,93,837
Timing difference on tangible assets depreciation and impairment	-	-
Effects of lease accounting	-	-
Disallowance U/s 43B	1,95,907	2,69,425
PL Encashment	-	-
Total	**23,59,169**	**21,63,262**
Deferred tax assets		
Opening balance	1,66,52,457	1,66,52,457
Unabsorbed depreciation	-	-
Carry forward losses	-	-
Provision for bad and doubtful debts	-	-
Provision for obsolete inventories	-	-
Provision for bad and doubtful advances / deposits	-	-
Provision for warranties	-	-
Provision for diminution in value of investments	-	-
Provision for employee benefits	-	-
Disallowance U/s 40(a)	-	-
Disallowance U/s 43B	-	-
Provision for Bad Debts & Rent Receivable	-	-
Timing difference on tangible assets depreciation and impairment	-	-
Total	**1,66,52,457**	**1,66,52,457**
Net deferred tax assets/(liability)	**1,42,93,289**	**1,44,89,196**
Profit & Loss Impact	**(1,95,907)**	**(2,69,425)**

11.1 During the year, Deferred Tax Liability & Deferred Tax Assets are not recognized in the absence of information & reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized.

Note 12: Long term loans and advances

(Amount in Rs.)

Particulars	31 March 2022	31 March 2021
(Unsecured, Considered Good, unless otherwise stated)		
Capital Advances	-	-
(Unsecured considered good)		
Security deposits (refer note 12.1)		
- Unsecure, considered good	26,41,36,530	25,55,11,262
- Unsecure, considered doubtful	-	-
- Less: Provision for doubtful deposits	-	-
	26,41,36,530	**25,55,11,262**
Advance recoverable in cash or in kind or for value to be received		
- Unsecured, considered good	-	-
- Unsecured, considered doubtful	-	-
- Less: Provision for doubtful advances	-	-
Advances to suppliers	-	-
Less : Provision for doubtful advances	-	-
Loans to Employees	-	-
- Secured considered good	-	-
- Housing and other loans	-	-
Other advances and balances		
- GST receivable		-
- Advance tax and TDS	7,53,11,990	2,30,21,903
- Prepaid Expenses	-	-
- Other advances	-	-
Total	**33,94,48,520**	**27,85,33,165**

12.1 The amount includes Rs. 15,50,00,000 payable to Mohit Minerals Pvt. Ltd. The Corporation has appointed Mohit Minerals Pvt. Ltd. as handling agent for distribution of coal. He has submitted Bank Guarantee of Rs.15,00,00,000 and deposited Rs. 50,00,000 as Security Deposit. Due to some dispute, the corporation has encashed this bank guarantee. The dispute went for Arbitration and the arbitration award passed by authoritywent against the corporation. The corporation has filed appeal against the award in Bombay High Court. The Corporation has deposited Rs.22,00,00,000 with High Court on 11.01.2018. The Deposit of Rs. 50 lakh was paid in April, 2024

as per Court Order. The remaining balance Rs. 4,41,36,530/- amount is subject to reconciliation and consequential adjustment.

12.2 Advance Tax and TDS is subject to reconcilation and consequential adjustment .

Note 13: Other non-current assets

(Amount in Rs.)

Particulars	31 March 2022	31 March 2021
Others		
Advance to gratuity trust (refer note 13.1)	16,46,93,912	17,82,79,876
Bank deposits (due to mature after 12 months from reporting date)		
Long term trade receivables		
- Unsecured considered good	-	-
- Unsecured Considered Doubtful	-	-
- Less: Provision for doubtful receivables	-	-
Bank deposits (due to mature after 12 months from reporting date)	-	-
Deposits	-	-
Advance income tax	-	-
Advance to suppliers	-	-
Divedend receivable	-	-
Total	**16,46,93,912**	**17,82,79,876**

13.1 The above accounts are not reconciled. As per the balance confirmation available with LIC and the balance with LIC as on 31.03.2022 is only of Rs. 1,53,90,636/-. The corporation has not reconciled this account since long and actual payment made for gratuity is also debited to this account due to error in accounting & there is excess balance shown in this account by Rs. 8,03,36,075/- (Ref. Note No. 5.1) Interest received from LIC is directly credited to the Trust Account.

Note 14: Inventories
(valued at cost)

(Amount in Rs.)

Particulars	31 March 2022	31 March 2021
Raw materials	3,94,693	4,30,254
Work-in-progress	6,54,763	7,86,061
Finished goods	11,08,244	30,91,435
Traded goods	50,40,302	29,28,614
Total	**71,98,002**	**72,36,364**

Note: Opening Stock & Closing Stock figures are taken from with stock books maintained in the software at various units, which are certified by management.

Note 15: Trade receivables

(Amount in Rs.)

Particulars	31 March 2022	31 March 2021
Receivables outstanding for a period exceeding six months from the date they are due for payment		
- Secured, considered good	-	-
- Unsecured, considered doubtful (refer note 15.1)	46,50,35,841	34,95,42,504
- Less: Provision for bad and doubtful receivables	4,96,27,447	4,96,27,447
	41,54,08,394	29,99,15,057
Other receivables		
- Secured, considered good	-	-
- Unsecured, considered good (refer note 15.2)	-	-
Total	**41,54,08,394**	**29,99,15,057**

15.1 The Trade Receivables are subject to scrutiny, reconciliation, consequential adjustments, along with Debtors Credit balances and Creditos Debit balances. The amount includes many sundry debtors, outstanding for over three years, which is not quantifiable due to mapping issue in Tally Accounting Software . The Management is of opinion that some of the debtors pertaining to marketing activity which are backed by creditors, and some of the debtors legal cases are filed which result will be favorable. Hence no provision is made against these debtors.

Godown rent recievable was grouped under Note 18 - Other Current Assets till last FY. However in the current FY, the same has been regrouped under Note 15 - Trade Receivables in the current FY. Rs. 11,07,28,611.37

Trade Receivables of Rs. 8,73,05,634 were due from M/S. Metal Tube Rolling Mills (MTRM). The matter went under arbitration. Advocate of the Corporation has finally completed argument before the Arbitrator in April 2011. The arbitrator has passed the award on 14.06.2011 in favour of the Corporation, directing the MTRM to deposit Rs 16,99,56,060 plus interest. The Arbitration award was challenged by MTRM. The case challenging the Arbitration Award was decided in favour of MSSIDC by the Bombay High Court on 27/08/2018. The Caveat was filed in the Hon'ble Supreme Court within the stipulated time. The corporation filed execution application dated 27.07.2016 for a claim of Rs. 50,64,73,685 at the Bombay High Court. Further, the Execution proceeding is in process at the Hon'ble High Court. The Corporation has also filed an interim application before Hon'ble High Court, Bombay in 2023 and 2024 and the Hon'ble High Court has passed an interim order that the parties to maintain status-quo with respect to the properties/projects in question, except the work of construction that is being carried out by Mr.Ardeshir's client. The matter is pending before the Hon'ble High Court, Bombay.

Note 15: Trade receivables

Trade Receivables includes Rs. 5,62,79,307 receivable from Mehta Group of industries. The Corporation has filed civil suit as well as u/s 138 (cheque bouncing) on Mehta Group of Companies (1. Prithavi Espat, 2. Holum Iron Steel, 3. Parshwa Engg., 4. Munish Forge Ltd.). The legal cases are in process, in which in Holums Iron Steel under 138 case (Cheque Bouncing Case) the party approached for the settlement of this matter before the Mediation court. The mediation proceedings were conducted before Hon'ble Mediator Adv. Shridhar Purohit, High Court, Nagpur Bench on 02.01.2025. Both parties agreed to the terms of the MOU, which was signed in the presence of the mediator. and Holum Iron Steel Agreed for payment of Rs. 49,00,000/- to MSSIDC in 6 installement till June 2025.

Prithavi Espat- The Corporation had filed special Civil Suit No. 574/2002 for recovery Rs. 1,13,35,861/- in the court of Civil Judge Senior Division Nagpur. The said suit dismissed by Court on 13-11-2008 for default. (As Corporation's advocate was absent and nobody was present on behalf of Corporation. We have filed Civil Suit for restroation of original recovery suit which was dismissed in default. the The summons issued to defedents are returned back with endorsement left the address above 6-7 years back. The Court has directed to issue fresh Summons on new address as we do not have new address summons cannot be issued. Amarchand Mehta died on 09-11-2008. On the 19.04.2025 Hon'ble Court has allowed the delay is hereby condoned for presenting the application for restoration of Civil Suit No. 574/2002 (MSSIDC Vs. M/s. Prithvi Ispat & Others), subject to a cost of Rs 10,000/- payable to D.L.S.A., Nagpur. The Corporation has paid Amount Rs. 10,000/- to DLSA, Nagpur. The matter is pending before the Hon'ble Court, Nagpur, for further steps.

Holum Iron Steel- in special (commercial) civil suit no.9/2016, the court has given judgement in favour of MIDC and passed decree for Rs.4,53,56,449/-. The amount of decree passed by the court is wrongly mentioned as Rs.4,53,56,449/- in stead of Rs.5,30,31,512/-. The Corporation filed marji application for correction and modificaiton of decree. The Said Marji application has allwed on 09.01.2025. and corrections were carried out in the Decree. Now the Corporation has filed an execution application of the said decree for further steps.

Parshwa Engg SCS No 14/2016- mssidc file affidavit for evidence on 25/10/2016. mssidc adv. take chif on 22/02/2017 and court passed the order of no cross. defendant no. 3 bipin babulal mehata filed application for setting aside order of no cross. the corporation filed objection on application. for hearing on application for setting aside order of no cross. the matter is pending before the hon'ble district judge, nagpur for framing issues. The Defendant no 3 Bipin Babulal Mehata filed the application for framing the additional issues before Hon'ble Court, Nagpur, the said application is pending for hearing before Hon'ble Court.

Munish Forge Ltd- RDN/145/2017- The suit is decred with first on dated 17-04-2017 by Civil Judge Senior Division . The defendant are diredcted to pay an amount of Rs. 50,43,435/- with interest @ 27%per annum till it's realization. This is a regular Darkhast for execution of decree

Note 15: Trade receivables

of Rs. 2,57,85,135/- in this matter summons have not been served to the respondents due to non availabilty of the Noticee. The Corporation has filed an application before the Hon'ble Court for publication of Summon/notice, and the Hon'ble Court has allowed the application. The matter is pending before the Civil Judge Sr. Division, Nagpur.

RCA 303/ 2017- Civil Case No. 621/2002 decided in favour of MSSIDC on 17.04.2017. Bipin Mehta, being Respondant No.3 of the said case has challanged to squash and set aside impugned and decree dtd. 17.04.2017 before District Judge. We have filed Written Reply by our Advocate on 10.07.2017. This appeal has been filed by Bipin Mehta against the Corporation where in we have filed our written submission. the said matter is pending for hearing before Hon'ble Court. "

Khutale- sundry debtor includes receivable from m/s. Khutale Steel Rolling Mills Pvt Ltd. (""khutale""), Satara for Rs. 42,52,635. Khutale unauthorizedly removed raw material supplied under the warehousing credit scheme and has an outstanding of Rs. 42,52,635 as on date. The judgment delivered in favour of the corporation in civil suit filed by the corporation in the satara court against Khutale for recovery, and the original decree execution papers were submitted to Hon’ble High Court, Mumbai. the matter is pending before high court. notice of motion no. 843 of 2013 is filed in High Court judicature at bombay. the notice of motion, which is filled for restoration is pending with hon’ble high court."

Note 16: Cash and bank balances

(Amount in Rs.)

Particulars	31 March 2022	31 March 2021
Cash and cash equivalents		
Cash on hand	78,777	32,913
Balances with banks		
- in current accounts	6,19,58,688	4,69,91,126
- in deposit account (with maturity upto 3 months)	-	-
Other bank balances		
- Deposits with maturity more than 3 months but less than 12 months	45,59,00,000	50,83,00,000
- Balances with bank held as margin money	-	-
Total	**51,79,37,465**	**55,53,24,039**

Note 17: Short-term loans and advances

(Amount in Rs.)

Particulars	31 March 2022	31 March 2021
Unsecured considered good, unless otherwise states:		
Loans and advances to employees		
- Housing and other loans	-	-
- Salary advances	-	1,98,644
Advance to suppliers (refer note 17.1)	5,61,05,299	5,16,41,225
Advance recoverable in cash or in kind or for value to be received		
- Unsecured, considered good	-	1,72,05,297
- Unsecured, considered doubtful	-	-
- Less: Provision for doubtful loans and advances		
	-	1,72,05,297
Security deposits		
- Unsecured, Considered Good	-	-
- Unsecured, Considered Doubtful	-	-
- Less: Provision for Doubtful Amount	-	-
Other Advances and Balances (Ref Note 17.2)	65,95,352	-
- Exhibition and Training	-	16,62,098
Total	**6,27,00,650**	**7,07,07,264**

17.1 Advance to suppliers are subject to scrutiny, reconciliation and consequential adjustments.
Advance to Suppliers includes Advance of Rs. 29.42 lakhs which was paid on 24.11.2003 to M/s. Inter National Steel Industries (ISI), Mumbai, towards raw material transaction. Since the amount was outstanding and FIR was lodged with Economic Offence Wing (EOW) on 22.12.2004, the matter is under investigation. Further, the Corporation has also filed 2 criminal complaints against ISI and the same are pending before Metropolitan Magistrate Court (Esplanade), Mumbai. The Corporation have submitted fresh addresses of accused to the Hon'ble Court. Hon'ble Court issued non-bailable warrant on fresh addresses.The accused are absoconding and concern police department are searching for the absconded accused.Balance amount is also subject to reconcilation and consequentile adjustment

17.2 Balance amount is subject to reconcilation and consequentiles adjustment.

Note 18: Other current assets

(Amount in Rs.)

Particulars	31 March 2022	31 March 2021
Unsecured considered good, unless otherwise stated		
Interest Accrued on fixed deposits	1,93,36,822	2,03,60,316
Claim recoverable (refer note 18.2)	34,28,011	34,28,011
Rent receivable (refer note 18.1)	30,85,190	10,70,41,547
- Less: Provision for doubtful rent receivable		
	30,85,190	10,70,41,547
Prepaid expenses	24,231	42,742
Preoperative Expenses	-	-
Total	**2,58,74,253**	**13,08,72,615**

18.1 (a) The Godown Rent Receivable amount is regrouped Rs. 11,07,28,611.37 during the year under Note-15 for Trade Receivables.

(b) The Corporation had given their godowns on rental basis to Thakkar Warehousing Agency (TWA). The party has sublet the said godowns to 5 parties. There was a dispute between the Corporation and TWA and the matter was handed over to the arbitration. The arbitrator has given their award in favour of the Corporation for Rs.2.59 Crores on 08.10.2010 on which TWA has filed petition in the court of Law challenging the arbitration award, which has been admitted by the court. The Corporation has filed an appeal before divisional bench to challenge the order of the single bench of admission of the petition of TWA. The appeal of the Corporation is admitted and pending for final hearing.

18.2 Claim amount recoverable is not reconciled and there is no recovery of this amount since long.

Note 19: Revenue from operations

(Amount in Rs.)

Particulars	31 March 2022	31 March 2021
Sale of products		
- Finished goods	3,66,851	27,76,781
- Traded goods	5,31,38,533	12,72,86,929
	5,35,05,384	13,00,63,710
Total	**5,35,05,384**	**13,00,63,710**

'Breakup of revenue from sale of products

Note 19.1:	31 March 2022	31 March 2021
Manufactured goods		
- Cotton paithani sarees (Refer Note 19.2)	3,66,476	26,87,409
- Coir Products	375	89,372
Traded goods		
- Marketing sales	4,49,60,249	12,27,47,562
- Handicraft sales (Refer Note 19.3)	81,78,284	45,39,367
Total	**5,35,05,384**	**13,00,63,710**

Breakup of Cotton paithani sarees

Note 19.2:	31 March 2022
Paithan	3,66,476

Breakup of Handicraft Sales

Note 19.3:	31 March 2022
Paithan	38,00,258
Delhi	32,29,821
WTC	11,48,205
Total	**81,78,284**

Note 20: Other income **(Amount in Rs.)**

Particulars	31 March 2022	31 March 2021
Interest income	2,39,62,027	3,36,15,602
Dividend income from	-	-
- long tem investments	-	-
Gain/(Loss) on Sale of Investments (Net):	-	-
- On Long-Term Investments	-	-
Rental income	4,96,37,848	3,81,96,814
Liabilities written back to the extent no longer required	-	2,78,180
Other non-operating income	17,12,220	8,76,218
Rebate Income	13,75,770	64,14,700
Commission	-	3,87,989
Stock Loss in Fire	-	-
Prior Period Item	-	-
less: Inter Company Transaction	-	-
Total	**7,66,87,865**	**7,97,69,504**

Note 21: Cost of Raw materials consumed

(Amount in Rs.)

