



ANNUAL REPORT 2020-21

# HIGH STREET FILATEX LIMITED

ANNUAL REPORT 2020-21



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**CORPORATE INFORMATION**

<b>Board of Directors and Key Managerial Personnel:</b>	
❖ <b>Mr. Bhagwan Singh(Chairman)</b> DIN: 02305246 Whole Time Director	❖ <b>Mrs. Aishwarya Sethia</b> DIN: 02979618 Non- Executive Director & CFO
❖ <b>Mr. Devendra Kumar Palod</b> DIN: 00082459 Independent Director	❖ <b>Mr. Rajneesh Chindalia</b> DIN: 00050984 Independent Director
❖ <b>Mr. Raj Deep Ghiya</b> DIN: 00082495 Independent Director	<b>Company Secretary &amp; Compliance Officer:</b> ❖ CS Vibhor Kumawat (w.e.f June 01, 2020)
<b>Auditors</b>	
❖ <b>Statutory Auditor:</b> M/s R Sogani & Associates Chartered Accountants [FRN:018755C]	❖ <b>Secretarial Auditor:</b> M/s V.M. & Associates Company Secretaries [FRN:P1984RJ039200]
<b>Other informations</b>	
❖ <b>Principle Bankers:</b> State Bank of India	
❖ <b>Registrar &amp; Share Transfer Agent:</b> Beetal Financial And Computer Services Private Limited "Beetal House", 3 <sup>rd</sup> Floor, 99 Madangir, Behind Local Shopping Centre, Near Dada, Harsukhdas Mandir, New Delhi-110062 Ph. No.: 91-011-29961281,29961282, Fax No.: 91-011-29961284 Website: www.beetalfinancial.com, E-mail Id: beetalrta@gmail.com	
❖ <b>Registered Office:</b> B-17, IInd Floor, 22 Godam Industrial Area, Jaipur-302006 (Rajasthan) E-mail: highstreet.filatex@gmail.com Ph. No.0141-2214074 / 4025431 Website: www.highstreetfilatex.in CIN: L18101RJ1994PLC008386	
❖ <b>Listed At:</b> BSE Limited, Mumbai Scrip Code- 531301	
❖ <b>Day, Time &amp; Mode of AGM:</b> Monday, September 27, 2021 at 02:00 PM through video conferencing ("VC") or other audio visual means ("OAVM").	





## **NOTICE OF 27th ANNUAL GENERAL MEETING**

Notice is hereby given that the 27<sup>th</sup> Annual General Meeting ("AGM") of **High Street Filatex Limited** will be held on Monday, the 27<sup>th</sup> Day of September, 2021 at 02:00 P.M. through video conferencing ("VC") or other audio visual means ("OAVM"), to transact the following business:

### **ORDINARY BUSINESS:**

#### **Item no. 1-Adoption of Financial Statements**

To adopt the Audited Financial Statements of the Company for the financial year ended on March 31, 2021 together with the reports of the Board of Directors and Auditors thereon.

#### **Item no. 2 – Appointment of Director Liable to retire by rotation**

To appoint a Director in place of **Mr. Bhagwan Singh (DIN: 02979618)** who retires by rotation and being eligible, offers himself re-appointment.

### **SPECIAL BUSINESS**

#### **Item no. 3 – Re-appointment of Mr. Bhagwan Singh as Chairman and Whole-time Director of the Company**

To consider, and if thought fit, to pass the following resolution as a **Special Resolution:**

**"RESOLVED THAT** in accordance with the provisions of Sections 196, 197, 198 and 203 read with Schedule V and other applicable provisions, if any, of the Companies Act, 2013 ("the Act") and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 and Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (including any statutory modification(s) or re-enactment(s) thereof, for the time being in force) and the provisions of Articles of Association and all other applicable rules, Laws and acts (if any) and subject to all other requisite approvals, permissions and sanctions and subject to such conditions as may be prescribed by any of the concerned authorities (if any) while granting such approvals as may be applicable, the consent of the members of the Company be and is hereby accorded for the re-appointment of Mr. Bhagwan Singh (DIN:02305246) as Chairman and Whole-Time-Director of the company, for a further period of 3 (Three) years with effect from 10<sup>th</sup> September, 2021 at a remuneration and other terms and conditions as mentioned below provided with liberty to the Board of Directors on recommendation of the Nomination

and Remuneration Committee to alter and vary the terms and conditions of appointment and / or remuneration, subject to the same not exceeding the limits specified in this resolution:

**1. Remuneration:** upto Rs. 120,000/- per annum (Rupees One Lakh Twenty Thousand Only).

**2. Perquisites:** Free use of company's car with driver for company's business.

**3. Reimbursement:** He shall also be entitled to reimbursement of expenses on actual basis which are incurred for business of the company.

**4. Sitting Fee etc.:** No sitting fee shall be paid to Mr. Bhagwan Singh for attending the meetings of Board of Directors or any committee thereof.

### **Other Terms & Conditions:**

**1.** Mr. Bhagwan Singh will perform the duties and exercise the powers, which from time to time may be assigned to or vested in him by the Board of Directors of the Company.

**2.** Either party i.e. the Company or Mr. Bhagwan Singh, may terminate the agreement by giving the other party 3 months prior notice in writing to that effect.

**3.** If at any time Mr. Bhagwan Singh ceases to be Director of the company for any reason whatsoever, he shall cease to be the Whole Time Director of the Company.

**4.** The terms & conditions as above including remuneration, may be altered / varied from time to time by the Board of Directors as it may, in its absolute discretion, deem fit within the maximum amount payable to the appointee in accordance with Schedule V annexed to the Act, as may be amended from time to time or any other relevant Statutory enactment(s) thereof in this regard, subject to the same not exceeding limits as specified in the said resolution.

**5.** He shall be liable to retire by rotation.

**RESOLVED FURTHER THAT** in the event of any statutory amendment, modification or relaxation by Central Government to Schedule V of the Act or any other relevant Statutory enactment(s) thereof in this regard, the Board of Directors of the Company be and is hereby authorized to vary or increase the remuneration including salary, commission, perquisites, allowances, etc. within such prescribed





limit subject to that the same does not exceed the ceiling limit as provided in the said resolution and the said terms of appointment of Mr. Bhagwan Singh, as Chairman and Whole Time Director of the company, be suitably amended to give effect to such modification, relaxation or variation without any further reference to the members of the Company for their approval in the general meeting.

**RESOLVED FURTHER THAT** Board of Directors of the Company be and is hereby authorised to settle any question, difficulty or doubt that may arise in giving effect to this resolution and to take such steps and do all other acts, deeds and things as may be

necessary or desirable to give effect to this resolution.”