Particulars		31 March 2022	31 March 2021
Raw material consumed			
Opening inventory		4,30,254	1,75,296
Add : Purchases	5,79,547		
Less: Loss (Dying) during process	1,09,253	4,70,294	6,76,452
		9,00,548	
- Less : Inventory at the end of the year		3,94,693	4,30,254
Cost of raw materials consumed during the year		**5,05,855**	**4,21,494**

Note 22: Purchases of traded goods

(Amount in Rs.)

Particulars	31 March 2022	31 March 2021
Marketing and handicraft purchases	4,83,74,996	12,60,40,733
Total	**4,83,74,996**	**12,60,40,733**

Note 23: Changes in inventories of finished goods, work-in-progress and stock-in-Trade

(Amount in Rs.)

Particulars	31 March 2022	31 March 2021
(Increase)/Decrease in stocks		
Stock at the end of the year:		
- Finished goods	11,08,244	30,91,435
- Work-in progress	6,54,763	7,86,061
- Stock in trade	50,40,302	29,28,614
Total A	**68,03,309**	**68,06,110**
Less: Stock at the beginning of the year:		
- Finished goods	30,91,435	28,00,349
- Work-in progress	7,86,061	7,78,415
- Stock in trade	29,28,614	32,89,280
Total B	**68,06,110**	**68,68,044**
(Increase)/Decrease in stocks (A-B)	**2,801**	**61,933**

Note: Opening Stock & Closing Stock figures are taken from with stock books maintained in the software at various units, which are certified by management.

Note 24: Employee benefit expenses

(Amount in Rs.)

Particulars	31 March 2022	31 March 2021
Salaries, wages and bonus	2,87,01,647	3,53,98,726
Contribution to provident and other funds	20,51,264	30,42,394
Gratuity	4,202	-
Staff welfare expenses	93,100	74,729
less: Inter Company Transaction		
Total	**3,08,50,213**	**3,85,15,849**

Note 25: Finance costs

(Amount in Rs.)

Particulars	31 March 2022	31 March 2021
Interest on long term borrowings	-	-
Interest on shortfall of advance tax	-	-
Other borrowing costs	-	-
Net loss on foreign currency transactions and translation	-	-
Bank charges	63,642	99,598
Interest paid others	5,83,653	5,14,587
Total	**6,47,295**	**6,14,185**

Note 26: Depreciation and amortization expense

(Amount in Rs.)

Particulars	31 March 2022	31 March 2021
Depreciation of tangible assets (Also, refer note 9)	38,74,658	39,22,128
less: Inter Company Transaction	-	-
Amortisation of Intangible Assets	3,55,736	3,55,736
	42,30,394	42,77,864
less: Transfer to Revaluation reserve	17,91,914	17,91,914
less: Debit pertaining to previous year (short Amort. Of Last year)	-	-
Total	**24,38,479**	**24,85,950**

Note 27: Other expenses

(Amount in Rs.)

Particulars	31 March 2022	31 March 2021
Power and fuel	8,81,992	10,40,525
Freight, clearing and forwarding	1,50,482	200
Rent	92,53,250	76,31,894
Repairs and maintenance		
- Building	24,05,533	28,93,931
- Plant and equipment	-	-
- Other	22,98,216	1,23,630
Insurance	2,07,722	2,53,267
Rates and taxes	5,78,276	17,83,485
Travelling and conveyance	5,47,818	8,50,978
Directors' fees (refer note 27.1)	83,91,574	7,000
Payments to auditors (Also, refer note 27.2)	10,77,251	5,00,000
Legal and professional charges	1,74,76,236	13,16,270
Advertisement expenses	3,10,747	17,27,606
Printing and stationery	1,21,470	3,04,228
Communication expenses	2,58,310	
Office maintenance	8,14,335	9,04,626
Vehicle running and maintenance charges	18,72,821	17,40,274
Corporate social responsibility	-	-
Mkt Risk & Devepoment Res.	-	6,415
Provision for doubtful loans and advances	-	-
Provision for rent arrears	-	-
Bad debts written off	-	-
Impairment loss on fixed assets	-	-
Dues paid on assessment	-	-
Security expenses	36,18,149	37,25,477
Fixed Asset written off	-	-
Miscellaneous expenses	97,22,802	1,05,21,758
Total	**5,99,86,984**	**3,53,31,564**

27.1 Emolmuments paid to Hon'ble Managing Director is shown under this head this year. Up to preious year this was clubbed with 'Salary, wages & Bonus'.

27.1 Payment to auditors	**31 March 2022**	**31 March 2021**
- As auditor		
- Statutory audit	4,20,339	3,50,000
- Tax audit	1,50,000	1,50,000
- Internal audit	2,68,000	-
Reimbursement of expenses	2,38,912	-
Total	**10,77,251**	**5,00,000**

Note 28: Prior period items (net)

(Amount in Rs.)

Particulars	31 March 2022	31 March 2021
Income		
Sales	-	-
Dividend	1,92,000	-
Rent Income	3,600	-
Professional Fees	-	3,00,420
Services Charges/Rebate	-	-
Electricity Charges (Reimbursed)	-	-
Refund National Information centre	-	-
Maintenance Charges	55,086	2,773
Legal Charges	-	25,650
Miscellaneous Income	1,47,917	43,763
Total A	**3,98,603**	**3,72,606**
Expenditure		
MVAT/BST Paid Under Amnesty Scheme 2022	-	6,87,57,627.90
MVAT/BST Paid Under Amnesty Scheme 2023	-	89,94,926.98
Interest paid-MVAT/BST Amnesty Scheme 2022 & 2023	-	2,30,57,354.63
Legal fees	51,750	1,25,000.00
Marketing expenses	-	-
Rent, Rates and taxes	8,84,550	12,33,157.00
Employee benefit expenses	-	5,33,646.00
Miscellaneous expenses	1,93,121	-
Professional Fee	-	1,68,100.00
Travelling Exp	-	84,960.00
Interest expenses	42,665	-
Office expenses	9,452	-
Rates & Taxes	-	-
Repair & Mintainance Building	1,18,613	29,767.00
Other Expenses	1,32,678	27,479.00
Total B	**14,32,829**	**10,30,12,019**
Total (A-B)	**(10,34,226)**	**(10,26,39,413)**

29 Earning per share (EPS)

(Amount in Rs.)

Earnings Per Share is calculated in accordance with Accounting Standard 20 - 'Earning Per Share' - (AS-20), notified by the Company's (Accounting Standards) Rules, 2006 (as amended)

Particulars	31 March 2022	31 March 2021
Net profit after taxes as per statement of profit and loss attributed to equity shareholders	(1,46,91,709)	(9,65,47,332)
Weighted average number of equity shares used as denominator for calculating EPS	14,50,099	14,50,099
Basic and diluted	(10.13)	(66.58)
Face value per share in rupees	100	100

30 Segment reporting

Primary segment reporting (by business segment)

The Corporation has identified its reportable segment for Segment Reporting , in accordance with Accounting Standard 17 , as Marketing and Emporium which are primary segment. In addition, the following policies have been followed for Segment Reporting.

(i) Segment Revenue includes sales and other income directly identifiable with / allocable to the segment with bifurcation of inter segment revenue.

(ii) Expenses that are directly identifiable with /allocable segments are considered for determining the segment results. Expenses which relate to the corporation as a whole and not allocable to segments are included under “Unallocable Expenditure”.

(iii) Income which relates to the Corporation as whole and not allocable to segments is included in “ Unallocable Segment”

(iv) Segment assets & liabilities include those directly identifiable with the respective segments, Unallocable Corporate assets and liabilities represents the assets and liabilities that relate to the corporation as a whole and not allocable to any segment.

Maharashtra Small Scale Industries Development Corporation Limited

CIN: U74999MH1962SGC012501

Notes to financial statements for the year ended 31 March 20222

Particulars	Marketing Activity	Emporium	Production activity	Unallocated	Total
	31 March 2022	31 March 2022	31 March 2022	31 March 2022	
Reveune					
Total revenues	4,49,60,249	81,78,284	375		5,31,38,908
Internal revenue (sales through stock transfer)		3,66,476			3,66,476
Direct attributable income to segment	13,75,770				13,75,770
Other unallocable income					-
Total revenues	**4,63,36,019**	**85,44,760**	**375**	**-**	**5,48,81,154**
Attributable expenses to segment					-
Unallocated expenses					-
Operating profit	**4,63,36,019**	**85,44,760**	**375**	**-**	**5,48,81,154**
Finance Cost					-
Interest income					-
Other income					-
Profit before tax and extraordinary items	**4,63,36,019**	**85,44,760**	**375**	**-**	**5,48,81,154**
Income taxes/ deferred taxes	-	-	-		-
Prior Period Adjustment (Net)	-	-	-		-
Net Profit	**4,63,36,019**	**85,44,760**	**375**	**-**	**5,48,81,154**
Other information					
Segment assets					-
Unallocated corporate assets					-
Total assets	**-**	**-**	**-**	**-**	**-**
Segment liabilities					-
Unallocated corporate liabilities					-
Total liabilities	**-**	**-**	**-**	**-**	**-**

Note:- Proper details and information about segment wise attributable expences, assets, libilities etc. are not available.

(Amount in Rs.)

31 Disclosure as required by Accounting Standard (AS)-15 (Revised) on "Employee Benefits":

A. In respect of Gratuity, a Defined Benefit Scheme (based on actuarial valuation):

The Corporation pays gratuity to the employees whoever has completed five years of service with the Corporation at the time of superannuation or resignation as per Gratuity Act 1972.

The Corporation has invested in LIC trust under employees group gratuity cum life assurance scheme. The liability in respect of gratuity is calculated using the Projected Unit Credit Method and spread over the period during which the benefit is expected to be derived from employees' services.

The Corporation has obtained gratuity valuation certificate from the actuary, as per actuary valuation certiifcate the liability on account of gratuity as on 31.03.2022 is of Rs. 2,97,79,252/-. Since the corporation has already provided excess liability in the books of account and on conservative view excess liability is not reversed.

B. In respect of Leave Encashment, a Defined Benefit Scheme (based on actuarial valuation):

Particulars	31 March 2022	31 March 2021
Benefit type	Privilege leave	Privilege leave
Method of valuation	Projected unit credit method	Projected unit credit method
Valuation results		
Discontinuance liability	1,72,27,315	1,39,77,817
Projected benefit obligation	1,89,73,206	1,56,22,673
Other Results		
Average future service	4 years	4 years
Current & non-current liability		
Funding status	Unfunded	Unfunded
Fund balance	NA	NA
Current liability	66,35,082	41,33,094
Non-current liability	1,23,38,124	1,14,89,579
Valuation Assumption		
Mortality Rate	Indian Assured Lives Mortality (2006-08) Ult Table	Indian Assured Lives Mortality (2006-08) Ult Table
Discount Rate	6.09%	6.06%
Salary escalation rate	9.75%	9.75%

Particulars	31 March 2022	31 March 2021
Attrition rate	5.00%	5.09%
Retirement Age	58 & 60 years	58 & 60 years
Maximum accumulation	300 days	300 days

Note: - Figures for F.Y. 2021-22 are as per summary results of actuarial valuation report.

C. In respect of Gratuity, a Defined Benefit Scheme (based on actuarial valuation):

Particulars	31 March 2022	31 March 2021
Benefit type	Gratuity	Gratuity
Method of valuation	Projected unit credit method	Projected unit credit method
Valuation results		
Discontinuance liability	5,02,50,055	3,39,77,610
Projected benefit obligation	4,85,24,956	3,81,01,432
Other Results		
Average future service	4 years	4 years
Current & non-current liability		
Funding status	Funded	Funded
Fund balance	1,69,62,033	3,49,08,813
Current liability	17,83,671	15,55,543
Non-current liability	2,97,79,252	16,37,076
Valuation Assumption		
Discount Rate	6.09%	6.06%
Salary escalation rate	9.75%	9.75%
Attrition rate	5.00%	5%
Retirement Age	58 to 60 years	58 to 60 years

Note: - Figures for F.Y. 2021-22 are as per summary results of actuarial valuation report.

(Amount in Rs.)

32 Disclosures in respect of cancellable operating lease

The Corporation has entered into cancellable leasing arrangement for the premises on mutually agreeable terms. The lease rentals of Rs.93,83,075/- (31 March 2021: Rs.76,21,894/-) are debited under the head "Other expenses-Rent" under note 27.

33 Contingent liabilities and commitments

Particulars			31 March 2022	31 March 2021
(a)	Claims against the Corporation not acknowledged as debt:			
	i)	Mumbai Port Trust (refer note 33.1)	45,88,82,204	45,88,82,204
	(ii)	WIST – Wadala Godown, Mumbai	-	1,08,32,189
	(iii)	Savatram Polymers, Akola	24,65,320	24,65,320
	(iv)	Shri Industries Aurangabad	-	8,06,971
	(v)	Assistant Commisioner SPF Paithan	6,18,234	6,18,234
	(vi)	Dist Cooperative Industrial Development Society , Nanded	4,39,502	4,39,502
	(vii)	Grips India, Parbhani	-	3,82,767
	(viii)	Maruti Wires, Parbhani	-	4,68,725
(b)	Provision for Interest expenses not made of following:			
	(i)	Unemployment Hire Purchase Scheme	11,04,226	9,48,960
	(ii)	Industries & Labour Dept., Maharashtra Govt. Seed Capital	34,43,749	26,89,410
	(iii)	Mohit Minerals Pvt. Ltd.	6,50,00,000	6,50,00,000
(c)	Tax Liability not acknowledged as debt and Pending in Appeal with higher authority (exclusive of the effect if similar matters in respect of Assessment remaining to be completed) in respect of :			
	(i)	Income Tax (33.2)	6,94,87,353	6,56,25,383
(d)	Penalty u/s 271B of the Income Tax Act for non-Filling of Tax Audit Report u/s. 44 AB of the Income Tax Act for last 3 years (FY 2013-14 to FY 2017-18.		11,00,000	10,00,000.00

33.1 Mumbai Port Trust vide letter dated 02.08.2017 raised demand towards pending regulation / rectification of breaches and liquidation of Port Trust Arrears of Rs.45,88,82,204/- in respect of TW-2 Shed at Cotton Green. The matter is to be placed in board meeting.

33.2 The total demand of Income Tax for the AY 2011-12, 2012-13, 2015-16 & 2016-17

is Rs.6,56,25,383/-. and this amount includes Rs. 38,61,970/- towards tax liability computed by the assessing officer vide order dated 18/03/2021 under section 143(3) for A.Y. 2018-19, which has been disputed under appeal to CIT dated 12/04/2021.

34 Related party disclosure

a) Names of related parties
As per Accounting Standard 18 – Related Party Transactions, specified under section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules 2014 (as amended), the Corporation's related parties and transactions with them are enumerated below:

(a)	Enterprises where control exists:	
	(i)	Subsidiaries:
		Krupanidhi Limited
	(ii)	Key Managerial Personnel one level below the board
		Shri Praveen Darade-Managing Director
		Smt. Sandhya Pawar-CFO
		Shri Kush Keshri-Company Secratory
		Shri V.D.Kapate-General Manager

b) The transactions with related parties for the year are as follows:

Transaction during the year	**31 March 2022**	**31 March 2021**
Maintenance charges contribution to Subsidiary		
Krupanidhi Limited (Maintenance Charges)	-	-
Krupanidhi Limited (Payment made for maintenance charges)	-	-
Remuneration to KMP and one lavel below the board		
Smt. Jayshree Bhoj (IAS)	-	12,54,696
Shri Praveen Darade (IAS)	33,15,891	17,54,995
Shri Praveen Darade -Reimbursement of other expenses	3,07,764	-
Shri Venugopal Reddy-Remunaration	-	2,37,746
Shri Venugopal Reddy-Other Expenses	-	-
Shri Kush Keshri-Remunaration	7,99,904	7,60,637
Smt. Sandhya Pawar- C.F.O	17,05,410	14,58,080
Shri V.D.Kapate (GM)-Remunaration	13,91,892	12,85,593

c) Balance outstanding with related parties:

Party name	**Receivable/payable**	**31 March 2022**	**31 March 2021**
Krupanidhi Limited	Maintenance charges contribution payable	17,53,360	17,35,845

35 Additional information

	Particulars	31 March 2022	31 March 2021
A.	**C.I.F. Value of Imports by the Company:**	**-**	**-**
	Raw materials	-	-
	Coal and fuel	-	-
	Trading goods	-	-
	Stores and spares	-	-
	Capital goods		
B.	**Expenditure in foreign currency during the year:**		
	Technical Know-how and professional or consultation fees	-	-
	Interest	-	-
	Foreign travelling	-	-
	Others	-	-

C. Value of Raw Materials, and Stores and Spares Consumed during the year ended:

		Rs. in lacs		Percentage (%)	
		31 March 2022	**31 March 2021**	**31 March 2022**	**31 March 2021**
	Raw materials:				
	Imported	-	-	-	-
	Indigenous	11.84	9.71		100%
		11.84	**9.71**		
	Stores and spares:				
	Imported	-	-	-	-
	Indigenous		-		100%
		-	-		
D.	**Earnings in foreign exchange:**				
	Export of goods on F.O.B. basis	-	-		
	Others	-	-		

36 The Company has regrouped / reclassified the previous year figures to conform to the current year's presentation.

For Ambavat Jain & Associates LLP
Chartered Accountants
FRN: 109681W

Kamal Sharma
Name of the Partner
Membership No. 112843

Place : Mumbai
Date :
UDIN: 25112843BMOCQX1296

For and on behalf of the Board

Chief Financial Officer

Managing Director
DIN: 11317828

Company Secretary

Director
DIN: 10741883

Place : Mumbai
Date :

Note-37 Ratios

Ratios	Numerator	Denominator	Current Period	Previous period	% Variance (% Change)
A	B	C	D= B/C	E	F
Current ratio	Current Asset	Current liabilities	0.91	0.96	-4.64%
Debt Equity Ratio	Total Debt	Shareholder's Equity	0.02	0.02	0.00%
Debt – Service Coverage Ratio	Net profit after Tax	Interest and Lease payouts +			
	+	Principal Repayment on the Long Term Borrowing during the year			
	Depreciation & Amortization		NA	NA	
	+				
	Finance Cost – other Income				
Return on Equity	Net Income	Shareholder's Equity	NIL	NIL	
Trade Receivable Turnover	Total Revenue from operations	Avg. Trade Receivables	0.13	0.43	-13.22%
Trade Payables Turnover	Total Purchases	Avg. Trade payables	0.14	0.35	-7.48%
Net Capital Turnover	Total Sales	Shareholder's Equity	0.14	0.32	-5.86%
Net Profit Ratio	Net Profit after Tax attributable to owners	Total Revenue from operations	-0.27	-0.74	-34.72%
Return on Capital Employed	EBIT	Total Assets – Total Current Liabilities	-0.03	0.10	-1.35%
Return on Investment	Net Profit	Cost of Investment	NA	NA	

KRUPANIDHI LTD

FINANCIAL STATEMENTS OF THE COMPANY

KRUPANIDHI LIMITED

'KRUPANIDHI', 9, VVALCHAND HIRACHAND MARG, BALLARD ESTATE, MUMBAI 400 001.

CIN : U70101MH1964SGC013078

COMPANY INFORMATION

THE BOARD OF DIRECTORS - 2021- 2022

COMPANY INFORMATION

CHAIRMAN & DIRECTOR	: SHRI VIJAY DIGAMBER KAPATE
DIRECTOR	: SHRI SURENDRA KUMAR
DIRECTOR	: SHRI KARAN CHARAN SAHOO
CHIEF ADMN. OFFCER	: SHRI PRAKASH Y. RAO
ADMN. OFFICER [A/C]	: SHRI CHANDRAKANT WAGHMARE
BANKER	: BANK OF INDIA MUMBAI MAIN BRANCH MUMBAI 400 001.
AUDITORS	: M/S. SIGMAC & CO. CHARTERED ACCOUNTANT 204, KALPATARU PLAZA CHINCHOLI BUNDAR OFF S. V. ROAD MALAD (W) MUMBAI 400 064
REGD. OFFICE	: 'KRUPANIDHI' 9, WALCHAND HIRACHAND MARG BALLARD ESTATE, MUMBAI 400 001

"KRUPANIDHI"

9, WALCHAND HIRACHAND MARG
BALLARD ESTATE,MUMBAI 400 001.

CIN: U70101MH1964SGC013078

TO,
The Members
Krupanidhi Limited
MUMBAI.

1. INTROUCTION

The Directors take pleasure in presenting the 57TH ANNUAL REPORT of your Company along with Revised Profit & Loss Account for the YEAR ENDING 31sr MARCH, 2022 and the Revised Balance Sheet as on that date along with Revised Auditor's Report, the Director's Report and NIL Comment Certificate & Management letter no. 529, 532 dt. 09.03.026 of CAG on the Revised accounts FOR THE YEAR 2021-2022.

2. FINANCIAL RESULTS

The Financial Results for the Financial year ended 3pt March, 2022 as compared to previous year are summarized below :

[Figures in Rs. 100/-]

Particulars	**For the financial year ended on**	
	31.03.2022	**31.03.2021**
Income	45,956.88	38,987.69
Less : Expenses	45,956.88	38,987.69
Profit/(Loss) Before Tax	0	0
Less : Deferred Tax	0	0
Income Tax of earlier years w/off	0	0
Exception Income	0	0
Exception Expenditure	0	0
Profit after Tax	0	0

3. STATE OF COMPANY'S AFFAIRS & FUTURE OUTLOOK

Company has not made any Profits nor incurred any Losses. Since your Company is not a profit making organization, all expenses incurred during the year under audit, were as per usual practice proposed to be recovered from the members on pro-rata basis.

4. CHANGE IN NATURE OF BUSINESS, IF ANY

There is NO change in the nature of business of the Company during the Financial year 2021-2022

5. DIVIDEND

The Directors of the Company have not recommended any dividend during the Financial year 2021-2022.

6. RESERVES

The Company has not made any profit nor incurred any loss during the Financial year 2021-2022 and hence no funds were transferred to the Profit & Loss Account for the year ended 31st March 2022

7. WEBSITE OF THE COMPANY	The Company does not maintain any website.
8. NUMBER OF BOARD MEETING CONDUCTED DURING THE YEAR	The Board of Directors met 4 times during the year under review and the details of meeting held are as under : 17.05.2021 05.07.2021 05.08.2021 15.12.2021
9. COMPLIANCE OF SECRETARIAL STANDARDS	The Company has complied with all the applicable provisions of Secretarial Standards
10. DIRECTORS RESPONSIBILITY STATEMENTS	In accordance with the provisions of Section 134(5) of the Companies Act, 2013, the Board here by submits that : (a) In the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures; (b) The directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the Financial Year and of the profit and loss of the Company for the period; (c) 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; (d) The Directors had prepared the annual accounts on a going concern basis, and (e) 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.
11. STATUTORY AUDITORS REPORT	M/S. S I G M A C & CO. [FRN 116351W], Chartered Accounts, Mumbai, were appointed as the Statutory Auditors of the Company for the year 2021-2022 vide CAG letter no. CA.V/COY/ MAHARASHTRA/KRUPAN[I]/1595 Dt. 27.08.021 and the report submitted is enclosed herewith the Financial Statements
12. COMMENT ON AUDITOR'S REPORT	Office of the Accountant General [Audit], Mumbai, has submitted NIL comments certificate & Management letter no. 529 & 532 dt. 09.03.026 which are enclosed along with this Annual Report of the year 2021-2022.
13. COST AUDITORS	Pursuant to 148 of the Companies Act, 2013 read with Companies (Cost Records and Audit) Amendment Rules 2014, disclosure about the appointment of the Cost Auditor is not mandatory.

14. PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS MADE UNDER SECTION 186 OF THE COMPANIES ACT, 2013.	The Company has not made any investment, given Guarantees or provided loan under Section 186 of the Companies Act, 2013 during the Financial Year 2021-2022 and hence the said provision is not applicable.
15. PARTICULARS OF CONTRACTS OR ARRANGEMENTS MADE WITH RELATED PARTIES	During the period under review, the Company has not entered into contract or arrangements with any related parties, pursuant to the provision of section 188[1] of the Companies Act, 2013.
16. DECLARATION OF INDIPENDENT DIRECTORS UNDER SECTION 149 OF THE COMPANIES ACT, 2013	The Company being a Deemed Government Company, Limited by shares, hence this clause is not applicable.
17. MATERIAL CHANGES AND COMMITMENTS, IF ANY, AFFECTING THE FINANCIAL POSITIOIN OF THE COMPANY OCCURED BETWEEN THE END OF THE FINANCIAL YEAR TO WHICH THIS FINANCIAL STATEMENTS RELATES AND THE DATE OF THE REPORT.	There have been NO material changes and commitments ,if any, affecting the financial position of the Company occurred during the Financial Year 2021-2022 to which these Financial Statements relate on the date of this report.

18. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO.	As the Company's operation do not involve any manufacturing or processing activities the particulars as per the Companies (Accounts), Rules 2014. Regarding conservation of energy, technology absorption are not reportable. . The foreign exchange earnings and outgo as required under Section 134(3)(m) of the Companies Act, 2013 read with Rule 8 (3) of the Companies (Accounts) Rules 2014 are : a. Foreign Exchange Earnings and outgo - 1. Foreign Exchange earnings in terms of actual inflows was NIL during the Financial Year 2021-2022. 2. Foreign Exchange outgo in terms of actual outflows was NIL during the Financial Year 2021-2022.
19. STATEMENTS CONCERNING DEVELOPMENT & IMPLEMENTATION OF THE RISK MANAGEMENT POLICY OF THE COMPANY	During the Financial Year 2021-2022 under review, the Company has not adopted a policy on the identification of risk a minimization of risk.
20. DETAILS OF POLICY DEVELOPED AND IMPLEMENTED BY THE COMPANY ON ITS CORPORATE SOCIAL RESPONSIBILITY INITIATIVES.	The Company has not developed and implemented any Corporate Social Responsibility initiatives as the said provision are not applicable to the Company.
21. DETAILS OF APPLICATION MADE OR PROCEEDING PENDING UNDER INSOLVENCY & BANKRUPTCY CODE 2016	During the year under review, there were NO applications made or proceedings pending in the name of the Company under the Insolvency and Bankruptcy Code 2016.

22. DETAILS OF DIFFERENCE BETWEEN VALUATION AMOUNT ON ONE TIME SETTLEMENT AND VALIUATION WHILE AVAILING LOAN FROM BANKS AND FINANCIAL INSTITUTIOINS	During the year under review, there has been NO one time settlement of Loans taken from Banks and Financial Institutions.
23. DIRECTORS	1. Shri Surendra Kumar was appointed as the Nominee Director of the Company on 20.10.2020 2. Shri Vinay Takpere was appointed as nominee Director of the Company on 28.12.2020 and later on Resigned on 05.07.2021. 3. Shri Kahnu Charan Sahoo was appointed as the nominee Director of the Company on 05.07.2021
24. SUBSIDIARIES, JOINT VENRURES AND ASSOCIATE COMPANIES	The Company DOES NOT have any Subsidiary, Joint Venture or Associate Company as per the Companies Act, 2013. The Company is a Subsidiary of MAHARASHTRA SMALL SCALE INDUSTRIES DEVELOPMENT CORPORATION LIMITED [A Govt. Of Maharashtra Undertaking]
25. SHARE CAPITAL	1. AUTHORIZED SHARE CAPITAL of the Company is Rs. 50,00,000/- divided into 50,000/- Equity Shares of Rs. 100/- each, 2. PAID UP SHARE CAPITAL of the Company is Rs. 1,00,000/- divided into 1000 Equity Shares of Rs. 100/- each.
26. DEPOSITS	In terms of the Provisions of Section 73 of the Companies Act 2013 read with Rules, the Company has NOT accepted any deposit during the Financial Year 2021-2022.
27. REPORT UNDER THE PREVENTION OF SEXUAL HARASSMENT ACT, 2013	The Company has not formulated Anti - Sexual Harassment Policy for its Employees under the Preventions of Sexual Harassment of Women at Work place (Prevention, Prohibition and Redressal) Act, 2013.
28. DETAILS OF SIGNIFICANT AND MATERIAL ORDERES PASSED BY THE REGULATORS OR COURTS TRIBUNAL	The Company has received the liability statement from the Court of Small Causes through the Advocate of Mumbai Port Trust (Respondent) as per the compromise proposal as per the Supreme Court Judgment delivered on 13.01.2004. The company has received the liability statement for Rs.2.96 crores and the entire amount is paid full to MUMBAI PORT TRUST.

29. INTERNAL FINANICIAL CONTROLS AND ITS ADEQUACY	The Board has adopted adequate policies and procedure for efficiently conducting the activities of the Company including the adherence to the Company's policies, safeguarding of its asset, prevention and detection of frauds and errors, the accuracy and completeness of account records. Financial controls are sufficient and commensurate with the size and frequency of the transactions with reference to he Financial Statement for the Financial Year ended 31st March, 2022.
30. LEGAL STATUS	You are aware that MUMBAI PORT TRUST (MbPT), owner of the lease hold land on which the Building Krupanidhi is situated, filed a case in Small Causes Court against your Company on the ground that your company has transferred the said premises to its members without obtaining the prior consent of MbPT. The Small Causes Court has passed order against your company on 31.08.2001 and directed to evict the premises. The same has been challenged in the Higher Court by preferring an Appeal. The Company has received the liability statement for Rs. 2.96 crores in the Court though the Advocate for MbPT worked out on compromise proposal as per the Supreme Court Judgment delivered on 13.01.2024 and the same has been fully paid to MbPT. Finally our Appeal was DISPOSED by the Hon. Court on 5th July, 2013 and Appeal Dismissed without Judgment for want of prosecution. **PRESENT STATUS** We have requested our Advocate Shri Jabra to file applications for Restoration of Appeal and Condo nation of delay in Appeal Court. Due to failure on part of our Advocate, in filing application, MbPT has filed Execution application in Execution Court. We have filed two applications in Appeal court for delay condo nation [MARJI] and restoration of appeal. Our application was rejected by Hon. Appeal court on 26.06.2024. We have filed Writ petition in Hon. High Court on 15.07.2024 and obtained STAY on the execution matter. As per the directives of Hon. High Court we have deposited Interim Compensation upto November 2024 in the Small Causes Court. We could not deposit Interim compensation for the month of December 2024 due to some unavoidable circumstances. In the month of January, 2025 while depositing the Interim compensation, the official of the Small Causes Court informed to get separate order from the court to accept the Interim compensation for the month of December 2024 and January 2025. But till date matter did not come up on Board. We are collecting Interim compensation from the members as on date. The lease period is expired on 05.05.025. Since then we are getting Demand notice every month in respect of arrears of Rent / compensation for Rs. 18,58,299.50 plus applicable GST an interest on GST along with routine Tax Invoice for Rs. 1965.00 approx.

31. ACKNOWLEDGEMENT	The Directors are thankful to the Bankers, customers, vendors and all the shareholders for their valuable assistance and cooperation. The Company will make every effort to meet the aspirations of its shareholders and wish to thank them for their whole hearted cooperation and support at all times. Your Directors take this opportunity to express their thanks to all the members and the staff for their valuable co-operation. Your Directors also takes pleasure in placing on record their appreciation of the services rendered by M/s. S I G M A C & CO. Chartered Accountants, the Statutory Auditors of our Company.

For KRUPANIDHI LIMITED

[AKSHISH PATHAK]
CHAIRMAN AND DIRECTOR
DIN : 11164722

DATE : 07.05.2026
PLACE : MUMBAI

KRUPANIDHI LIMITED
'KRUPANIDHI', 9, VVALCHAND HIRACHAND MARG, BALLARD ESTATE, MUMBAI 400 001.
CIN : U70101MH1964SGC013078

FORM NO. AOC-2

[Pursuant to clause [hl of sub section [31 of section 134 of the Act and Rule 8(21 of the Companies [Accounts] Rules, 2014

Form for disclosure particulars of contract/arrangements entered into by the company with related parties referred to in sub section [ll of section 188 of the Companies Act, 2013 including certain arms length transactions under third provisio thereto.