**Reg Office: B-17, IInd,  
Floor 22 Godam Industrial  
Area  
Jaipur -302006  
(Rajasthan)  
Date:, August 11, 2021  
Place: Jaipur**

**By the Order of  
Board of Directors  
For High Street  
Filatex Limited**  
  
**Sd/-  
Vibhor Kumawat  
(Company Secretary  
and  
Compliance Officer)  
ACS-55710**





**NOTES:**

1. The Company believes that Annual General Meeting ("AGM") is a forum which provides the shareholders an opportunity to interact with the Board of Directors and its Senior Management team, but in current scenario of COVID-19, State Government(s) is enforcing and removing the restrictions according to the number of positive cases, so there might be possibility of restriction on free movement at the time of AGM. However, in view of the same, pursuant to the Circular No. 20/2020 dated May 5, 2020 read with Circular No. 14/ 2020 dated April 8, 2020, Circular No. 17/ 2020 dated April 13, 2020 and Circular no. 02/2021 dated January 13, 2021 (collectively referred to as "MCA Circulars") issued by the Ministry of Corporate Affairs ('MCA') and Circular No. SEBI/HO/CFD/CMD1/CIR/P/2020/79 dated May 12, 2020 and circular no. SEBI/HO/CFD/CMD2/CIR/P/2021/11 dated January 15, 2021 ("SEBI Circulars") issued by the Securities and Exchange Board of India (SEBI) and in compliance with the provisions of the Companies Act, 2013 ("the Act") and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI Listing Regulations"), the Company has decided to hold its 27th AGM through video conferencing ("VC") or other audio visual means ("OAVM") (hereinafter referred to as "electronic means") i.e. without the physical presence of the Members. For this purpose, the Company has availed services from **Beetal Financial And Computer Services Private Limited** for conducting AGM through electronic means, as an authorized agency. The facility of casting votes by a member using remote e-voting system as well as online voting on the date of the AGM will be provided by the Central Depository Services (India) Limited ("CDSL").
  2. Explanatory Statement setting out material facts pursuant to section 102(1) of the Act, which sets out details relating to Special Business to be transacted at the Meeting, is appended hereto.
  3. Members may join the 27th AGM through VC Facility by following the procedure as mentioned below in the notice, which shall be kept open for the Members from 01:30 p.m. IST i.e. 30 minutes before the time scheduled to start the 27th AGM and the Company may close the window for joining the VC Facility, 30 minutes after the scheduled time to start the 27th AGM. Attendance of members will be counted as the members who have successfully logged in through VC or OAVM and shall be counted for the purpose of reckoning of the quorum under section 103 of the Act.
- The facility of participation at the AGM through VC/OAVM will be made available to 1000 members on first come first served basis. However, the participation of members holding 2% or more is not restricted on first come first serve basis. Promoters, Institutional Investors, Directors, Key Managerial Personnel, the Chairpersons of the Audit Committee, Nomination and Remuneration Committee and Stakeholders Relationship Committee, Auditors, Scrutinizers etc. who are allowed to attend the AGM without restriction on account of first come first served basis
4. Since, AGM will be held through VC, there would be no requirement of appointing proxy in accordance with the MCA circulars. Accordingly, the facility for appointment of proxies by the Members will not be available for the AGM and hence the Proxy Form is not annexed to this Notice.
  5. As per the MCA Circulars and SEBI Circulars issued in this regard, the Notice calling the AGM has been uploaded on the website of the Company at [www.highstreetfilatex.in](http://www.highstreetfilatex.in). The Notice can also be accessed from the website of the Stock Exchange i.e. BSE Limited at [www.bseindia.com](http://www.bseindia.com) and the AGM Notice is also available on the website of CDSL (agency for providing the facility of conducting Remote e-Voting facility) i.e. [www.evotingindia.com](http://www.evotingindia.com).
  6. The Notice is being electronically sent to all the members of the Company, whose name appear on the Register of Members/List of Beneficial Owners, as received from the Depositories on **Friday, August 20, 2021** and who have registered their e-mail addresses with the Company and/ or with the Depositories. It is however, clarified that all the persons who are members of the Company as on **Monday, September 20, 2021** (including those members who may not have received this Notice due to non-registration of their e-mail IDs with the Company or the Depositories) shall be entitled to vote and attend / participate in AGM in relation to the resolutions specified in this Notice.
  7. Brief profile and other additional information pursuant to Regulation 36 (3) of the listing regulations and Schedule V of the Act and Secretarial Standard on General Meetings (SS-2) issued by The Institute of Company Secretaries of India, in respect of the Directors seeking appointment/reappointment at the AGM, is furnished as Annexure-1 and 2 to the Notice. The Director have furnished consent/declaration of their appointment/re-appointment as required under the Act and the Rules made thereunder.





8. Members are requested to:
  - a) Notify the change in address if any, with Pin Code numbers immediately to the Company (in case of shares held in physical mode).
  - b) Quote their Regd. Folio Number/DP and Client ID Nos. in all their correspondence with the Company or its Registrar and Share Transfer Agent ("RTA").
9. Members are informed that in case of joint holders attending the meeting, only such joint holder who is higher in the order of the names will be entitled to vote.
10. The Register of Directors and Key Managerial Personnel (KMP) and their shareholding and Register of Contracts or Arrangements in which Directors are interested, maintained under Sections 170 and 189 of the Companies Act, 2013 respectively will be available for electronic inspection without any fee by the members from the date of circulation of this Notice up to the date of AGM, i.e. September 27, 2021. Members seeking to inspect such documents can send an email to [highstreet.filatex@gmail.com](mailto:highstreet.filatex@gmail.com).
11. Members desiring any information with regards to accounts and/or operation of the Company are requested to write to the Company at least seven days in advance of the Meeting so as to enable the Management to keep the information ready.
12. All documents referred to in the Notice are open for inspection by the members at the Registered Office of the Company during office hours on all working days except Saturdays, Sundays & public holidays between 11.00 A.M. to 01.00 P.M. upto the date of the Meeting, further electronic inspection will also be available without any fee by the members from the date of circulation of this Notice up to the date of AGM, i.e. September 27, 2021. Members seeking to inspect such documents can send an email to [highstreet.filatex@gmail.com](mailto:highstreet.filatex@gmail.com).
13. Pursuant to Section 72 of the Companies Act, 2013, members holding shares in physical form may file nomination in the prescribed Form SH-13 and for cancellation/variation in nomination in the prescribed Form SH-14 with the company's RTA. In respect of shares held in electronic/demat form, the nomination form may be filed with the respective Depository Participant. Members are requested to address all correspondence including etc. to the company's RTA: Beetal Financial And Computer Services Private Limited, Beetal House, 3<sup>rd</sup> Floor, 99 Madangir, Behind Local Shopping Centre, Near Dada Harsukhdas Mandir, New Delhi-110062, Tel-011 29961281, 29961282.
14. As Amended by SEBI (Listing Obligations and Disclosure Requirements) (Fourth Amendment) Regulations, 2018 dated June 08, 2018, securities of listed companies can be transferred only in dematerialized form with effect from April 1, 2019, except in case of request received for transmission or transposition of securities; members holding shares in physical form are mandatorily required to dematerialize their holding in order to eliminate all risk associated with physical shares. In view of the above, members are advised to dematerialize their shares held by them in physical form. Members can contact the Company or RTA for further assistance.
15. Members holding shares in physical form in multiple folios in identical names are requested to apply for consolidation of such folios along with share certificates to the Company/ Registrar and Share Transfer Agent.
16. Non Resident Indian Members are requested to inform RTA of the Company any change in their residential status on return to India for permanent settlement, particulars of their bank account maintained in India with complete name, branch account type, account number and address of the bank with pin code number, if not furnished earlier.
17. The Securities and Exchange Board of India (SEBI) has mandated the submission of Permanent Account Number (PAN) by every participant in securities market. Members holding shares in electronic form are, therefore requested to submit their PAN and bank account details to their Depository Participant(s) with whom they are maintaining their de-mat accounts and members holding shares in physical form to the Company/ RTA.
18. In compliance with provisions of Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014(as amended) and Regulation 44 of the SEBI Listing Regulations the Company is pleased to offer remote e-voting facility to the members to enable them to cast their votes electronically from a place other than the venue of the AGM('Remote E-voting')on all resolutions set forth in this Notice as well as online voting on the date of the AGM. For this purpose, the Company has signed an agreement with the Central Depository Services (India) Limited ("CDSL") for facilitating e-voting.
19. The Remote e-voting period would begin on Thursday, September 23, 2021 at 10.00 A.M. and ends on Sunday, September 26, 2021, at 05.00 P.M.  
During this period, members of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date (record date) i.e. Monday, September 20, 2021,