1. DETAILS OF CONTRACTS OR ARRANGEMENTS OR TRANSACTIONS NOT AT ARM'S LENGTH BASIS- N.A.
   a. Name[s] of the related party and nature of relationship -
   b. Nature of contacts/ arrangements/ transactions
   c. Duration of the contracts/ arrangements/ transactions
   d. Salient terms of the contracts or arrangements or transactions including the value, if any
   e. Justification for entering into such contracts or arrangements or transactions
   f. date [s] of approval by the Board
   g. Amount paid as advances, if any
   h. Date on which the special resolution was passed in general meeting as required under first proviso to section 188

2. DETAILS OF MATERIAL CONTRACTS OR ARRANGEMENT OR TRANSACTIONS AT ARM'S LENGTH BASIS :

Name[s] of the related party and nature of relationship	MSSIDC [Holding Company]	MSSIDC	MSSIDC
Nature of contracts / arrangements/ Transactions	Recovery of Expenses	Security Deposit for the Premises	Provision for Rent & Interest thereon
Duration of the Contracts/ arrangements/ transactions	1st April 2021 to 31st March 2022	1st April 2021 to 31st March 2022	1st April 2021 to 31st March 2022
Salient terms of the contracts or arrangements or transactions including the value, if			
any	--	--	--
Date[s] of approval by the Board, if any	--	--	--
Amount paid	**21,03,884**	**29,15.763**	**1,10,14,590**

For KRUPNIDHI LIMITED

[AKSHISH PATHAK]
CHAIRMAN AND DIRECTOR
DIN : 11164722
DATE: 01.08.2025
PLACE : MUMBAI

M/S. SIGMAC & CO.

CHARTERED ACCOUNTANT

204, KALPATARU PLAZA, CHINCHOLI BUNDAR, OFF S. V. ROAD MALAD (W) , MUMBAI 400 064

REVISED INDEPENDENT AUDITOR'S REPORT

To The Members of
M/s KRUPANIDHI LIMITED

Report on the Revised Financial Statements

(This report supersedes our report dated 22nd March 2024 on the Financial Statements for the F.Y. 2021-22.)

Opinion

We have audited the accompanying Revised Financial Statements of M/s. Krupanidhi Limited ("the Company") which comprises the Revised Balance Sheet as at March 31, 2022, the Revised Statement of Profit and Loss and Revised Statement of Cash Flows for the year ended, and notes to the revised financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid revised financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2022, and Profit/Loss, and its Cash Flows for the year ended on that date.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Emphasis of Matters

a. We draw attention to point "F" of Note 19 to the accompanying Financial Statements regarding provision of rent created by management of Rs. 21,55,150/-, which includes provision for the current financial year 01/04/2021 to 31/03/2022 provided in the current financial year since no demand is raised till date by the Mumbai Port Trust (MBPT) in respect of rent. As per supplementary Audit conducted by CAG for the Financial Year 2018-19, it was pointed out that the company should make appropriate provision for rent for each financial year on the basis of mechanism laid down in Supreme Court order dated 13th January 2004 in case of Jamshed Hormusji Wadia versus Bombay Port Trust.

b. We draw attention to point "O" of Note 19 to the accompanying Financial Statements regarding levy of GST on entire recovery of expense from its members since company have exceeded the limit specified in the CGST Act, 2017 for registration under the said Act. The Management is of opinion that revenue is only in the nature of reimbursement of expenses incurred for the members which is out of the purview of definition of Supply and hence GST should not be levied on such supply.

c. We draw attention to point "P" of Note 19 to the accompanying Financial Statements regarding TDS payable of Rs. 17,68,328 on total provision made for rent, which is payable till the date of signing of the financial statement. Interest is also provided on the same up to the financial year end. Further provision is also required to be made for interest due to non-payment of TDS & TDS Return Late Filing fees due to non-compliance with Income tax provision for which management is in process of complying.

d. A supplementary audit was conducted by the C&AG for the year 2021-22, after approval of financials by the Board of Directors on 22nd March 2024, and our report thereon of the same date. Provisional comments were shared by the Office of the Principal Accountant General (Audit)-II Maharashtra vide letters dated 07-06-2024 and 20- 08-2024. In view of these observations, the management of the Company decided to revise the financial statements for the year 2021-22 to incorporate changes to address the aforesaid provisional comments.

Our opinion is not modified in respect of these matters.

Responsibility of Management for the Revised Financial Statements

The Company's Board of Directors are responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these Revised Financial Statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the accounting Standards specified under section 133 of the Act. 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 implementation and maintenance of 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 statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.
In preparing the revised financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.
That Board of Directors is also responsible for overseeing the company's financial reporting process.

Auditor's Responsibility for the Audit of the Revised Financial Statements

Our objectives are to obtain reasonable assurance about whether the revised financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of

assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these revised financial statements.

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

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

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 revised financial statements.
We communicate with management 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.

Information Other than the Financial Statements and Auditor's Report Thereon
The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Management Discussion and Analysis; Board's Report including Annexure to Board's Report but does not include the revised financial statements and our revised auditor's report thereon.

Our opinion on the revised 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 revised financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the revised financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.

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

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. As required by Section 143(3) of the Act, we report that:
    a. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
    b. In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
    c. The Company has no branch office and hence the company is not required to conduct audit u/s 143(8) of the Act.
    d. The Revised Balance Sheet, the Revised Statement of Profit and Loss, and the Revised Cash Flow Statement dealt with by this Report are in agreement with the books of account.
    e. In our opinion, the aforesaid revised financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
    f. Section 164(2) of the Companies Act, 2013 regarding disqualification of Board of Directors is not applicable to Government Companies as per MCA notification F No. ½ 2014-CL.V, GSR 463(E) dated 05.06.2015.
    g. With respect to the adequacy of the Internal Financial Controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in "Annexure B".
    h. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, 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 its revised financial statements and as informed to us any outflow arising out of the said litigation would be recovered from members on as is where is basis – Refer to Note 19 point F to the revised 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 were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
    iv. (a) The Management has represented that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been advanced or loan-ed or invested (either from borrowed funds or share premium

or any other sources or kind of funds) by the Company to or in any other person or entity, including foreign entity ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
(b) The Management has represented, that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been received by the Company from any person or entity, including foreign entity ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
(c) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement.

i. The Company has not proposed or paid any dividend during the year.

j. We are enclosing our report in terms of Section 143 (5) of the Act, on the directions / sub-directions issued by the Comptroller and Auditor General of India, on the basis of such checks of the books and records of the Company as we considered appropriate and according to the information and explanations given to us, in "Annexure C".

For S I G M A C & CO
Chartered Accountants
(Firm Reg No 116351W)

Rahul Sarda
Partner
ICAI M No: 135501
Place: Mumbai
Date:21/08/2025
UDIN: 25135501BMKOMU3754

ANNEXURE "A" TO THE REVISED INDEPENDENT AUDITOR'S REPORT OF THE KRUPANIDHI LIMITED

(Referred to in paragraph 1 under 'Report on Other Legal and Regulatory Requirements' section of our report to the members of Krupanidhi Limited of even date)

i)

a) (A) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and equipment;
(B) The Company does not have any intangible assets.

b) The Property, Plant and equipment have been physically verified by the management in a phased manner at reasonable intervals, designed to cover all the items which in our opinion, is reasonable having regard to the size of the company and nature of its business. No material discrepancies between the book records and the physical fixed assets have been noticed;

c) The title deeds of immovable properties are held in the name of the Company.

d) The Property, Plant and Equipment have not been revalued during the year.

e) There are no proceedings initiated or pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 and the rules made thereunder;

ii. There is no inventory in the company and therefore relevant clause is not applicable to the company;

iii. According to the information and explanations given to us and on the basis of our examination of the records of the Company, the company has not made investments in, nor provided any guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or any other parties. Accordingly, clause 3(iii)(a) to 3(iii)(f) are not applicable to the Company;

iv. In our opinion and according to the information and explanations given to us, the Company has not granted any loans, provided any guarantee or security to the parties covered under section 185. The company has complied with provisions of Section 186 of the Act to the extent applicable;

v. The Company has not accepted any deposits from the public and hence the directives issued by the Reserve Bank of India and the provisions of Sections 73 to 76 or any other relevant provisions of the Act and the Companies (Acceptance of Deposit) Rules, 2015 with regard to the deposits accepted from the public are not applicable;

vi. As informed to us, the maintenance of Cost Records has not been specified by the Central Government under sub-section (1) of Section 148 of the Act, in respect of the activities carried on by the Company;

vii. In respect of Statutory Dues:

(a) According to the information and explanations given to us, no undisputed amounts payable in respect of provident fund, employees' state insurance, income-tax, sales- tax, service tax, goods and service tax, duty of customs, duty of excise, value added tax, cess and other material statutory dues were in arrears as at March 31, 2022 for a period of more than six

months from the date they became payable, except as per details below:

Name of the Statute	Nature of dues	Period to which the amount relates	Amount due
Income Tax	Late Filing Fees u/s 234E	FY 2014-15	11,078
Income Tax	Short Deduction	FY 2012-13	6,120
Income Tax	Interest on deduction default u/s 201	FY 2012-13	592
Income Tax	TDS Payable	FY 2019-20 to FY 2021-22	17,68,328
Income Tax	Interest and Late Fee on TDS	FY 2019-20 to FY 2021-22	7,94,918

(b) According to the information and explanations given to us, there are no dues of Income Tax, Sales Tax, Service Tax, Duty of Customs, Duty of Excise, Value Added Tax, Goods & Services Tax outstanding on account of dispute;

viii. As per information provided to us, no transactions have been surrendered or disclosed as income during the year in tax assessments under the Income Tax Act, 1961;

ix. In our opinion and according to the information and explanations given to us, the Company has not obtained any loan. Accordingly reporting under clause 3(ix) is not applicable to the Company;

x. Based upon the audit procedures performed and the information and explanations given by the management, the company has not raised any moneys by way of initial public offer or further public offer (including debt instruments), accordingly, clause 3(x)(a) to 3(x)(b) are not applicable to the company and hence not commented on;

xi. a) Based upon the audit procedures performed and the information and explanations given by the management, we report that no fraud by the Company or on the Company by its officers or employees has been noticed or reported during the year,

(b) According to information and explanation given to us, no report under sub section (12) of Section 143 of the Companies Act has been filed in Form ADT- as prescribed under rule 13 of the Companies (Audit and Auditors) Rules,2014 with the Central Government, during the year and up to the date of this report.

(c) The provisions of Section 177(9) of the Act are not applicable to the Company. Based on the information and explanations given to us by the management of the Company, there are no whistle -blower complaints received by the Company during the year.

xii. In our opinion, the Company is not a Nidhi Company. Accordingly, clause 3(xii) of the Order is not applicable to the Company;

xiii. According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with section 188 of the Act, where applicable, and details of such transactions have been disclosed in the revised financial statements as required by the applicable accounting standards. Section 177 of the Act is not applicable to the Company.

xiv. The Company is not required to appoint internal auditor u/s 138 of the Companies Act, 2013. Accordingly, clause 3(xiv) is not applicable to the company;

xv. Based upon the audit procedures performed and the information and explanations given

by the management, the Company has not entered into any non-cash transactions with directors or persons connected with him. Accordingly, the provisions of section 192 of Companies Act, 2013 are not applicable to the Company and hence not commented upon;

xvi. (A) In our opinion, the Company is not required to be registered under section 45 IA of the Reserve Bank of India Act, 1934 and accordingly, clause 3 (xvi) (a) (b) and (c) of the Order are not applicable to the Company and hence not commented upon;

(B) In our opinion, there is no core investment Company within the Group [as defined in the Core Investments Companies (Reserve Bank), Directions, 2016] regulations made by the Reserve Bank of India and hence the provision of clause (xvi)(d) of the Order is not applicable.

xvii. The Company has not incurred cash loss in the current financial year as well as in previous financial year;

xviii. There is no resignation of auditor during the year under consideration;

xix. On the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements and our knowledge of the Board of Directors and Management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report indicating that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due;

xx. The provision of section 135 of Companies Act, 2013 are not applicable to the company and hence provisions of clause 3(xx)(a), (b) have not been commented on;

xxi. The revised audit report and revised financials are of a standalone company and thus clause 3(xxi) is not applicable to the company.

For S I G M A C & CO
Chartered Accountants
(Firm Reg No 116351W)

Rahul Sarda
Partner
ICAI M No: 135501
Place: Mumbai
Date: 21/08/2025

ANNEXURE "B" TO THE REVISED INDEPENDENT AUDITOR'S REPORT OF THE KRUPANIDHI LIMITED

(Referred to in paragraph 2-g under 'Report on Other Legal and Regulatory Requirements' section of our report to the members of Krupanidhi Limited of even date)
Report on the Internal Financial Controls Over Financial Reporting under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")
We have audited the internal financial controls over financial reporting of Krupanidhi Limited ("the Company") as of 31st March, 2022 in conjunction with our audit of the revised financial statements of the Company for the year ended on that date.

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

Auditor's 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") issued by the Institute of Chartered Accountants of India and the Standards on Auditing prescribed under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting 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 dependon the auditor's judgment, including the assessment of the risks of material misstatement of the financialstatements, whether due to fraud or error.
We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with 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 due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, 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 at 31st March, 2022, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For S I G M A C & CO
Chartered Accountants
(Firm Reg No 116351W)

Rahul Sarda
Partner
ICAI M No: 135501
Place: Mumbai
Date: 21/08/2025

M/S. SIGMAC & CO.

CHARTERED ACCOUNTANT

204, KALPATARU PLAZA, CHINCHOLI BUNDAR, OFF S. V. ROAD MALAD (W) , MUMBAI 400 064

ANNEXURE "C" TO THE REVISED INDEPENDENT AUDITOR'S REPORT OF THE KRUPANIDHI LIMITED

(Referred to in paragraph 2-i under 'Report on Other Legal and Regulatory Requirements' section of our report to the members of Krupanidhi Limited of even date)

Sl. No.	Directions under section 143(5) of Companies Act 2013	Response
1	Whether the company has system in place to process all the accounting transactions through IT system? If yes, the implications of processing of accounting transactions outside IT system on the integrity of the accounts along with the financial implications, if any, may be stated.	The Company maintains its Books of Accounts on IT system Tally which is an ERP system. All accounting transactions are processed in accounts maintained on Tally. Based on the Audit procedures carried out and as per the information and explanations given to us, No Accounting transactions have been processed or carried outside the IT system of the company. Accordingly in our opinion there are no implications on the integrity of the Accounts.
2	Whether there is any restructuring of an existing loan or cases of waiver/write off of debts/ loans/ interest etc. made by a lender to the company due to the company's inability to repay the loan? If yes, the financial impact may be stated.	In accordance with the Audit procedures carried out and as per the information and explanation given to us by the company, there was no restructuring of existing loans or cases of waiver/ write off of Debts/Loans/ Interest made by a lender to the company due to the company's inability to repay the loan.
3	Whether funds received/receivable for specific schemes from central/state agencies were properly accounted for/ utilized as per its term and conditions? List the cases of deviation.	Based on the Audit procedures carried out and as per the information and explanations given to us, No funds were received/ receivable for specific schemes from central/state agencies.

For S I G M A C & CO
Chartered Accountants
(Firm Reg No 116351W)

Rahul Sarda
Partner
ICAI M No: 135501
Place: Mumbai
Date: 21/08/2025

OFFICE OF THE COMPTROLLER AND AUDITOR GENERAL OF INDIA
10, BAHADUR SHAH ZAFAR MARG, NEW DELHI - 110 124

No./CA. V/ COY/MAHARASHTRA,KRUPAN(1)/1722
Dated : 13/09/2022

To
THE MANAGING DIRECTOR
KRUPANIDHI LIMITED
KRUPANIDHI, 9,
WALCHAND HIRACHAND MARG,
MUMBAI-400038
MAHARASHTRA

Subject : Appointment of Auditors under section 139 of the Companies Act, 2013 for the financial year 2022-2023

Sir/Madam,

I am directed to state that in exercise of the powers conferred by section 139 of the Companies Act 2013, the Comptroller and Auditor General of India is pleased to appoint the Chartered Accountant firms/Limited Liability Partnerships As per Annexure - II as the Statutory/Joint Statutory/ Branch Auditors of the company for the year(s) : 2022-2023. Statutory/Joint Statutory Auditor (s) of holding company shall also be the auditors of Consolidated Financial Statements under section 139 read with section 129(4) of the Companies Act, 2013.