may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter. Once the vote on a resolution is casted by the shareholder, the shareholder shall not be allowed to change it subsequently.

20. A person who has acquired shares & become a member of the company after the dispatch of notice of AGM & holding shares as of cut-off date, may obtain the login ID & password by sending a request at [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com). However, if the person is already registered with CDSL for remote e-voting then the existing user ID & password can be used for casting vote.
21. The Members who have not registered their email address so far, are requested to register their e-mail address for receiving all communications including Annual Report, Notices, Circulars, etc. from the Company electronically.
22. CS Manoj Maheshwari, Practicing Company Secretary, Jaipur (FCS 3355) partner of M/s V. M. & Associates, Company Secretaries has been appointed as a scrutinizer for the conduct of remote e-voting and polling/e-voting process in a fair and transparent manner at 27<sup>th</sup>AGM.
23. Electronic copy of the Notice convening the 27<sup>th</sup> AGM of the Company, Annual Report are being sent to members who have registered their e-mail ids with the Company/Depository Participant(s).

On account of the threat posed by COVID-19 and in terms of the MCA Circulars, the Company will send the Annual report and AGM notice in electronic form only. The hard copy of Annual Report and AGM notice along with annexures will not be sent to the members in accordance with

the requirements specified under the MCA Circulars.

24. Members who have not registered their email ids so far, are requested to register their email ids for receiving all communications including Annual report ,Notices ,etc. from the Company electronically.
25. The final Results including the Remote E-voting and E-voting during the AGM shall be declared within 2 working days from the conclusion of the AGM. The final results along with the Scrutinizers' report shall be placed on the company's website [www.highstreetfilatex.in](http://www.highstreetfilatex.in) immediately after the result is declared and also on the website of CDSL at [www.evotingindia.com](http://www.evotingindia.com) and shall be communicated simultaneously to the concerned Stock Exchange.
26. In case of any queries you may refer the Frequently Asked questions (FAQs) for shareholders and e-voting user manual for Shareholders available at the help section of [www.evotingindia.com](http://www.evotingindia.com) or write an email to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com)
27. Deemed Venue for the AGM will be the Registered office of the Company situated at B-17, Bais Godam Industrial Area Jaipur-302006 (Rajasthan).
28. Instructions for members for attending the AGM through VC/OVAM are as below:

**Process for E-voting:**

The Company has signed an agreement with Central Depository Services (India) Limited ("CDSL") for facilitating e-voting to enable the Members to cast their vote electronically.

**THE INTRUCTIONS OF SHAREHOLDERS FOR E-VOTING AND JOINING VIRTUAL MEETINGS ARE AS UNDER:**

- (i) The voting period begins on **Thursday, September 23, 2021 at 10.00 A.M.** and ends **on Sunday, September 26, 2021, at 05.00 P.M.** During this period shareholders' of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date (record date) of **Monday, September 20, 2021** may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.
- (ii) Shareholders who have already voted prior to the meeting date would not be entitled to vote at the meeting venue.
- (iii) Pursuant to SEBI Circular No. **SEBI/HO/CFD/CMD/CIR/P/2020/242 dated 09.12.2020**, under Regulation 44 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, listed entities are required to provide remote e-voting facility to its shareholders, in respect of all shareholders' resolutions. However, it has been observed that the participation by the public non-institutional shareholders/retail shareholders is at a negligible level.







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

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

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

Pursuant to above said SEBI Circular, Login method for e-Voting and joining virtual meetings **for Individual shareholders holding securities in Demat mode CDSL/NSDL** is given below:

Type of shareholders	Login Method
Individual Shareholders holding securities in Demat mode with <b>CDSL</b>	<ol style="list-style-type: none"><li>1) Users who have opted for CDSL Easi / Easiest facility, can login through their existing user id and password. Option will be made available to reach e-Voting page without any further authentication. The URL for users to login to Easi / Easiest are <a href="https://web.cdslindia.com/myeasi/home/login">https://web.cdslindia.com/myeasi/home/login</a> or visit <a href="http://www.cdslindia.com">www.cdslindia.com</a> and click on Login icon and select New System Myeasi.</li><li>2) After successful login the Easi / Easiest user will be able to see the e-Voting option for eligible companies where the e-voting is in progress as per the information provided by company. On clicking the e-Voting option, the user will be able to see e-Voting page of the e-Voting service provider for casting your vote during the remote e-Voting period or joining virtual meeting &amp; voting during the meeting. Additionally, there is also links provided to access the system of all e-Voting Service Providers i.e. CDSL/NSDL/KARVY/LINKINTIME, so that the user can visit the e-Voting service providers website directly.</li><li>3) If the user is not registered for Easi/Easiest, option to register is available at <a href="https://web.cdslindia.com/myeasi/Registration/EasiRegistration">https://web.cdslindia.com/myeasi/Registration/EasiRegistration</a></li><li>4) Alternatively, the user can directly access e-Voting page by providing Demat Account Number and PAN No. from a e-Voting link available on <a href="http://www.cdslindia.com">www.cdslindia.com</a> home page or click on <a href="https://evoting.cdslindia.com/Evoting/EvotingLogin">https://evoting.cdslindia.com/Evoting/EvotingLogin</a> The system will authenticate the user by sending OTP on registered Mobile &amp; Email as recorded in the Demat Account. After successful authentication, user will be able to see the e-Voting option where the e-Voting is in progress and also able to directly access the system of all e-Voting Service Providers.</li></ol>