2. You are requested to contact the concerned auditors individually under intimation to this office

3. The supplementary/test audit under sections 143 (6) & (7) of the Companies Act, 2013 of your company is entrusted to
ACCOUNTANT GENERAL (AUDIT) - II
NAGPUR-440001

4. The remuneration and other allowances payable to the auditors may be regulated as per the provisions of section 142 of the Companies Act 2013 read with guidelines issued by the Department of Company Affairs vide no. 7/76 dated 8th April, 1976 and no. 8/6/83 dated 07th June, 1984.

5. The audit fees paid/payable to the auditors as intimated by the Company has been indicated in Annexure-II. Any revision in the audit fees payable (including fees for consolidation) for the year 2022-2023 and item-wise details of all remuneration paid to the auditors for other services (other than statutory audit) alongwith the amount of TA/DA paid for 2021-2022 may be intimated.
The said information may be provided as soon as the Accounts for the year 2021-2022 is finalised so as to enable this office to review the appointment/ re-appointment of the appointed auditors.

6. The above appointment is subject to the other conditions stipulated in Annexure-I(available on the CAG's website http://care.cag.gov.in/policy/terms.pdf).

Yours faithfully,

(Raj Kumar)
Sr. Administrative Officer

Phone : 011-23509240 Fax : 91-11-23237730, 91-11-23509241 E-mail : saoca5@cag.gov.in, sao2ca5@cag.gov.in

ANNEXURE - I I

LIST OF CHARTERED ACCOUNTANT FIRMS FOR THE YEAR 2022-2023

Sl. No.	Firm Name	PSU Code / Unit Code	Station	Audit Details	Fees per annum in Rs (As intimated by the PSU)
STATUTORY AUDITOR					
1	S I G M A C & CO *(WR2638)* 204, KALPATAU PLAZA CHINCHOLI BUNDER ROAD, OFF SV ROAD MALAD WEST MUMBAI MUMBAI - 400064,MAHARASHTRA	KRUPAN BOM (2)	MUMBAI		11800

Any change/revision in the audit fee payable to each of the auditor (s) mentioned above should be immediately intimated to this office for record and reference as the selection of auditors is based on the audit fees paid/payable.

सत्यमेव जयते

महालेखाकार का कार्यालय (लेखापरीक्षा) - II महाराष्ट्र-मुंबई शाखा कार्यालय
OFFICE OF THE ACCOUNTANT GENERAL(AUDIT) - II MAHARASHTRA
BRANCH OFFICE MUMBAI
दूरभाष सं./ Tel. No. : 022-22054022 / 022-22057360, फैक्स न./ Fax No.: 022-22092326
ई-मेल / E-mail : agcommauMaharashtra@cag.gov.in

प्रमले-लेप/II/मुंबई शाखाटेक्निकल सेल// कृपानिधि/2021-22/1112/529 दिनांक: 09/03/2026

सेवा में,

प्रबंध निदेशक,
कृपानिधि लिमिटेड,
9, वालचंद हीराचंद मार्ग, बॅलार्ड एस्टेट,
मुंबई 400001.

विषय:- 31 मार्च 2022 को समाप्त हुए वर्ष के कृपानिधि लिमिटेड (revised) के लेखों पर कम्पनी अधिनियम, 2013 की धारा 143(6)(b) के अंतर्गत भारत के नियंत्रक एवं महालेखापरीक्षक की निरंक टिप्पणी।

महोदय,

31 मार्च, 2022 को समाप्त हुए वर्ष के **कृपानिधि लिमिटेड (revised)**लेखों पर कंपनी अधिनियम, 2013 की धारा 143(6)(b) के अंतर्गत भारत के नियंत्रक एवं महालेखापरीक्षक का **निरंक टिप्पणी** प्रमाणपत्र (Nil comment certificate) संलग्न है।

वार्षिक आमसभा (A.G.M.) होने के पश्चात, वार्षिक रिपोर्ट की तीन मुद्रित प्रतियाँ कृपया इस कार्यालया को भेज दें, साथ ही उपरोक्त लेखों के वार्षिक प्रतिवेदन को विधानसभा में प्रस्तुत करने की तिथि को भी इस कार्यालय को सूचित करें|

भवदीया,

संलग्नक : यथोपरि

(शुभांगी, *IAAS*)
वरिष्ठ उपमहालेखाकार
महालेखाकार (लेखापरीक्षा)-II, महाराष्ट्र,
शाखा कार्यालय मुंबई।

भवन, तल मंजिल १०१, महर्षि कर्वे मार्ग, मुंबई - ४०० ०२० PRATISHTHA BHAVAN, GR, FLOOR, 101, M.K. ROAD, MUMBAI - 400 020.

COMMENTS OF THE COMPTROLLER AND AUDITOR GENERAL OF INDIA UNDER SECTION 143(6)(b) OF THE COMPANIES ACT, 2013 ON THE FINANCIAL STATEMENTS OF KRUPANIDHI LIMITED FOR THE YEAR ENDED 31 MARCH 2022.

The preparation of Financial Statements of **Krupanidhi Limited** for the year ended **31 March 2022** in accordance with the financial reporting framework prescribed under the Companies Act, 2013 is the responsibility of the management of the Company. The Statutory Auditors appointed by the Comptroller and Auditor General of India under Section 139 (5) of the Act, are responsible for expressing opinion on the Financial Statements under Section 143 of the Act based on independent audit in accordance with the standards on auditing prescribed under Section 143(10) of the Act. This is stated to have been done by them vide their Audit Report dated **21 August 2025.**

I, on behalf of the Comptroller and Auditor General of India, have conducted a supplementary audit of the Financial Statements of Krupanidhi Limited for the year ended 31 March 2022 under Section 143(6)(a) of the Act. This supplementary audit has been carried out independently without access to the working papers of the Statutory Auditors and is limited primarily to inquiries of the Statutory Auditors and Company personnel and a selective examination of some of the accounting records.

On the basis of my supplementary audit nothing significant has come to my knowledge which would give rise to any comment upon or supplement to statutory auditors' report under section 143 (6)(b) of the act.

For and on behalf of
The Comptroller and Auditor General of India

Date: 09/03/2026
Place: Nagpur

Shirsat
09.03.26

(Dattaprasad S. Shirsat)
Accountant General (Audit)-II, Maharashtra

सत्यमेव जयते

महालेखाकार का कार्यालय (लेखापरीक्षा) - II महाराष्ट्र-मुंबई शाखा कार्यालय
OFFICE OF THE ACCOUNTANT GENERAL(AUDIT) - II MAHARASHTRA
BRANCH OFFICE MUMBAI
दूरभाष सं./ Tel. No. : 022-22054022 / 022-22057360, फैक्स न./ Fax No.: 022-22092326
ई-मेल / E-mail : agcommauMaharashtra@cag.gov.in

प्रमले/ लेप-II/मुंबई शाखा/टेक्निकल सेल/ कृपानिधि/2021-22/1112/532 दिनांक: 09/03/2026

सेवा में,

प्रबंध निदेशक,
कृपानिधि लिमिटेड,
9, वालचंद हीराचंद मार्ग, बॅलार्ड एस्टेट,
मुंबई 400001.

विषय: कंपनी अधिनियम, 2013 की धारा 143(6)(बी) के तहत वर्ष 2024-25 के लिए कृपानिधि लिमिटेड, के लेखो पर लेखापरीक्षण में देखी गई कमियाँ (प्रबंधन पत्र)।

Sub: Issues noticed during the Supplementary Audit of the Financial Statements of Krupanidhi Limited for the year 2021-22 under Section 143(6)(b) of the Companies Act, 2013 (Management Letter)

महोदय/महोदया,

कंपनी अधिनियम, 2013 की धारा 143(6)(b) के तहत इस कार्यालय द्वारा कृपानिधि लिमिटेड के वर्ष 2021-22 के लेखो की लेखापरीक्षा की गई थी। लेखापरीक्षा ने निम्नलिखित मुद्दों/ टिप्पणियों पर प्रबंधन को ध्यान देने की आवश्यकता है।

The Supplementary Audit of the financial statements of Krupanidhi Limited for the year ended 31 March 2022 was conducted by this office under Section 143(6)(b) of the Companies Act, 2013. During the course of the audit, it was observed that the following significant issues require the attention of the Management:

A. COMMENTS ON FINANCIAL POSITION

Balance Sheet
Equity and Liabilities
Current Liabilities
Short term provision (Note No. 8): ₹ 8.39 lakh

1. The above has been understated by ₹ 8.70 lakh due to short provision of interest payable arising from default in timely deduction of tax at source in respect of rent arrears of ₹ 1.77

lakh for the period from 1 January 2009 to 31 March 2022, payable to Mumbai Port Trust. The Company had provided interest up to 31 March 2022 amounting to ₹1.17 lakh[1] as against the required interest liability of ₹ 15.86 lakh as per the provisions of Section 194-I and Section 201 (1A) of the Income Tax Act of 1961.

This has resulted **understatement of prior-period expenses, Liabilities (Short-term Provisions, revenue and assets (receivables) by ₹8.70 lakh**[2]

Balance Sheet
Current Liabilities
Short Term Provisions (Note 8): ₹8.39 lakh

2. The above does not include water charges amounting to ₹ 0.83 lakh pertaining to FY 2021–22, for which bills were received and paid during FY 2022–23. This has resulted in an **understatement of Current Liabilities (Short-term Provisions)** and a **consequent understatement of Expenses and Revenue** by ₹ 0.83 lakh

3. The above amount also does not include ₹ 0.36 lakh payable towards professional charges to M/s Little & Co., Advocates and Solicitors, for appearances before the Trial Court during the period from January 2021 to March 2022. This has resulted in an **understatement of Current Liabilities (Short-term Provisions)** and a **consequent understatement of Expenses and Revenue** by ₹ 0.36 lakh.

4. The above does not include ex-gratia amounting to ₹ 0.35 lakh pertaining to FY 2020–21, payable to three employees, which was not provided for, though the amount was subsequently paid by the Company in October 2022. This has resulted in an **understatement of Current Liabilities (Short-term Provisions)** and a **consequent understatement of Expenses and Revenue** by ₹ 0.35 lakh.

Current Assets
Other Current assets – Note 14 – Nil
Prepaid expenses – Nil

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1 Previous years: ₹ 4.50 lakh and current year: ₹ 2.66 lakh

2 The company is not engaged in any business activity. Expenditure incurred for the maintenance of building during the year is allocated to members on their shareholding ratio and the allocated amount is recognised as revenue in the books on issue of debit notes to tenement.

5. The Company has paid insurance charges of ₹ 2.87 lakh in September 2021 Which includes premium paid towards policy for the period from September 2021 to September 2022. However, the entire expenditure has been booked in Profit and Loss account in 2021-22 itself.

This has resulted in **understatement of Current Assets** (note 14) – **prepaid expenses to the extent of ₹1.43 lakh (up to March 2022) and overstatement of other expenses** (note 18) – **building insurance to the same extent.**

B. OTHER COMMENTS

6. The period mentioned in Annexure IX of the Annexure to Notes should be read as "**Expenses Distribution during the year 01.04.2021 to 31.03.2022**" instead of "**Expenses Distribution during the year 01.04.2020 to 31.03.2021**". Further, as per Annexure IX of Annexure to Notes the distribution of expenses incurred during the year to Maharashtra Small Scale Industries Development Corporation Limited (MSSIDC) was shown as ₹ 15.06 lakh. However, recovery of expenses incurred shown under Sr. No. 1 of Table of transaction between related parties (MSSIDC) under Note No. 19 was ₹ 14.53 lakh-. Accordingly, the difference between the two figures requires correction to ensure consistency in disclosures.

प्रबंधन इस संबंध में आवश्यक कदम उठाये.

The Management may take necessary steps in this regard.

भवदीया,

(शुभांगी, IAAS)
वरिष्ठ उपमहालेखाकार
महालेखाकार (लेखापरीक्षा)-II, महाराष्ट्र,
शाखा कार्यालय मुम्बई।

KRUPANIDHI LIMITED

Krupanidhi 9, Walchand Hirachand Marg, Ballard Estate, Mumbai - 400 001.

REVISED BALANCE SHEET AS AT 31ST MARCH 2022

Amount in 100/-

Particulars	NOTE NO	" As at 31.03.2022 "	" As at 31.03.2021 "
I. EQUITY AND LIABILITIES			
(1) Shareholders' Funds			
(a) Share Capital	2	1,000.00	1,000.00
(b) Reserves and Surplus	3	-	-
(c) Money received against share warrants		-	-
(2) Share Application money pending allotment		-	-
(3) Non-Current Liabilities			
(a) Long-Term Borrowings		-	-
(b) Deferred Tax Liabilities (Net)		-	-
(c) Other Long Term Liabilities	4	46,374.78	46,374.78
(d) Long Term Provisions	5	1,59,149.51	1,22,680.66
(4) Current Liabilities			
(a) Short-Term Borrowings		-	-
(b) Trade Payables			
(A) Total outstanding dues of micro enterprises and small enterprises; and		-	-
(B) Total outstanding dues of creditors other than micro enterprises and small enterprises	6	647.37	637.37
(c) Other Current Liabilities	7	39,460.61	88,908.93
(d) Short-Term Provisions	8	8,386.35	8,311.46
TOTAL		**2,55,018.62**	**2,67,913.20**
II.ASSETS			
Non-Current Assets			
(1) (a) Property,Plant and Equipment			
(i) Tangible Assets	9	102.87	119.29
(ii) Intangible Assets		-	-
(iii) Capital Work in Progress		-	-
(iv) Intangible assets under development		-	-
(b) Non-current investments	10	46,390.00	46,390.00
(c) Deferred tax assets (Net)		-	-
(d) Long-term loans and advances		-	-

KRUPANIDHI LIMITED
Krupanidhi 9, Walchand Hirachand Marg, Ballard Estate, Mumbai - 400 001.
REVISED BALANCE SHEET AS AT 31ST MARCH 2022

Amount in 100/-

(e) Other non-current assets	11	1,82,587.11	1,64,375.99
(2) Current Assets			
(a) Current Investments		-	-
(b) Inventories		-	-
(c) Trade receivables	12	22,205.07	52,286.65
(d) Cash and cash equivalents	13	3,733.57	4,741.27
(e) Short-term loans and advances		-	-
(f) Other Current Assets	14	-	-
TOTAL		**2,55,018.62**	**2,67,913.20**

The accompanying notes form an integral part of the financial statements.
As per our report of even date

For S I G M A C & CO
Chartered Accoutants
Firm Reg. No.: 116351W

For Krupanidhi Limited

Rahul Sarda
(Partner)

Membership No. : 135501

Place :- Mumbai
Date :- 21/08/2025

Akshay Pathak
(Chairman and Director)
DIN- 11164722

Place : Mumbai
Date :-

Surendra Kumar
(Director)
DIN- 08926482

Place : Mumbai
Date :-

KRUPANIDHI LIMITED

Krupanidhi 9, Walchand Hirachand Marg, Ballard Estate, Mumbai - 400 001.

REVISED STATEMENT OF PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED ON 31ST MARCH, 2022

Amount in 100/-

	Particulars	NOTE NO	" For the year ended 31.03.2022 "	For the year ended 31.03.2021
I.	Revenue from operations		-	-
II.	Other Income	15	45,956.88	38,987.69
III.	**Total Revenue (I+II)**		**45,956.88**	**38,987.69**
IV.	**Expenses:**			
	Employee Benefit Expense	16	7,756.74	8,252.93
	Depreciation and Amortization Expense	17	16.42	22.75
	Other Expenses	18	38,183.72	30,712.01
	Total Expenses		**45,956.88**	**38,987.69**
V.	**Profit before exceptional and extraordinary items and tax (III-IV)**		**0.00**	**-**
VI.	Exceptional / Extraordinary items			
	-Prior Period Items (Refer Note "G" of General Notes)			-
VII.	**Profit before tax (V-VI)**		**0.00**	**-**
III.	**Tax expense:**			
	(1) Current tax		-	-
	(2) Deferred tax		-	-
IX.	**Profit/ (Loss) for the period from continuing operations (VII-VIII)**		**0.00**	**-**
X.	**Profit/ (Loss) for the period from discontinuing operations**		**-**	**-**
XI.	Tax expense of discontinuing operations		-	-
XII.	**Profit/ (Loss) from discontinuing operations (after tax) (X-XI)**		**-**	**-**
XIII.	**Profit/ (Loss) for the period (IX+XII)**		**-**	**-**
IV.	**Earning per equity share:**			
	(1) Basic		-	-
	(2) Diluted		-	-

KRUPANIDHI LIMITED

Krupanidhi 9, Walchand Hirachand Marg, Ballard Estate, Mumbai - 400 001.