<p>Individual Shareholders holding securities in demat mode with <b>NSDL</b></p>	<ol style="list-style-type: none"> <li>1) If you are already registered for NSDL IDeAS facility, please visit the e-Services website of NSDL. Open web browser by typing the following URL: <a href="https://eservices.nsd.com">https://eservices.nsd.com</a> either on a Personal Computer or on a mobile. Once the home page of e-Services is launched, click on the "Beneficial Owner" icon under "Login" which is available under 'IDeAS' section. A new screen will open. You will have to enter your User ID and Password. After successful authentication, you will be able to see e-Voting services. Click on "Access to e-Voting" under e-Voting services and you will be able to see e-Voting page. Click on company name or e-Voting service provider name and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting &amp; voting during the meeting.</li> <li>2) If the user is not registered for IDeAS e-Services, option to register is available at <a href="https://eservices.nsd.com">https://eservices.nsd.com</a>. Select "Register Online for IDeAS "Portal or click at <a href="https://eservices.nsd.com/SecureWeb/IdeasDirectReg.jsp">https://eservices.nsd.com/SecureWeb/IdeasDirectReg.jsp</a></li> <li>3) Visit the e-Voting website of NSDL. Open web browser by typing the following URL: <a href="https://www.evoting.nsd.com/">https://www.evoting.nsd.com/</a> either on a Personal Computer or on a mobile. Once the home page of e-Voting system is launched, click on the icon "Login" which is available under 'Shareholder/Member' section. A new screen will open. You will have to enter your User ID (i.e. your sixteen digit demat account number hold with NSDL), Password/OTP and a Verification Code as shown on the screen. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page. Click on company name or e-Voting service provider name and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting &amp; voting during the meeting</li> </ol>
<p>Individual Shareholders (holding securities in demat mode) login through their <b>Depository Participants</b></p>	<p>You can also login using the login credentials of your demat account through your Depository Participant registered with NSDL/CDSL for e-Voting facility. After Successful login, you will be able to see e-Voting option. Once you click on e-Voting option, you will be redirected to NSDL/CDSL Depository site after successful authentication, wherein you can see e-Voting feature. Click on company name or e-Voting service provider name and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting &amp; voting during the meeting.</p>

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

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

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

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





- 1) The shareholders should log on to the e-voting website [www.evotingindia.com](http://www.evotingindia.com).
- 2) Click on "Shareholders" module.
- 3) Now enter your User ID
  - a. For CDSL: 16 digits beneficiary ID,
  - b. For NSDL: 8 Character DP ID followed by 8 Digits Client ID,
  - c. Shareholders holding shares in Physical Form should enter Folio Number registered with the Company.
- 4) Next enter the Image Verification as displayed and Click on Login.
- 5) If you are holding shares in demat form and had logged on to [www.evotingindia.com](http://www.evotingindia.com) and voted on an earlier e-voting of any company, then your existing password is to be used.
- 6) If you are a first-time user follow the steps given below:

<b>For Physical shareholders and other than individual shareholders holding shares in Demat.</b>	
PAN	Enter your 10 digit alpha-numeric *PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders) <ul style="list-style-type: none"><li>• Shareholders who have not updated their PAN with the Company/Depository Participant are requested to use the sequence number sent by Company/RTA or contact Company/RTA.</li></ul>
Dividend Bank Details <b>OR</b> Date of Birth (DOB)	Enter the Dividend Bank Details or Date of Birth (in dd/mm/yyyy format) as recorded in your demat account or in the company records in order to login. <ul style="list-style-type: none"><li>• If both the details are not recorded with the depository or company, please enter the member id / folio number in the Dividend Bank details field.</li></ul>

- (vi) After entering these details appropriately, click on "SUBMIT" tab.
- (vii) Shareholders holding shares in physical form will then directly reach the Company selection screen. However, shareholders holding shares in demat form will now reach 'Password Creation' menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the demat holders for voting for resolutions of any other company on which they are eligible to vote, provided that company opts for e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.
- (viii) For shareholders holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.
- (ix) Click on the EVSN for the relevant High Street Filatex Limited on which you choose to vote.
- (x) On the voting page, you will see "RESOLUTION DESCRIPTION" and against the same the option "YES/NO" for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.
- (xi) Click on the "RESOLUTIONS FILE LINK" if you wish to view the entire Resolution details.
- (xii) After selecting the resolution, you have decided to vote on, click on "SUBMIT". A confirmation box will be displayed. If you wish to confirm your vote, click on "OK", else to change your vote, click on "CANCEL" and accordingly modify your vote.





- (xiii) Once you "CONFIRM" your vote on the resolution, you will not be allowed to modify your vote.
- (xiv) You can also take a print of the votes cast by clicking on "Click here to print" option on the Voting page.
- (xv) If a demat account holder has forgotten the login password then Enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.
- (xvi) **Additional Facility for Non – Individual Shareholders and Custodians –For Remote Voting only.**
- Non-Individual shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodians are required to log on to [www.evotingindia.com](http://www.evotingindia.com) and register themselves in the "Corporates" module.
  - A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com).
  - After receiving the login details a Compliance User should be created using the admin login and password. The Compliance User would be able to link the account(s) for which they wish to vote on.
  - The list of accounts linked in the login should be mailed to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com) and on approval of the accounts they would be able to cast their vote.
  - A scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.
  - Alternatively Non Individual shareholders are required to send the relevant Board Resolution/ Authority letter etc. together with attested specimen signature of the duly authorized signatory who are authorized to vote, to the Scrutinizer and to the Company at the email address viz; [highstreet.filatex@gmail.com](mailto:highstreet.filatex@gmail.com) (designated email address by company) , if they have voted from individual tab & not uploaded same in the CDSL e-voting system for the scrutinizer to verify the same.

**INSTRUCTIONS FOR SHAREHOLDERS ATTENDING THE AGM/EGM THROUGH VC/OAVM & E-VOTING DURING MEETING ARE AS UNDER:**

1. The procedure for attending meeting & e-Voting on the day of the AGM/ EGM is same as the instructions mentioned above for e-voting.
2. The link for VC/OAVM to attend meeting will be available where the EVSN of Company will be displayed after successful login as per the instructions mentioned above for e-voting.
3. Shareholders who have voted through Remote e-Voting will be eligible to attend the meeting. However, they will not be eligible to vote at the AGM/EGM.
4. Shareholders are encouraged to join the Meeting through Laptops / IPads for better experience.
5. Further shareholders will be required to allow Camera and use Internet with a good speed to avoid any disturbance during the meeting.
6. Please note that Participants Connecting from Mobile Devices or Tablets or through Laptop connecting via Mobile Hotspot may experience Audio/Video loss due to Fluctuation in their respective network. It is therefore recommended to use Stable Wi-Fi or LAN Connection to mitigate any kind of aforesaid glitches.
7. Shareholders who would like to express their views/ask questions during the meeting may register themselves as a speaker by sending their request in advance atleast **10 days prior to meeting i.e by September 17, 2021** mentioning their name, demat account number/folio number, email id, mobile number at [highstreet.filatex@gmail.com](mailto:highstreet.filatex@gmail.com). The shareholders who do not wish to speak during the AGM but have queries may send their queries in advance **10 days prior to meeting** mentioning their name, demat account number/folio number, email id, mobile number at (company email id). These queries will be replied to by the company suitably by email.





8. Those shareholders who have registered themselves as a speaker will only be allowed to express their views/ask questions during the meeting.
9. Only those shareholders, who are present in the AGM/EGM through VC/OAVM facility and have not casted their vote on the Resolutions through remote e-Voting and are otherwise not barred from doing so, shall be eligible to vote through e-Voting system available during the EGM/AGM.
10. If any Votes are cast by the shareholders through the e-voting available during the EGM/AGM and if the same shareholders have not participated in the meeting through VC/OAVM facility, then the votes cast by such shareholders shall be considered invalid as the facility of e-voting during the meeting is available only to the shareholders attending the meeting.