REVISED STATEMENT OF PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED ON 31ST MARCH, 2022

The accompanying notes form an integral part of the financial statements.

As per our report of even date

For S I G M A C & CO
Chartered Accoutants
Firm Reg. No.: 116351W

For Krupanidhi Limited

Rahul Sarda
(Partner)

Membership No. : 135501

Place :- Mumbai
Date :- 21/08/2025

Akshay Pathak
(Chairman and Director)
DIN-11164722

Place : Mumbai
Date :-

Surendra Kumar
(Director)
DIN- 08926482

Place : Mumbai
Date :-

KRUPANIDHI LIMITED

Krupanidhi 9, Walchand Hirachand Marg, Ballard Estate, Mumbai - 400 001.

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

Amount in 100/-

	Particulars	For the year ended	
		31.03.2022	**31.03.2021**
A.	**CASH FLOW FROM OPERATING ACTIVITIES**		
	Net Profit/(Loss) before tax as per Statement of Profit and Loss Account	**-**	**-**
	Adjustments For:		
	Depreciation	16.42	22.75
	Sale of Assets	-	-
	Purchase of Assets	-	-
	Interest Income	-207.41	-246.93
	Less:- Loss/profit on sale of assets	-	-
	Operating Profit Before Working Capital Changes	**-190.99**	**-224.18**
	Adjustments For:		
	(Increase)/Decrease in Other Non Current Assets	18,211.13	-23,556.07
	(Increase)/Decrease in Trade Debtors	30,081.58	3,243.79
	(Incease)/Decrease in Short Term Loans and Advances	-	-
	(Increase)/Decreace in Other Current Assets	-	801.20
	Increase/(Decrease) in Long Term Provision	36,468.85	-
	Increase/(Decrease) in Trade Payables	10.00	226.00
	Increase/(Decrease) in Other Current Liabilities	-49,448.32	24,162.20
	Increase/(Decrease) in Short Term Provision	74.90	-325.51
	Cash generated From Operating Activities	**-1,215.11**	**4,327.44**
	Income Taxes Paid /TDS	-	-
	Net Cash generated From Operating Activities (A)	**-1,215.11**	**4,327.44**
B.	**CASH FLOW FROM INVESTING ACTIVITIES**		
	Purchase of Fixed Assets	-	-
	Proceed from sale of Fixed Assets	-	-
	Interest Income Received & Other Income	207.41	246.93
	Net Cash generated From Investing Activities (B)	**207.41**	**246.93**
C.	**CASH FLOW FROM FINANCING ACTIVITIES**		
	Repayment Of Unsecured Loan	-	-
	Loan taken/Credtiros bal written offf	-	-
	Increase/Decrease in Long Term Borrowings	-	-
	Increase/Decrease in Long Term Liabilities	-	-
	Net Cash used in Financing Activities (C)	**-**	**-**

KRUPANIDHI LIMITED

Krupanidhi 9, Walchand Hirachand Marg, Ballard Estate, Mumbai - 400 001.

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

Amount in 100/-

	Net Increase/(Decrease) In Cash And Cash Equivalents: (A+B+C)	**-1,007.70**	**4,574.37**
	Cash and Cash Equivalent at the beginning of the year	4,741.27	166.90
	Cash and Cash Equivalent at the end of the year	3,733.57	4,741.27

Note: Above Cash Flow Statement is prepared as per Indirect Method prescribed in Accounting Standard 3

For S I G M A C & CO
Chartered Accoutants
Firm Reg. No.: 116351W

For Krupanidhi Limited

Rahul Sarda
(Partner)

Membership No. : 135501

Place :- Mumbai
Date :- 21/08/2025

Akshay Pathak
(Chairman and Director)
DIN- 11164722

Place : Mumbai
Date :-

Surendra Kumar
(Director)
DIN- 08926482

Place : Mumbai
Date :-

NOTE 2: Share Capital

Amount in 100/-

Sr. No	Particulars	" As at 31.03.2022 "	" As at 31.03.2021 "
1	**Authorized Capital**		
	(31.03.2021 : 50,000) equity shares of Rs.100/- each	50,000.00	50,000.00
		50,000.00	50,000.00
2	**Issued , Subscribed & Paid Up Capital**		
	(31.03.2021 : 1,000) equity shares of Rs.100/- each	1,000.00	1,000.00
	TOTAL	**1,000.00**	**1,000.00**

Reconcilation of number of equity shares

Particulars	As at 31.03.2022		As at 31.03.2021	
	Number	Amount	Number	Amount
Shares outstanding at the beginning of the year	1,000	1,000.00	1,000	1,000.00
Add: Shares Issued during the year	-	-	-	-
Less: Shares bought back during the year	-	-	-	-
Shares outstanding at the end of the year	1,000	1,000.00	1,000	1,000.00

Rights,preferences and restrictions attached to shares

The company has one class of equity shares having a par value of Rs.100/- each. Each Shareholder is eligible for one vote per one shares held. The dividend if any, proposed by the Board of Director is subject to the apporval of the shareholders in the ensuing Annual Genral Meeting except in case of interim dividend. In the event of liquidation the equity shareholders are eligible to receive the remaining assets of the company after distribution of all preferential amounts,in proportion to their shareholding.

Share held by holding/ultimate holding company and/or their subsidiaries/ associates

Name of Holding Company	No of Shares	% of Holding
MSSIDCL LTD	620	62%

List of shareholders holding more than 5% of total number of shares issued by the company

Sr. No.	Name of Shareholder	As at 31.03.2022		As at 31.03.2021	
		No of Shares	% of Holding	No of Shares	% of Holding
1	Maharashtra Small Scale Industries Development Corporation Limited	620	62%	620	62%
2	Mubai Port Trust	120	12%	120	12%
3	Seamen's Provident Fund Organizaion	120	12%	120	12%
4	Air India Limited	90	9%	90	9%

" Aggregate number of bonus shares issued, share issued for consideration other than cash and shares bought back during the period of
five years immediately preceding the reporting date: NIL "

Shares reserved for issue under options: NIL

NOTE 3: Reservses and Surplus ***Amount in 100/-***

Sr. No.	Particulars	As at 31.03.2022	As at 31.03.2021
	Surplus in statement of profit and loss		
	At the commencement of the year	-	-
	Add:- Transferred from statement of profit and loss	-	-
	At the end of the year	**-**	**-**
	TOTAL	**-**	**-**

NOTE 4: Other Long Term Liabilities ***Amount in 100/-***

Sr. No.	Particulars	As at 31.03.2022	As at 31.03.2021
1	Secuirty Deposits from members and share holders (Refer "Annexure I to Notes" - "4")	46,300.00	46,300.00
	(Security Deposit for Premises Given on Rent to Members and Shareholder)		
2	EMD (Refer "Annexure I to Notes" - "4")	74.78	74.78
	TOTAL	**46,374.78**	**46,374.78**

NOTE 5: Long Term Provisions ***Amount in 100/-***

Sr. No.	Particulars	As at 31.03.2022	As at 31.03.2021
1	Provision for rent (Refer Note No. "19 (F)" of General Notes	1,59,149.51	1,22,680.66
	TOTAL	**1,59,149.51**	**1,22,680.66**

NOTE 6: Trade Payables ***Amount in 100/-***

Sr. No.	Particulars	As at 31.03.2022	As at 31.03.2021
	Dues to micro and small enterprises *(Refer Note "J" of General Notes)*	-	-
	(A) Disputed		
	(a) MSME		
	(b) Others		
	Due For :		
i)	Not Due	-	-
ii)	Less than 6 months	-	-
iii)	6 months to 1 Years	-	-
iv)	1 Years to 2 Years	-	-
iv)	2 Years to 3 Years	-	-
v)	More than 3 Years	-	-
	Total (A)	**-**	**-**
	(B) Others		
	(a) MSME		
	Due For :		
i)	Not Due	-	-
ii)	Less than 6 months	-	-
iii)	6 months to 1 Years	-	-
iv)	1 Years to 2 Years	-	-
iv)	2 Years to 3 Years	-	-
v)	More than 3 Years	-	-
	Total (Ba)	**-**	**-**
	(b) Others		
	Due For		
i)	Not Due	-	-
ii)	Less than 6 months	-	-
iii)	6 months to 1 Years	118.00	226.00
iv)	1 Years to 2 Years	-	-
iv)	2 Years to 3 Years	118.00	411.37
v)	More than 3 Years	411.37	-
	Total (Bb)	**647.37**	**637.37**
	Total (A+Ba+Bb)	**647.37**	**637.37**

NOTE 7: Other Current Liabilities ***Amount in 100/-***

Sr. No.	Particulars	As at 31.03.2022	As at 31.03.2021
1	Arrears of Rent (Refer Note "F" of General Notes & "Annexure to Notes"- "II")	-	55,279.71
2	Advance Received from members for Expense	21,777.33	18,830.78
3	TDS Payable (Refer Note "P" of General Notes)	17,683.28	14,798.44
	TOTAL	**39,460.61**	**88,908.93**

NOTE 8: Short Term Provisions ***Amount in 100/-***

Sr. No.	Particulars	As at 31.03.2022	As at 31.03.2021
1	**Provision for employee benefits**		
	Salary Payable	-	442.85
		-	442.85
2	**Others**	-	-
	Provision for expenses (Refer Note "P" of General Notes & Refer "Annexure to Notes"- "III")	8,386.35	7,868.61
		8,386.35	7,868.61
	TOTAL	**8,386.35**	**8,311.46**

KRUPANIDHI LIMITED

Notes Forming Part of the Revised Financial Statement for the year ended 31st March, 2022

NOTE 9: Property, Plant and Equipment *Amount In 100/-*

Sr. No	Particulars	Rate	Gross Block				Depreciaton				Net Block	
			As at 01.04.2021	*Addition during the year*	*Deduction during the year*	*As at 31.03.2022*	*As at 01.04.2021*	*Addition during the year*	*Deduction during the year*	*As at 31.03.2022*	*WDV as at 31.03.2022*	*WDV as at 31.03.2021*
I	**Tangible Assets**											
	Furniture & Fixture	17.91%	108.12	-	-	108.12	107.02	-	-	107.02	1.10	1.07
	Water Pump	13.91%	219.72	-	-	219.72	182.16	5.22	-	187.38	32.34	37.56
	Office Equipments	13.91%	6.01	-	-	6.01	5.87	-	-	5.87	0.14	0.17
	Cylindrical Plastic Water Tank	13.91%	1,975.43	-	-	1,975.43	1,894.95	11.20	-	1,906.15	69.29	80.48
					-			-	-			
	SUB TOTAL (A)		**2,309.28**	**-**	**-**	**2,309.28**	**2,189.99**	**16.42**	**-**	**2,206.41**	**102.87**	**119.29**
II	**Intangible Assets**		-	-	-	-	-		-	-	-	-
	SUB TOTAL (B)		**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**
III	**Capital Work-in-progress**											
			-		-	-	-	-	-	-	-	-

KRUPANIDHI LIMITED

Notes Forming Part of the Revised Financial Statement for the year ended 31st March, 2022

NOTE 9: Property, Plant and Equipment *Amount In 100/-*

	SUB TOTAL (C)		-	-	-	-	-	-	-	-	-	-
IV	**Intangible Assets Under Development**		-	-	-	-	-		-	-	-	-
	SUB TOTAL (D)		**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**
	Total [A + B + C + D] (Current Year)		**2,309.28**	**-**	**-**	**2,309.28**	**2189.99**	**16.42**	**-**	**2206.41**	**102.87**	**119.29**
	Previous Year		**2,309.28**	**-**	**-**	**2,309.28**	**2,167.25**	**22.75**	**-**	**2,190.00**	**119.29**	**142.04**

NOTE 10: Non Current Investment (Valued at cost unless stated otherwise)

Amount in 100/-

Sr. No	Particulars	As at 31.03.2022	As at 31.03.2021
1	Investment in Property		
	Leasehold Land & Building	46,390.00	46,390.00
	TOTAL	**46,390.00**	**46,390.00**

NOTE 11: Other Non- Current Assets ***Amount in 100/-***

Sr.	Particulars	As at 31.03.2022	As at 31.03.2021
1	Bank Deposit (Refer "Annexure to notes" - "IV" Note 13)	3,955.72	3,748.31
2	Accrued Rent (Refer "Annexure to notes" - "IX")	1,77,654.69	1,59,650.98
3	Others (Refer "Annexure to notes" - "IV")	976.70	976.70
	TOTAL	**1,82,587.11**	**1,64,375.99**

NOTE 12: Trade Receivables ***Amount in 100/-***

Sr.	Particulars	As at 31.03.2022	As at 31.03.2021
	(Refer Note "M" of General Notes)		
	(Refer "Annexure to Notes" - "V")		
	(SECURED)		
	(A) Disputed		
	(a) Considered Good	-	-
	(b) Considered Doubtful	-	-
	Total (A)	**-**	**-**
	(B) Undisputed		
	(a) Considered Good		
	Due For : Sun Debtors Expenses A/c.		
	Not Due		
	Less than 6 months	4,284.35	4,091.64
	6 months to 1 Years	-	-
	1 Years to 2 Years	3,579.62	3,715.00
	2 Years to 3 Years	4,871.25	37,170.58
	More than 3 Years	9,469.85	7,309.43
	Total (Ba)	**22,205.07**	**52,286.65**
	(b) Considered Doubtful		
	Due For : Rent Arrears A/c.		
	Not Due	-	-
	Less than 6 months	-	-
	6 months to 1 Years	-	-
	1 Years to 2 Years	-	-
	2 Years to 3 Years	-	-
	More than 3 Years	-	-
	Total (Bb)	**-**	**-**
	Total (A+Ba+Bb)	**22,205.07**	**52,286.65**

NOTE 13: Cash & Cash Equivalent ***Amount in 100/-***

Sr.	Particulars	As at 31.03.2022	As at 31.03.2021
	Cash and Cash equivalent		
1	Cash on hand	17.44	32.35
2	Balances with Banks (Refer Annexure to Notes "VI")	3,716.12	4,708.92
3	**Other bank balances**		
	Bank deposit with maturity of more than 12 months	3,955.72	3,748.31
		7,689.29	**8,489.58**
	Less:-Amount disclosed as Other non-current assets (Refer Note 11)	-3,955.72	-3,748.31
	TOTAL	**3,733.57**	**4,741.27**

NOTE 14: Other Current Assets ***Amount in 100/-***

Sr.	Particulars	As at 31.03.2022	As at 31.03.2021
1	Prepaid Expenses (Refer Annexure I to notes "VII")	-	-
	TOTAL	**-**	**-**

NOTE 15: Other Income ***Amount in 100/-***

Sr. No	Particulars	For the year ended 31.03.2022	For the year ended 31.03.2021
1	Contribution from Shareholders (Refer "Annexure to Notes"-"IX")	45,749.47	38,740.76
2	Other Receipts (Refer "Annexure to notes"-"VIII")	207.41	246.93
	TOTAL	**45,956.88**	**38,987.69**

NOTE 16: Emloyee Benefits Expense ***Amount in 100/-***

Sr. No	Particulars	For the year ended 31.03.2022	For the year ended 31.03.2021
1	Salary, Wages & Bonus	7,741.75	8,252.93
2	Staff Welfare Expenses	14.99	-
	TOTAL	**7,756.74**	**8,252.93**

NOTE 17: Depreciation & Amortisation Expense ***Amount in 100/-***

Sr. No	Particulars	For the year ended 31.03.2022	For the year ended 31.03.2021
1	Depreciation	16.42	22.75
	TOTAL	**16.42**	**22.75**

NOTE 18: Other Expenses

Amount in 100/-

Sr. No	Particulars	For the year ended 31.03.2022	For the year ended 31.03.2021
1	Account Writing Expenses	240.00	240.00
2	Audit Fees (Refer Note "E" of General Notes)	118.00	118.00
3	Bank Charges	7.97	4.88
4	Building Insurance (Refer Note "L" of General Notes)	2,872.77	801.20
5	Conveyance Expenses	39.73	27.50
6	Drainge Cleaning Expense	63.00	48.00
7	Electricity Charges	731.75	627.77
8	General Expenses	222.21	219.93
9	Repairs to Building	169.75	649.50
10	R.O.C.Fees	533.00	-
11	Ground Rent	101.55	97.37
12	Lift Maintenance Expense	472.00	2,947.30
13	Printing & Stationery Expense	73.28	16.77
14	Professional fees	685.96	232.40
15	Professional fees legal	1,344.00	-
16	Legal Expenses	100.00	-
17	"Provision for Rent Including Interest (Current Year) (Refer Note ""F"" of General Notes)"	21,449.95	11,672.53
18	"Provision for Interest / Late Filiing Fees on TDS Late payment (Refer Note ""P"" of General Notes)"	2,663.72	8,219.04
19	Rates & Taxes	1,639.08	1,639.08
20	Typing Expenses	-	70.00
21	Sweeping Expenses	264.00	264.00
22	Water Charges	4,392.00	2,816.74
	TOTAL	**38,183.72**	**30,712.01**

Interest on Rent as referred to in Note "F" on General Notes is clubbed with provision for rent w.e.f.F.Y. 2021-22

Annexure to Notes:

Amount in 100/-

Annexure I for Note 4: Other Long Term Liabilities	**As at 31.03.2022**	**As at 31.03.2021**
Security Deposits from members and share holders		
- Air India	81.00	81.00
- Mumbai Port Trust	108.00	108.00
- Fusion consultancy private limited	10.00	10.00
- MSSIDC	558.00	558.00
- Rohan Merchant	9.00	9.00
- Niyati Consultants	26.00	26.00
- Seamen's Provident Fund	108.00	108.00
Sub Total (A)	**900.00**	**900.00**
Deposits from unit holders		
- Air India	6,466.45	6,466.45
- Mumbai Port Trust	6,335.85	6,335.85
- MSSIDC	28,599.63	28,599.63
- Rohan Merchant	60.84	60.84
- Niyati Consultants	125.68	125.68
- Seamen's Provident Fund	3,811.55	3,811.55
Sub Total (B)	**45,400.00**	**45,400.00**
TOTAL (A+B)	**46,300.00**	**46,300.00**
EMD		
-Suchi Turnkey Projects Pvt Ltd	74.78	74.78
TOTAL	**74.78**	**74.78**

Amount in 100/-

Annexure II for Note 7: Other Current Liabilities	**As at 31.03.2022**	**As at 31.03.2021**
Arrears of Rent		
Air India Limited Expense A/c	-	-
Mumbai Port Trust (Balance of Rs.17,90,243 trf to Arrears of Rent)	-	55,279.71
MSSIDC Limited Expense A/c (Advance)	20,510.36	18,041.63
Seamen's Provident Fund Organisation Expense A/c (Advance)	1,266.96	789.15
TDS Payable	17,683.28	14,798.44
	-	-
TOTAL	**39,460.61**	**88,908.93**

Annexure to Notes: ***Amount in 100/-***

Annexure III for Note 8: Short Term Provisions	**As at 31.03.2022**	**As at 31.03.2021**
Provision for Expenses	-	-
	-	-
Account Writing Expense	-	-
Audit Fees	-	118.00
Drainage Cleaning Expense	-	-
Electricity Charges	-	-
General Expense	-	-
Ground Rent	-	0.00
Professional Tax Payable	8.00	-
Rent, Rate &Taxes	-	-
TDS Interest & Late Filing Fees Payable	7,949.18	5,285.46
Security Guards Boards	182.72	182.72
Typing Expense	-	-
Sweeping Expense	-	-
Water Charges	246.45	2,282.42
TOTAL	**8,386.35**	**7,868.61**

Annexure IV for Note 11: Other Non-Current Assets	**As at 31.03.2022**	**As at 31.03.2021**
Bank Deposit	-	-
	-	-
Fixed Depsoit-356110003378	714.62	674.64
Fixed Depsoit-356110003379	714.57	674.58
Fixed Depsoit-356110003533	1,971.80	1,872.81
Fixed Depsoit-356110003483	554.73	526.28
	3,955.72	3,748.31
Other Deposit		
	-	-
Deposit with Best (Electricity)	107.95	107.95
Deposit with BMC (Water)	359.00	359.00
Deposit with BMC (BPT)	509.75	509.75
	976.70	976.70
TOTAL	**4,932.42**	**4,725.01**

Amount in 100/-

Annexure V for Note 12: Trade Receivables	**As at 31.03.2022**	**As at 31.03.2021**
More than Six Months- UnSecured Considered good		
	-	-
Air India Limited Rent to MbPT Arrear		26,568.88
Fusion Consultancy Private Limited Rent to MbPT Arrear	500.00	5,904.19
Niyati Consultants Rent to MbPT Arrear		4,904.19

Annexure to Notes: ***Amount in 100/-***

Security Guard Board for Brihan Mumbai and Thane Di	3,447.55	-
Total Arrears (i)	**3,947.55**	**37,377.26**
Fusion Consultancy Private Limited Expense A/c	1,683.40	1,262.27
Mumbai Port Trust Expense A/c	10,101.50	7,574.71
Niyati Consultants Expense A/c	1,898.53	1,477.40
Rohan Merchant Expense A/c	289.73	503.37
Expense Share (ii)	**13,973.17**	**10,817.75**
Total A (i+ii+iii)	**17,920.72**	**48,195.01**
Less than Six Months- UnSecured Considered good		
Air India Limited Expense A/c	153.66	512.02
Fusion Consultancy Private Limited Expense A/c	485.96	421.13
Mumbai Port Trust Expense A/c	2,915.78	2,526.79
Niyati Consultants Expense A/c	485.96	421.13
Rohan Merchant Expense A/c	242.98	210.57
Total B	**4,284.35**	**4,091.64**
Total A+B	**22,205.07**	**52,286.65**

Amount In 100/-

Annexure VI for Note 13: Cash & Cash Equivalent	**As at 31.03.2022**	**As at 31.03.2021**
Balance with Banks (In Current Account)		
Bank of India	3,716.12	4,708.92
TOTAL	**3,716.12**	**4,708.92**

Amount In 100/-

Annexure VII for Note 14: Other Current Assets	**As at 31.03.2022**	**As at 31.03.2021**
Prepaid Expenses		
Lift Maintenance	-	-
Building Insurance	-	-
TOTAL	**-**	**-**

Amount In 100/-

Annexure VIII for Note 15: Other Income	**For the year ended 31.03.2022**	**For the year ended 31.03.2021**
Other Receipts		
Interest on Fixed Deposits	207.41	216.93
Scrap sold	-	30.00
TOTAL	**207.41**	**246.93**

Annexure to Notes:

Annexure IX

Expenses Distribution during the year 01.04.2021 to 31.03.2022 ***Amount in 100/-***

Particulars	Ratio	Distribution of expenses incurred during the year	Distribution of Rent including interest (Provision)*	Total Expense distributed at the end of year
Air India Limited	0.09	2,186.84	1,930.61	4,117.45
Fusion Consultancy Private Limited	0.02	485.96	429.03	914.99
Maharashtra Small Scale Industries Development Corporation Limited (MSSIDC)	0.62	15,064.89	13,299.78	28,364.67
Mumbai Port Trust	0.12	2,915.78	2,574.15	5,489.94
Niyati Consultants	0.02	485.96	429.03	914.99
Rohan Merchant	0.01	242.98	214.51	457.49
Seamen's Provident Fund Organisation	0.12	2,915.78	2,574.15	5,489.94
TOTAL (FY 2021-22)	**1.00**	**24,298.21**	**21,451.26**	**45,749.47**
PREVIOUS YEAR TOTAL (FY 2020-21)		**18,849.18**	**19,891.58**	**38,740.76**

Profit and Loss account	31.03.2022	31.03.2021
Total Income (A)	207.41	246.93
Total Expense (B)	24,505.62	19,096.11
Expenses over income for distribution (B-A)	**24,298.21**	**18,849.18**
Provision for Rent Including Interest*	21,451.26	19,891.58
Total Expenses distributed during the year	**45,749.47**	**38,740.76**

**The calculation of provision created for period 1st January 2009 to 31st March 2022 has been explained in detail in Note "F" to General Notes*

Details of Accrued Rent *(Refer "NOTE 11: Other Non- Current Assets ")*

Sr. No	Particulars	31.03.2022	31.03.2021
1	Accrued Rent *(Refer "Annexure to notes" - "IX")*	-	-
2	Air India Rent Arrears	15,988.92	14,058.31
3	Fusion Rent Arrears	3,553.10	3,124.07
4	MSSIDC Ltd Rent Arrears	1,10,145.90	96,846.12
5	Mumbai Port Trust Rent Arrears	21,318.56	18,744.41
6	Niyati Consulty Rent Arrears	3,553.10	3,124.07
7	Rohan Merchant Rent Arrears	1,776.55	1,562.04
8	Seame Provindend fund Rent Arrears	21,318.56	18,744.41
9	Security Guard Board		3,447.55
	TOTAL	**1,77,654.69**	**1,59,650.98**

***Classified as Trade Receviable.w.e.f.F.Y.2021-22**

KRUPANIDHI LIMITED
9, WALCHAND HIRACHAND MARG BALLARD ESTATE, MUMBAI 400 001

Note 19 -– Revised General Notes for the year ended on 31st March, 2022

A. Previous year figures are regrouped, re-casted and reclassified wherever necessary. Figures in brackets are pertaining to previous year.

B. **Investments :**
The company has not acquired any investment during the year.

C. **Borrowing Cost:**
The company has not acquired any qualifying asset during the year.

D. **Related Party Transactions:**
Disclosure pursuant to AS 18

Key Managerial Personnel (KMP) and relatives of KMP

Sr. No.	Name of the Related Party	Relationship
1	Maharashtra Small Scale Industries Development Corporation	Holding Company
2	Shri Akshay Pathak	Chairman and Director
3	Shri Surendra Kumar	Director

The transactions between related parties are disclosed as follows:

Amount in Rs.

Sr. No.	Name of Related Party	Description of Relationship	Nature of Transaction	Amount	Outstanding Balance as at 31st March 2022	Outstanding Balance as at 31st March 2021
1	Maharashtra Small Scale Industries Development Corporation	Holding Company	Recovery of expenses incurred	14,53,639 Dr	21,03,884 Cr	18,04,163 Cr
2	Maharashtra Small Scale Industries Development Corporation	Holding Company	Security Deposit for premises	Nil	29,15,763 Dr	29,15,763 Dr
3	Maharashtra Small Scale Industries Development Corporation	Holding Company	Provision for Rent & Interest thereon	13,29,978 Dr	1,10,14,590 Dr	96,84,612 Dr

E. **Remuneration to Auditors – Amount in Rs.**

Sr. No.	Particulars	01-04-2021 to 31-03-2022	01-04-2020 to 31-03-2021
1.	Audit Fees	11,800/-	11,800/-
	Total	11,800/-	11,800/-

F. Mumbai Port Trust owners of the leasehold land on which the building "Krupanidhi" is situated has filed suit for eviction of Krupanidhi Limited on the ground that the company has let out the portion of the said premises to its members without obtaining prior consent of Bombay Port Trust. As informed by company following litigation is pending for arrears of 2.96 crore due to Mumbai port trust the brief detail of history and current status are as follows:-

APPEAL FILED BY KRUPANIDHI LIMITED :-BRIEF HISTORY

Mumbai Port Trust had filed the suit L.E.& C. SUIT NO. 162/190 of 1985 against the Company in the year 1985, on the allegation that this Company had committed breach of terms and conditions of the Indenture of Lease by assigning a major portion of the demised premises to Maharashtra Small Scale Industries Development Corporation Limited, without the consent of Mumbai Port Trust. The suit was decided by his Honour Learned Judge Shri M B Mali on 31st August, 2001 and the same was decreed in favour of Mumbai Port Trust and the Company was ordered to handover vacant possession of the suit premises. The Company being aggrieved by the said Judgment and decree dated 31st August 2001 preferred an appeal no. 704 of 2001 in Small Causes Court, Mumbai.

Meantime Company has received a statement of Accounts from Mumbai Port Trust through their Advocate, in the Court during the hearing on 13th March 2008, showing the arrears of Rent etc., amounting to Rs. 2.96 crores payable to Mumbai Port Trust for the period from 1st January 1971 to 31st December 2008, as per the Hon. Supreme Court's Compromise Proposal. The Company had paid entire amount of Rs.2.96 Cr. to Mumbai Port Trust.

PRESENT STATUS OF APPEAL:

Company has filed Appeal no. 704 of 2001 in the Court of Small Causes, Mumbai. During the hearing on 16th September, 2011 the Hon. Appeal Court has passed an order remanding the matter back to the trial court for decision of additional issue no. 2, which was not decided by the trial court. The Court has been directed to give its finding on the said additional issue within two months and the appeal was kept pending before the appellate Court.

Operative part of the order of the appellate court is as follows:

Additional issue no. 2 be referred to the Trial Court for deciding the same after giving opportunity to both the parties. The trial Court is directed to decide the Additional issue no.2 within a period of two months and send back to this Court. Till then the present Appeal should be kept pending before the Appellate Court.

The Trial Court has decided on the issue no. 2 in favour of MBPT informing that this Court is having Jurisdiction.

After having decided by the Trial Court on the Issue no. 2 in favour of MBPT, our appeal came up for hearing on Board in Appellate Court. Matter was adjourned for some or other reasons. Our Advocate on record Smt. Waghmare could not appear in our matter. She has discharged herself from appearing in our matter as she has joined CBI. It was learnt that Shri Jabra was appearing in our matter as Counsel instructed by our Advocate Smt. Waghmare. Shri Jabra had appeared in our matter 4 to 5 times and according to him he had argued at length in our matter before the Hon. Court.

Hon. Chairman of this company is an employee of MSSIDC working as General Manager, was transferred to Paithan and thereafter to Delhi resulting no one was attending the Court during his transfer period. Counsel Jabra was also not appearing in our matter as there was no response from Krupanidhi Limited.

Finally our Appeal was DISPOSED by the Hon. Court on 5th July, 2013 and Appeal Dismissed without Judgment for want of prosecution.

Now our Company has to file an application for RESTORATION of our Appeal. We have requested Shri Jabra to file an application for restoration of Appeal, at the earliest.

PRESENT STATUS

1. The Company has filed application for condo nation of delay and application for restoration of appeal in the Appeal Court of Small Causes on 13.12.2019. The matter was listed on Board on 02.01.2020 and 03.02.2020 and during the hearing the Hon. Court directed our Advocate and Court official to issue notice to other side and adjourned the matter to 11.03.2020. During the COVID 19 pandemic period our matter did not come up for hearing and pending in the Court for some period. At present the said MARJI application no. 402 / 2019 is kept for evidence [Delay condo nation application]. The matter listed on 05.03.2024

2. Regarding Execution application, the Company has filed affidavit in reply on 13.01.2020 and Hon. Court directed to serve the copy to other side and the submitted on 22.01.2020 and 07.02.2020. This matter was adjourned for several times as the court was vacant for several months as our revised application for condo nation of delay and restoration of appeal is pending in the Appeal Court.

PRESENT STATUS OF PAYMENT MADE AND TO BE MADE TO MUMBAI PORT TRUST

As on date company has paid an entire amount of Rs.2,95,20,970/- to Mumbai Port Trust against the arrears of Rs.2,95,20,970/-.
No demand has been raised by Mumbai Port Trust (MBPT) till date for the period after 31st December 2008.

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As per supplementary Audit conducted by CAG for the Financial Year 2018-19, it was pointed out that the company should make appropriate provision for rent for the period 1st January 2009 to 31st March 2019 on the basis of mechanism laid down by Hon'ble Supreme Court in case of Jamshed Hormusji Wadia versus Bombay Port Trust vide order dated 13th January 2004.

Hence management have hereby made provision for Rent along with Interest in accordance with the mechanism provided in the aforesaid judgement, complete calculation of provision is stated as follows:

Amount in Rs.