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

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

If you have any queries or issues regarding attending AGM & e-Voting from the CDSL e-Voting System, you can write an email to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com) or contact at 022-23058738 and 022-23058542/43.

All grievances connected with the facility for voting by electronic means may be addressed to Mr. Rakesh Dalvi, Sr. Manager, (CDSL, ) Central Depository Services (India) Limited, A Wing, 25th Floor, Marathon Futurex, Mafatlal Mill Compounds, N M Joshi Marg, Lower Parel (East), Mumbai - 400013 or send an email to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com) or call on 022-23058542/43.





**EXPLANATORY STATEMENT PURSUANT TO SECTION 102 OF THE COMPANIES ACT, 2013.**

**Item No. 3**

The members at the Annual General Meeting held on September 26, 2018 re-appointed Mr. Bhagwan Singh (DIN:02305246) as Chairman and Whole-time Director of the Company for a period of 3 years with effect from September 10, 2018. Accordingly, the current term of Mr. Bhagwan Singh as Chairman and Whole-time Director expires on September 09, 2021.

Mr. Bhagwan Singh, aged around 39 years, is a graduate. His expertise is basically in managing the operation effectively and as per the recommendation of the Nomination and Remuneration Committee based on the Performance Evaluation and approval of the Board of Directors in their respective meetings held on August 11, 2021, after looking at his good performance in the pandemic time, consent of the Members is sought for the re-appointment of Mr. Bhagwan Singh (DIN:02305246) as Chairman and Whole-time Director of the Company for a period of 3 years w.e.f. September 10, 2021 till September 09, 2024, on the terms and conditions as set out in this item of this Notice in accordance with the provisions of the Companies Act, 2013 (herein referred as "the Act") read with Schedule V of the Act.

He has given his consent letter in Form DIR-2, consent to act as Chairman and Whole-time Director of the Company pursuant to section 196 and 197 of the Companies Act, 2013 read with schedule V of the Companies Act, 2013, he also has given the declaration in Form-DIR-8 that he is not disqualified from being appointed as a Director along with confirmation that he is not debarred or disqualified from being appointed or continuing as Director of company.

Brief resume and other details of Mr. Bhagwan Singh, as stipulated under Regulation 36(3) of the SEBI Listing Regulations, 2015, Schedule V of the Act and the relevant provisions of the Secretarial Standard on General Meeting issued by Institute of Company Secretaries of India are provided in the Annexure 1 and 2 to the notice of the AGM.

This explanatory statement should be treated as an abstract of the terms of re-appointment and payment of remuneration to Mr. Bhagwan Singh and a memorandum /contract as complete terms of re-appointment of the Directors as required under section 190 of the Companies Act, 2013.

Except Mr. Bhagwan Singh, none of the other Directors or Key Managerial Personnel (KMP) of the Company or their relatives are concerned or interested, financial or otherwise, in the resolution set out at Item No 3.





**Annexure-1 to the AGM Notice**

Disclosure as required under Schedule V to the Companies Act, 2013 is given hereunder:

**I. General Information**

**i) Nature of Industry:** High Street Filatex Limited is engaged in Trading of Socks and Trading of Commodity.

**ii) Date of commencement of commercial production:** In year 1994

**iii) In case of new companies, expected date of commencement of activities as per project approved by financial institutions appearing in the prospectus:** N.A.

**iv) Financial performance based on given indicators:**

Particulars	2020-21 (Amount in Rs.)	2019-20 (Amount in Rs.)
Total Revenue	1,57,509	22,81,788
Profit Before Tax	(22,55,759)	(27,63,895)
Net Profit After Tax	(22,55,759)	(27,63,895)

**v. Foreign investments or collaborators, if any:**  
NIL

**II. Information about the Appointee**

**i. Background Details**

Mr. Bhagwan Singh aged about 39 years has required qualification and varied experience in general corporate management, finance, banking and other allied fields enabling him to contribute effectively in his capacity as Director. He is an Instrumental guiding force and source of inspiration to whole Team.

**ii. Past Remuneration**

Mr. Bhagwan Singh was receiving remuneration of Rs. 1.20 Lakhs per annum and his re-appointment is also done on same remuneration.

**iii. Recognition or Awards:** NIL

**iv. Job Profile and his Suitability**

Mr. Bhagwan Singh is serving company from September 10, 2013 and is having excellent grasp and thorough knowledge and experience of General Management. Looking into his knowledge in various aspects relating to the Company's affairs and many years' experience, the Board of Directors is of the opinion that for smooth and efficient running of the business, the services of Mr. Bhagwan Singh should be continued with the Company.

**v. Remuneration proposed:**

The remuneration proposed is detailed in the resolution.

**vi. Comparative remuneration Profile with respect to Industry, Size of the Company, Profile of the position and person**

The remuneration proposed is comparable to that drawn by the peers in the similar capacity in the industry and is commensurate with the size of the Company, profile of the appointee, size of company and the industry standards.

**vii. Pecuniary relationship directly or indirectly with the Company, or relationship with the managerial personnel, if any:**

Mr. Bhagwan Singh hold 6299 Shares (0.97%) of total shareholding of the company.

**III. Other Information:**

**i.** Reasons of loss or inadequate profits: As the machines with company has become obsolete and outdated therefore no production or minimal production was there due to which the company incurred losses during the year.

**ii.** Steps taken or proposed to be taken for improvement. : Company is trying to come up with new plant and has also started trading in commodities so that the company can cope up with present situation.

**iii.** Expected increase in productivity and profit in measurable terms: Company has started trading in commodities with a view to come out with positive results. After the COVID-19 pandemic it was very difficult for the business to survive so to recover losses management is putting in their best efforts to improve the performance of the Company.







**Annexure-2 to the AGM Notice**

Information on Director being appointed / re-appointed as required under Regulation 36 (3) the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 and SS-2 are as follow:

**Mr. Bhagwan Singh (DIN:02305246)**

<b>Date of Birth</b>	December 02, 1982
<b>Age</b>	39 Years
<b>Nationality</b>	Indian
<b>Qualification</b>	B.A. Graduate
<b>Category of Director</b>	Whole-Time Director
<b>Brief Resume of the Director and Expertise in specific functional area</b>	He has required qualification and varied experience in general corporate management, finance, banking and other allied fields enabling him to contribute effectively in his capacity as Director. He is an Instrumental guiding force and source of inspiration to whole Team.
<b>Years of Experience</b>	8 years
<b>Date of first appointment on the board</b>	September 10, 2013
<b>Shareholding in the Company</b>	6299 (No. Of shares) 0.97 % (percentage)
<b>Name of the Public Companies in which Directorship was held on August 11, 2021 except High Street Filatex Limited</b>	NIL
<b>Name of the Companies in which Directorship was held on August 11, 2021 except High Street Filatex Limited</b>	NIL
<b>Memberships/ Chairmanship of Committees of other Companies in India</b>	NIL
<b>Inter-se relationship between Directors and other Key Managerial Personnel</b>	He is not related with any Director or KMP of the Company.
<b>Terms and conditions of appointment</b>	In terms of Section 152(6) of the Companies Act, 2013, Mr. Bhagwan Singh is liable to retire by rotation, and shall be re-appointed, as Chairman and Whole-time Director of the Company for a period of 3years w.e.f September 10, 2021 till September 09, 2024, subject to the approval of the Shareholders of the Company.
<b>Number of Meetings of the Board attended</b>	5 (Five) Board Meetings held in Financial Year 2020-21.
<b>Details of remuneration last Drawn</b>	Rs. 120,000/- per annum
<b>Remuneration Proposed to be Paid</b>	Rs. 120,000/- per annum





## **BOARD'S REPORT**

**To,  
Dear Members,  
High Street Filatex Limited**

Your Directors have immense pleasure in presenting the **27<sup>th</sup> Annual Report** on the business and operations of your Company, together with the Audited Financial Statements for the financial year ended on March 31, 2021.