Period	**Area**	**Rate**	**Rent (Rs.)**	**Total after Adjustment (months)**	**Total Rent Outstanding**	**Interest Charged 6%** (Compound)	Cumulative Rent Outstanding including 6% Interest (Compound)
01.01.2009 - 31.03.2009	652.09	93.17	60,755	3	1,82,266		1,82,266
01.04.2009 - 30.09.2009	652.09	93.17	60,755	6	3,64,531	-	5,46,797
01.10.2009 - 31.03.2010	652.09	96.90	63,185	6	3,79,113		9,25,910
01.04.2010 - 30.09.2010	652.09	96.90	63,185	6	3,79,113	32,808	13,37,830
01.10.2010 - 31.03.2011	652.09	100.77	65,713	6	3,94,277		17,32,107
01.04.2011 - 30.09.2011	652.09	100.77	65,713	6	3,94,277	80,270	22,06,654
01.10.2011 - 31.03.2012	652.09	104.80	68,341	6	4,10,048		26,16,702
01.04.2012 - 30.09.2012	652.09	104.80	68,341	6	4,10,048	1,32,399	31,59,150
01.10.2012 - 31.03.2013	652.09	109.00	71,075	6	4,26,450		35,85,600
01.04.2013 - 30.09.2013	652.09	109.00	71,075	6	4,26,450	1,89,549	42,01,599
01.10.2013 - 31.03.2014	652.09	113.36	73,918	6	4,43,508		46,45,107
01.04.2014 - 30.09.2014	652.09	113.36	73,918	6	4,43,508	2,52,096	53,40,711
01.10.2014 - 31.03.2015	652.09	117.89	76,875	6	4,61,248		58,01,959
01.04.2015 - 30.09.2015	652.09	117.89	76,875	6	4,61,248	3,20,443	65,83,650
01.10.2015 - 31.03.2016	652.09	122.61	79,950	6	4,79,698		70,63,348
01.04.2016 - 30.09.2016	652.09	122.61	79,950	6	4,79,698	3,95,019	79,38,065
01.10.2016 - 31.03.2017	652.09	127.51	83,148	6	4,98,886		84,36,951

01.04.2017 - 30.09.2017	652.09	127.51	83,148	6	4,98,886	4,76,284	94,12,121
01.10.2017 - 31.03.2018	652.09	132.61	86,474	6	5,18,842		99,30,963
01.04.2018 - 30.09.2018	652.09	132.61	86,474	6	5,18,842	5,64,727	1,10,14,532
01.10.2018 - 31.03.2019	652.09	137.91	89,933	6	5,39,595		1,15,54,127
01.04.2019 - 30.09.2019	652.09	137.91	89,933	6	5,39,595	6,60,872	1,27,54,597
01.10.2019 - 31.03.2020	652.09	143.43	93,530	6	5,61,179	3,82,638	1,36,98,414
01.04.2020 - 31.03.2021	652.09	149.17	97,271	12	11,67,253	8,21,905	1,56,87,572
01.04.2021 - 31.03.2022	652.09	155.13	1,01,158	12	12,13,896	9,41,254	1,78,42,722
Less: Amount Paid							1,59,443
Amount payable							1,76,83,279
Less: TDS deducted							-17,68,328
Net Amount payable							**1,59,14,951**

THE PAYMENT OF ARREARS HAS NOTHING TO DO WITH THE APPEAL FILED BY THE COMPANY AGAINST MUMBAI PORT TRUST.

G. Having regard to nature of operation, i.e. allocation of deficit towards members and non-provisioning of taxes in normal course of business and as per prudence norms deferred tax provision have not been made.

H. The Company has kept an amount of Rs. Rs.3,95,572/- (31.03.2021 Rs. 3,74,831) in Fixed Deposits, which may be utilised for Employee's welfare and related liabilities.

I. The Company has not made a provision of gratuity for the year since provision of relevant Act is not applicable to the company. The accumulated provisions is for the year 31.03.2022 is NIL (31.03.2021 Rs. NIL)

J. Company is still in the processes of identifying the Creditors registered under Micro, small and Medium Enterprises Development Act, 2006, hence we are unable to provide the amounts due to such enterprises. As per book of accounts, Trade payable consists of retention money of suppliers amounting to Rs. 41,137/- as on 31st March 2022 (Rs. 41,137/- as on 31st March 2021).

K. The company does not have any employee drawing salary over the limits as specified.

L. At the end of financial year, the day to day expenses for the year 2021- 2022 incurred for maintaining and running the company are recovered from unit holder,the

expenses for the year 2021-2022 are distributed in the ratio of shareholding by way of debit note and shown as debtors. Further, as the Company is not into any business activity with a motive of making profits and it's primary function is to recover expenses as incurred for the maintenance of Krupanidhi building, all expenses as and when those are incurred become receivable from the unit holders. Accordingly, the Company does not bifurcate its expenses into current period and prepaid expenses.

M. In the absence of individual confirmation of account, Balances have been taken from Books of Accounts as follows:

i. Trade Receivables amounting to Rs. 22,20,507/-
ii. Trade Payables amounting to Rs. 64,737/-
iii. Long Term Security Deposit for rent has been taken from unit holder amounting to Rs. 46,30,000/-
iv. Advance Received from members amounting to Rs. 21,77,733/-
v. Arrears of Rent amounting to Rs. NIL
vi. Long term provision for rent amounting to Rs. 1,59,14,951/-

N. Trade receivable includes Rs. 3,44,755/- receivable from Maharashtra Industry Trade & Investment Facilitation Cell (MAITRI) for paying salary to security guards provided at Development Commissioner's Residence and same is unpaid since 2017. Management is regularly following up with them through communication letters along with relevant statement showing arrears and salary of the security guards.

O. Management is not charging GST on recovery of expenses incurred during the year although in current financial year it has exceeded limit specified in CGST Act, 2017 for the registration under the said Act. Management is of view that company is not providing service of maintaining the premises for the purpose of earning profit out of it and this is exclusively in the nature of reimbursement of expenses incurred for its members and hence it is out of the ambit of definition of supply.

P. TDS payable Rs.17,68,328/- shown under other current liability on provision created for rent arrears and interest* and late fee* of Rs. 7,94,918/- has not been paid till the date of signing.

*(*interest is provided up to 31st March 2022 and Late fee is provided up to 31st March 2020.)*

Q. Estimated amount of contracts remaining to be executed on Capital Account NIL NIL

R. Value of Imports on CIF Basis NIL NIL

S. Value of Exports on FOB Basis NIL NIL

T. Expenditure in Foreign Currency NIL NIL

U. Foreign Currency Exposure NIL NIL

V. Managerial Remuneration NIL NIL

W. Ea**rnings Per Equity Share**

Earnings per share as required by Accounting Standard 20 – Earning per Share issued by the Institute of Chartered Accountants of India is given below

Earnings per Share is calculated by dividing the profit attributable to the Equity Shareholders by the weighted average number of equity share outstanding during the year.The net profit considered for calculation of EPS as follows

Particulars	**For the year ended 31.03.2022**	**For the year ended 31.03.2021**
Profit after taxation as per profit and loss account	0.00	0.00
Net Profit for calculation of basic/diluted EPS	0.00	0.00
Weighted average number of equity shares outstanding	1,000	1,000
Basis & Diluted earnings per equity share		
(Face value Rs 100 per share)	**0.00**	**0.00**

X. CONTINGENT LIABILITIES –

Particulars	**As at 31st March 2022**	**As at 31st March 2021**
On account of non-compliance with TDS provisions of the Income Tax Act, 1961, with respect to non-payment of TDS and Interest thereon and non-filing of TDS returns and Late Fee Thereon.	Amount not ascertainable	Amount not ascertainable

AS PER OUR SEPARATE REPORT OF EVEN DATE ATTACHED.

KRUPANIDHI LIMITED

NOTES TO THE REVISED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2022

Note 20 : Analytical Ratio

Sr.No.	Ratios	Numerator	Denominator	31-Mar-22	31-Mar-21	% Change
1	Current Ratio	Current Assets	Current Liabilities	0.45	0.58	(22.18)
2	Debt-Equity Ratio	Total Debt	Shareholder's Equity	-	-	-
3	Debt Service Coverage Ratio	Earning for Debt Service= Net Profit before Tax (+) Non cash operating expenses(Depreciation)	Debt Service= Interest & Lease Payments (+)Principal Repayments	-	-	-
4	Return on Equity Ratio (in %)	Net Profit after Tax (-) Preference Dividend	Average Shareholder's Equity	0.00	-	-
5	Inventory turnover ratio	Cost of Goods Sold	Average Inventory	-	-	-
6	Trade Receivables turnover ratio	Net Credit Sales= Gross Credit Sales (-) Sales Return	Average Trade Receivables	-	-	-
7	Trade payables turnover ratio	Net Credit Purchases= Gross Credit Purchases (-) Purchase Return	Average Trade Payables	-	-	-
8	Net capital turnover ratio	Net Sales= Total sales (-) sales return	Working Capital = Current assets (-) Current liabilities	-	-	-
9	Net profit ratio (in %)	Net Profit	Net Sales = Total sales (-) sales return	-	-	-

Note 20 : Analytical Ratio

10	Return on Capital employed (in %)	Earnings before interest and taxes	Capital Employed = tangible net worth (+) total debt (+) deferred tax liability	0.00	-	-
11	Return on Investment (in %)	Interest (Finance Income)	Average Investment	-	-	-

Reasons for Variance :-

2) Debt Equity Ratio : The company does not have any debt in current as well as previous financial year so the ratio is not applicable.
3) Debt Service Coverage Ratio : The Company have not paid any interest during the current Financial Year as well as Previous Financial Year and hence the ratio is not applicable.
4) Return on Equity Ratio : The company does not have any profits in previous financial year so the ratio is not applicable.
5) Inventory T/o Ratio : The company does not have any inventory in current as well as previous financial year so the ratio is not applicable.
6) Trade Receivable T/o Ratio : The company does not have any turnover in current as well as previous financial year so the ratio is not applicable.
7) Trade Payable T/o Ratio : The company does not have any purchases in current as well as previous financial year so the ratio is not applicable.
8) Net Capital T/o Ratio: The company does not have any turnover in current as well as previous financial year so the ratio is not applicable.
9) Net Profit Ratio: The company does not have any profits in current as well as previous financial year so the ratio is not applicable.
10) Return on Capital Employed : The company does not have any profits in current as well as previous financial year so the ratio is not applicable.
11) Return on Investment :There is no income from investment made by the company and hence the ratio is not applicable.

KRUPANIDHI LIMITED
9, WALCHAND HIRACHAND MARG BALLARD ESTATE, MUMBAI 400 001

Note 1 – Revised Significant Accounting Policies for the year ended 31st March, 2022

A. Basis of preparation of Financial Statements –

(a) **Basic Principles –** The financial statements are prepared under the historical cost convention, on a going concern basis and in accordance with the Generally Accepted Accounting Principles in India to comply with the Accounting Standards issued by The Institute of Chartered Accountants of India.

(b) **Use of Estimates –** The preparation of the financial statements entail the management to make certain estimates and assumptions that affect the facts and figures reported. Disparities between actual result and estimates are recognised in the period in which they materialise.

(c) Method of Accounting – The Company generally follows the accrual method of accounting subject to the extent of determinability of accruals and keeping the materiality concept in view.

B. Revenue Recognition –

(a) The company is not engaged in any business activity. Expenditures incurred for the maintenance of building during the year is allocated to members on their shareholding ratio and the allocated amount is recognized as revenue in the books on issue of debit notes to the tenement

(b) All other income having a material bearing on the financial statements are recognized on accrual basis.

C. Property, Plant and Equipment and Depreciation-

(a) The Tangible Assets are shown at their cost of acquisition less accumulated depreciation. None of the Tangible Assets have been revalued during the year.

(b) The management has physically verified the assets during the year and no material discrepancies have been noticed on such verification.

(c) Depreciation is provided on pro-rata basis on the period of usage of the assets, which is rounded off to the nearest month. Depreciations are provided on written down value method.

(d) In accordance with AS 28, where there is an indication of impairment of the Company's asset the carrying amounts of the Company's assets are reviewed at each balance sheet date to determine whether there is any impairment. The recoverable amount of the assets is estimated, as the higher of its net selling price and its value in use. An impairment loss is recognized whenever the carrying amount of an asset or a cash generating unit exceeds its recoverable amount. Impairment loss is recognized in the profit and loss account or against revaluation surplus where applicable.

(e) The revenue expenditure incurred on assets are recovered from members of the company.

D. Investments –

(a) Current investments are valued at the lower of cost and fair value as at the Balance Sheet date.

(b) Non-Current investments are carried at cost. However, when there is a decline, other than temporary, in the value of the long-term investment, the carrying amount is reduced to recognize the decline.

E. Inventories-

The Company does not hold any inventory as at 31st March 2022.

F. Prior Period Items-

The Company follows the accrual system of accounting barring the effects and outcome of the provision for expenses which is made on the basis of the materiality concept and wherever ascertainable and treatment of certain items on receipt basis, as stated earlier.

G. Expenditure –

As suggested by CAG the expenditures were allocated based on the space occupied by each tenement till F.Y 2008-09 but as per the decision taken by board meeting held on 8th March 2010, expenses has been allocated as per share holding ratio.

H. Borrowings-

Generally the borrowing costs attributable to acquisition and construction of assets are capitalized as a part of the cost of such asset upto the date when such asset is ready forits intended use. Other borrowing costs are charged to the profit and loss account

I. Foreign Currency Transaction-

During the year company have not entered into any foreign currency transaction.

J. Segmental Information-

Reporting of particulars specified by accounting standards 17-"Segment Reporting" is not applicable as the management is of opinion that the company operates significantly in only a single revenue segment.

FOR S I G M A C & CO.
CHARTERED ACCOUNTANTS **For Krupanidhi Limited**

RAHUL SARDA	**AKSHAY PATHAK**	**SURENDRA KUMAR**
(PARTNER)	(Chairman and Director)	(Director)
M.NO. 135501		
UDIN : 25135501BMKOMU3754	DIN- 11164722	DIN- 08926482

Place: Mumbai.
Date : 21/08/2025

Note:

MAHARASHTRA SMALL SCALE INDUSTRIES DEVELOPMENT CORPORATION LIMITED

EMPORIUM/ PRODUCTION CENTRES

MARHATI EMPORIUM
30, World Trade Centre,
Cuffe Parade, Colaba,
Mumbai - 400 005.

MARHATI MAHARASHTRA EMPORIUM
8/A, State Emporia Bldg.,
Baba Khadaksingh Marg,
New Delhi - 110 001.
Fax : (011) - 23363888

MAHACOIR
Maharashtra Coir Production,
Exhibition Cum Training Centre,
G/30, Additional M.I.D.C.,
Tal. - Kudal, Dist. - Sindhudurg,
Pin - 416 520.

MARATHI PAITHANI CENTRE
Udyan Road, Opp. Govt. Hospital, Paithan,
Ch. Sambhaji Nagar - 431 107.
Phone : 02431 - 223093

WAREHOUSES

AHMEDNAGAR
Plot No. A-2/3,
Near Common Facility Centre,
MIDC Station Road,
Ahmednagar - 414 001.

KOLHAPUR
MIDC Industial Area,
Pune Bangalore Highway,
Opp. Shivphata,
Shiroli, Kolhapur.

PUNE
Plot No. 51 & 52,
D-1 Block Pimpri Chinchwad Indl. Estate,
Chinchawad,
Pune - 411 019.

THANE
Plot No. D-10, Road No. 33,
Plot No. A-301,
Wagle Industrial Estate,
Thane - 400 604.

REGISTERED OFFICE

Maharashtra Small Scale Industries Development Corporation Limited

Krupanidhi, 9, Walchand Hirachand Marg, Ballard Estate, Mumbai - 400 001.
Phone : (022) 22611121-22-23 https://www.mssidc.maharashtra.gov.in

DIVISIONAL OFFICES

CH. SAMBHAJI NAGAR MSSIDC LTD.
Vikas Bhavan, 3rd Floor,
Dr. Rajendra Prasad Raod,
Ch. Sambhaji Nagar - 431 001.
Phone : 0240-2331138 / 2344048

AMRAVATI MSSIDC LTD.
Ashirvad, Ground Floor,
Vidarbha Housing Scoiety Tope Nagar,
Near MHADA Bldg, AMRAVAti 444602
Phone : 0721 - 2662374 / 2665698

NAGPUR MSSIDC LTD.
11, Farmland Layout,
Near Shakti Offset, Wardha Road,
Nagpur - 440012.
Phone : 07121 - 222484 / 2423544 / 45

NASHIK MSSIDC LTD.
A-9, Near Industries Estate,
Trimbak Road, Satpur,
Nashik - 422 007.
Phone : 0253 - 2350151 / 2353085

PUNE MSSIDC LTD.
Kamla Chambers, 4th Floor, 687,
Budhwar Peth, Near Prabhat Talkies,
Bajirao Raod, Pune - 411 022.
Phone : 020 24486860

NANDED MSSIDC LTD.
B- 2, Nanded Co.op. Indl. Estate,
College Road, Nanded - 431 602.
Phone : 02462 - 242060

THANE MSSIDC LTD.
Himagiri CHS, B-1, Veena Nagar,
Mulund (W),
Mumbai 400800.
Phone : 21640983 / 2582 9917

Created by : Media R & D (I) Pvt. Ltd. Cell: 98199-07982