### **1. FINANCIAL PERFORMANCE**

The performance of the Company for the Financial Year ended **March 31, 2021** is summarized as below:

Amount in Rs.

Particulars	F.Y. 2020-21	F.Y. 2019-20
Total Revenue	157,509/-	2,281,788/-
Less: Total Expenditure	2,413,268/-	5,045,683/-
Profit/(Loss) before Tax	(2,255,759)/-	(2,763,895)/-
Tax Expenses	NIL	NIL
Profit/(Loss) after Tax	(2,255,759)/-	(2,763,895)/-

In the Global Pandemic situation of COVID-19, even after facing the restrictions/orders of the Central/State Government of the Company was dedicated and determined to keep its shareholders updated about everything on time. The Company intimated on time to the shareholders regarding to the suspension of work due to lockdown and there after intimated regarding to resuming the offices and operations.

Further the advisory as per SEBI Circular No. SEBI/HO/CFD/CMD1/CIR/P/2020/84 dated May 20, 2020 and Regulation 30 of the SEBI Listing Regulations the Company circulated the Impact of the COVID-19 on Stock Exchange (BSE Limited) to update the shareholders about the Company.

This year the second wave of the pandemic hit the country again resulting unexpected number of positive cases, to safeguard the public at large State Government(s) took actions and imposed restrictions again, this affected the business also and it seems that business growth will take time as this pandemic has scattered every businesses in India.

### **2. STATE OF COMPANY'S AFFAIRS AND FUTURE OUTLOOK**

During the year under review, total revenue of the Company was **Rs. 157,509/-** as compared to Rs. 2,281,788/- in the previous financial year.

In the past years Company started trading of yarn, commodities and manufacturing into wide range of socks, but due to high manufacturing and other expenses and lesser sales, the Company incurred a net loss of **Rs. (2,255,759/-)** from the operations during the year

under review. The Directors are putting in their best efforts to improve the performance of the Company.

Management is planning to establish new project with the object of attainment of better future & growth. Consequent to such establishment, innovative knitting products will be developed and launched and wide new range of socks for all type of age groups, wrist bands and headbands will be produced, but this year COVID-19 has impacted on the business of the Company and this cannot be ascertained how long this impact continues on the business, but for the betterment board has taken all the precautionary measures to keep the business stable and sustainable.

The Company is determined to follow all the SOPs as issued by the Central/State Government and other statutory bodies. Since year 2020 Company is following the measures of social distancing, sanitizing the place of work, and making such adjustment by which all the works could be done digitally and following the SOPs as issued time to time by the Central/State Government and other statutory bodies. Due to the wave of the pandemic this year business was in stress and it seems that there might be stress in future business also.

### **3. Share Capital**

The paid up Share Capital of the Company as on **March 31, 2021** is mentioned below:

Paid up Equity Share Capital : **Rs. 6,470,000**  
Paid up Preference Share Capital : **Rs. 27,800,000**

### **4. DIVIDEND**

In view of losses incurred during the year under review, your Directors did not recommend any dividend for the Financial Year 2020-21.

### **5. AMOUNTS TRANSFERRED TO RESERVES**

No amount is proposed to be transferred to general reserves for the financial year ended on March 31, 2021.

### **6. ASSOCIATE COMPANIES, JOINT VENTURE AND SUBSIDIARY COMPANIES**

During the year under review, there was no associate, Joint Venture and Subsidiary Company.

### **7. ANNUAL RETURN**

In accordance with the provisions of Companies (Amendment) Act, 2017, read with Section 134(3) of the Companies Act, 2013, the Annual Return, under Section 92 (3) of the Companies Act, 2013, is hosted on the website of the Company at <https://www.highstreetfilatex.in/asp/annual-returns.htm>





**8. NUMBER OF BOARD MEETINGS**

Board meetings are conducted in accordance with the provisions of the Act read with Articles of Association of the Company, Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (hereinafter referred as “the SEBI Listing Regulations”) and Secretarial Standard -1. The Board meets at regular intervals (at least once in a calendar quarter) to discuss and decide on business strategies/policy and review the financial performance of the Company. The Board meetings are pre-scheduled and a tentative annual calendar of the Board meetings is circulated to the Directors well in advance to facilitate the Directors to plan their schedules and to ensure meaningful participation in the meetings, further notice of each Board Meeting is given well in advance in writing to all the Directors. The agenda along with relevant notes and other material information are sent in advance separately to each Director. In case of Business exigencies, if any, the Board’s approval is taken through circular resolution except in the cases which has been restricted by the act, which is noted and confirmed at the subsequent Board meeting. During the Financial Year, every Board Meeting was conducted in accordance with all the relevant provisions applicable and also with in accordance with the relaxations/extensions as time to time provided by the Ministry of Corporate affairs and Securities and Exchange Board of India to ease the Companies Struggling due to restrictions imposed by the Central/State Government to contain the spread of Corona virus.

The Chief Financial Officer of the Company was invited to attend all the Board Meetings. Other senior managerial personnel are called as and when necessary to provide additional inputs for the items being discussed by the board.

- The Whole-time Director and the Chief Financial Officer of the Company make the presentation on the quarterly and annual operating & financial performance of the Company, operational health & safety and other business issues.
- The draft of the minutes prepared by Company Secretary is circulated among the Directors for their comment/suggestion within 15 days of meeting and finally after incorporating their views, final minutes are recorded in the books within 30 days of meeting.
- Post meeting, important decisions taken are communicated to the concerned officials and department for the effective implementation of the same.

The Board of Directors met to discuss and decide on Company’s business policy and strength apart from other normal Board business. During the year 2020-21, Five (5) Board Meetings were held, and the intervening gap between the meetings was within the period prescribed under the Companies Act 2013, Secretarial Standard-1 and the SEBI Listing Regulations, including relaxations/extensions as time to time provided by the Ministry of Corporate affairs and Securities and Exchange Board of India. The dates on which the said meetings were held are as follows:

Saturday, May 30, 2020	Monday, June 29, 2020
Wednesday, August 12, 2020	Friday, October 30, 2020
Thursday, February 11, 2021	

**9. PARTICULARS OF LOANS GIVEN, INVESTMENTS MADE, GUARANTEES GIVEN AND SECURITIES PROVIDED BY THE COMPANY U/s 186**

During the year under review, the Company has not given any loans or guarantee or provided security in connection with a loan nor it has acquired by way of subscription, purchase or otherwise the securities of any other body corporate.

**10. PARTICULARS OF CONTRACT OR ARRANGEMENT WITH RELATED PARTIES**

All transactions entered into by the Company with Related Parties as defined under the Act and the SEBI Listing Regulations during the financial year 2020-21 were in the ordinary course of business and on an arm’s length pricing basis and do not attract the provisions of Section 188 of the Act. There are also no materially significant related party transactions during the year under review made by the Company with Promoters, Directors, Key Managerial Personnel or other designated persons which may have a potential conflict with the interest of the Company at large. Thus, disclosure in Form AOC-2 is not required.

The Company follows a documented framework for identifying, entering into and monitoring the related party transactions.

The policy on dealing with and materiality of Related Party Transactions has been placed on the Company’s website and can be accessed through the following link:

[http://www.highstreetfilatex.in/asp/Policy\\_on\\_Related\\_PartyTransaction.pdf](http://www.highstreetfilatex.in/asp/Policy_on_Related_PartyTransaction.pdf)





**11. MATERIAL CHANGES AND COMMITMENTS, IF ANY, AFFECTING THE FINANCIAL POSITION OF THE COMPANY/CHANGE IN NATURE OF THE BUSINESS**

There were no material changes occurred and commitments took place between the end of the financial year to which the financial statements relate and the date of this Report which can affect the financial position of the Company.

Further in the Financial Year 2020-21 the Pandemic COVID-19 had shaken the economy and businesses not only of the India but also Globally, all the sectors faced stress and tried to overcome as much as possible.

This financial year the health was the issue and to contain the spread of the Corona virus Central/State government(s) had taken several steps which was necessary for the containment of the spread of the Pandemic and the Indian Government imposed complete lockdown in the whole India so that transmission of the virus can be reduced and controlled. Everyone were locked in the homes/other places and there was no free movement allowed except the essential services. Respecting the orders and restrictions imposed by Government(s), Company was not operating during the lockdown period, after the end of the financial year 2020-21 the second wave of the pandemic hit the country and again restrictions were imposed it's too hard to keep business sustainable but your Board is dedicated to keep it sustained.

Save and except the effect of the above, there have been no material changes and commitment that have occurred after the closure of the Financial Year 2020-21 till the date of this Report, which would affect the financial position of your Company.

**12. SIGNIFICANT AND MATERIAL ORDERS**

In pursuance to Rule 8 (5) (vii) of the Companies (Accounts) Rules, 2014, no significant or material orders were passed by the regulators or courts or tribunals impacting the going concern status and Company's operations in future.

**13. RISK MANAGEMENT POLICY**

In compliance with the requirements of regulations contained in the SEBI Listing Regulations and the provisions of the Act, Company has a Risk Management Policy to identify and assess the key risk areas, monitor

and report compliance and effectiveness of the policy and procedure. Company has a well-established Risk Management framework in place for identification, evaluating and management of risks, including the risks which may threaten the existence of the Company. In line with Company's commitment to deliver sustainable value, this framework aims to provide an integrated and organized approach for evaluating and managing risks. A detailed exercise is carried out to identify, evaluate, manage and monitor the risks. The Board periodically reviews the risks and suggests steps to be taken to control and mitigate the same through a properly defined framework. The detailed risk management policy of Company is available on the following weblink:

<http://www.highstreetfilatex.in/asp/Policy%20on%20Risk%20Management.pdf>

**14. BOARD OF DIRECTORS AND KEY MANAGERIAL PERSONNEL**

An active, informed and independent Board is a pre-requisite for strong and effective corporate governance. The Board plays a crucial role in overseeing how the management safeguards the interests of all the stakeholders. The Board ensures that the Company has clear goals aligned to the shareholders' value and growth. The Board critically evaluates strategic direction of the Company and exercises appropriate control to ensure that the business of the Company is conducted in the best interests of the shareholders and society at large. The Board is duly supported by the Whole time Director, Key Managerial Personnel and Senior Management Personnel in ensuring effective functioning of the Company.

During the year:-

- Mrs. Aishwarya Sethia (DIN: 02979618), Director of the Company retired by rotation and being eligible for re-appointment, was re-appointed in the last AGM.
- Mr. Vibhor Kumawat, was appointed as Company Secretary and Compliance officer of the Company with effect from June 01, 2020.

Further after the closure of the Financial Year tenure of Mr. Bhagwan Singh as Chairman and Whole-time Director expires on September 09, 2021 and on recommendation of Nomination and Remuneration Committee board has approved and recommended to shareholders of the Company, the re-appointment of Mr. Bhagwan Singh as Chairman and Whole-time Director in the ensuing AGM for a period of 3 years w.e.f. September 10, 2021 to September\_09,\_2024.





• **Composition of the Board**

The Composition & category of the Directors along with their attendance at Board Meetings, previous AGM & Shareholdings as on March 31, 2021 are given below:-

S. No.	Name of the Director	Category of Director	No. of Board Meetings		Attendance of Last AGM held on September 30, 2020	No of Shares held	% of holding
			Held during the tenure	Attended			
1.	Mr.Bhagwan Singh	ED*	5	5	YES	6299	0.97
2.	Mr.Devendra Kumar Palod	ID**	5	5	YES	NIL	NIL
3.	Mr. Raj Deep Ghiya	ID**	5	5	YES	NIL	NIL
4.	Mr. Rajneesh Chindalia	ID**	5	4	YES	NIL	NIL
5.	Mrs.AishwaryaSethia	NED***	5	5	YES	7,497	1.16

\* ED- Executive Director

\*\* ID- Independent Non Executive

\*\*\* NED- Non Executive

The composition of the Board reflects the judicious mix of professionalism, competence and sound knowledge which enables the Board to provide effective leadership to the Company. The Board periodically evaluates the need for change in its size and composition to ensure that it remains aligned with statutory and business requirements. None of the Director hold office as a director, including any alternate directorship, in more than twenty companies, nor is a Director on the Board of more than ten Public Companies or acts as an Independent Director in more than seven Listed Companies. Further, none of the Director is a Member of more than ten Committees or Chairman of more than five Committees, across all the Companies in which he/she is a Director. The Company has issued the formal letter of appointment to all the Independent Directors as prescribed under the provisions of the Act and the terms and conditions of their appointment has been uploaded on the website of the Company.

The Board is entrusted with ultimate responsibility of the management, directions and performance of the Company. Board conducts and exercises the overall supervision and control by setting the goals and policies, reporting mechanism and decision making processes to be followed.

• **Retirement by rotation and subsequent re-appointment**

In terms of Articles of Association of the Company, read with Section 152 of the Act, Mr. Bhagwan Singh (DIN: 02305246) Chairman and Whole-time Director of the Company, retires by rotation at the ensuing Annual General Meeting and being eligible, offers herself for re-appointment. The Board of Directors of the Company recommends this re-appointment at the ensuing Annual General Meeting.

**15. DECLARATION OF INDEPENDENCE BY INDEPENDENT DIRECTORS**

The Company has received declarations from all the Independent Directors confirming that they meet the criteria of independence as prescribed under the provisions of the Act, read with the schedule IV and Rules issued thereunder, as well as clause (b) of the sub-regulation (1) of Regulation 16 of the SEBI Listing Regulations. Independent Directors have complied with the Code for Independent Directors prescribed in Schedule IV to the Act and in terms of Regulation 25(8) of the SEBI Listing Regulations, the Independent Directors have confirmed that they are not aware of any circumstance or situation, which exist or may be reasonably anticipated, that could impair or impact their ability to discharge their duties.

The independent directors have also confirmed compliance with the provisions of rule 6 of Companies (Appointment and Qualification of Directors) Rules, 2014, as amended, relating to inclusion of their name in the databank of independent directors.

**16. PUBLIC DEPOSITS**

During the year under review, Company has neither invited nor accepted or renewed any fixed deposit in terms of provisions of the Act read with the Companies (Acceptance of Deposits) Rules, 2014.

**17. PARTICULARS OF CONSERVATION OF ENERGY, ABSORPTION OF TECHNOLOGY AND FOREIGN EXCHANGE EARNINGS AND OUTGO**

The information on conservation of energy, technology absorption and foreign exchange earnings and outgo







during the financial year as required to be disclosed pursuant to Section 134(3)(m) of the Act, read with Rule 8 of the Companies (Accounts) Rules 2014, are given to the extent applicable in **"Annexure- 1" forming part of this report.**

#### **18. STATUTORY AUDITORS**

Pursuant to the provisions of Section 139 of the Act M/s R Sogani & Associates, Chartered Accountants, Jaipur (FRN: 018755C ) were appointed as Statutory Auditors of the Company to hold office for a period of 5 years commencing from the conclusion of 25th Annual General Meeting until the conclusion of the 30th Annual General Meeting to be held in calendar year 2024.

Further, pursuant to Section 139 and 141 of the Act and relevant Rules prescribed there under, the Company has received certificate from the Auditors to the effect that they are not disqualified under the provisions of applicable laws and also that there are no pending proceedings against them or any of their partners with respect to professional matters of conduct. As required under Regulation 33 of the SEBI Listing Regulations, the Statutory Auditors have also confirmed that they hold a valid certificate issued by the Peer Review Board of the Institute of Chartered Accountants of India.

#### **19. STATUTORY AUDITOR'S REPORT**

The Board has duly received the Statutory Auditor's Report on the financial Statements of the Company for the financial year ended March 31, 2021. The Report given by the Auditors on the financial statements of the Company is forming part of the Annual Report. There has been no qualification, reservation, adverse remark or disclaimer given by the Auditors in their Report and the observations made by the Auditors are self-explanatory and have been dealt with in Independent Auditors Report & its annexures and hence do not require any further clarification.

Further, the Auditors have not reported any incident of fraud in the Company for the year under review under section 143(12) of the Act.

#### **20. SECRETARIAL AUDITOR & SECRETARIAL AUDIT REPORT**

The Board of Directors of the Company has appointed M/s V. M. & Associates (FRN: P1984RJ039200) Company Secretaries, Jaipur as Secretarial Auditor of the Company to conduct secretarial audit of the secretarial records for the Financial Year 2020-21.

The Secretarial Audit Report for the financial year ended March 31, 2021 under the Act read with rules made there under in Form MR-3 obtained from M/s V. M. & Associates, Company Secretaries, Jaipur forms part of this Annual Report as **"Annexure-2"**.

Further, the Board has also re-appointed V. M. & Associates, (FRN: P1984RJ039200) Company Secretaries, Jaipur as Secretarial Auditor of the Company to conduct secretarial audit for the Financial Year 2021-22. They have confirmed their eligibility for the said appointment.

During the financial year 2020-21, no fraud was reported by the Secretarial Auditor of the Company in their Audit Report.

#### **21. INTERNAL AUDITOR**

Pursuant to Section 138 of the Act read with Rule 13 of the Companies (Accounts) Rules, 2014, every Listed Company is required to appoint an Internal Auditor or a firm of Internal Auditors to carry out Internal Audit of the Company.

As per the requirements of the Act Company had appointed CA Padmini Palod Membership No. 074922 as the Internal Auditor of the Company for the financial Year 2020-21 for conducting Internal Audit.

In compliance with the aforesaid requirements, the board has re-appointed CA Padmini Palod as internal auditor to conduct the Internal Audit of the Company for the Financial Year 2021-22.

During the financial year 2020-21, no fraud was reported by the Internal Auditor of the Company in their Audit Report.

#### **22. CORPORATE GOVERNANCE**

Pursuant to the provisions of Regulation 15 and Chapter V of the SEBI Listing Regulations, Companies having paid up equity share capital not exceeding Rs. 10 Crore and Net Worth not exceeding Rs. 25 Crore, as on the last day of the previous financial year are not required to comply with the provisions of Regulation 27 of the SEBI Listing Regulations.

As per the Audited Financial Statements of the Company the paid-up Equity Share and Net worth does not exceed the limit as mentioned above; hence compliance with the provisions of the Corporate Governance are not applicable to the Company.

However, your Company has complied with all the disclosures and requirements which are applicable under all the rules, regulations for the time being in force.

#### **23. MANAGEMENT DISCUSSION AND ANALYSIS REPORT**

In compliance with the Regulation 34 (2) of the SEBI Listing Regulations, the Management Discussion and Analysis Report giving details of overall industry structure, developments, performance and state of affairs of Company's business forms an integral part of this Report as **"Annexure No: 3"**.





**24. PARTICULARS OF EMPLOYEES**

None of the employees of the Company was in receipt of the remuneration exceeding the limits prescribed u/s 197 (12) of the Act read with rule 5, sub-rule 2 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014(as amended)during the year under review.

Information as required by the provisions of Section 197 of the Act, read with Rule 5 of Companies (Appointment and Remuneration of Managerial Personnel) Rules 2014, is given under:

<b>Name</b>	Bhagwan Singh	Vibhor Kumawat w.e.f. June 01, 2021
<b>Age</b>	39	29
<b>Designation of the Employee</b>	Whole-Time Director	Company Secretary and Compliance Officer
<b>Qualification</b>	B.A.	CS, and B.Com.
<b>Remuneration received for the year</b>	1,20,000/-	243,500/-
<b>Date Of Commencement of Employment in the Company</b>	September 10, 2013	June 01, 2021
<b>Experience</b>	6 years	1 year and 7 months
<b>Nature of Employment whether contractual or</b>	Contractual	Other
<b>Percentage of the Shareholding held in the Company by the employee along with the spouse and dependent children</b>	6299 Shares (0.97 %)	NIL
<b>Name of Director/Manager of whom such employee is a relative</b>	NIL	NIL
<b>Last Employment</b>	HR at High Street Fashions Limited	Company Secretary at High Street Fashions Private Limited

The ratio of the remuneration of each director to the median employee's remuneration and other details in terms of sub section 12 of Section 197 of the Act read with Rule 5(1) of The Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 are forming part of this report as **Annexure 5**.

**25. LISTING REGULATIONS**

During the period under review, the Company has complied with all the mandatory requirements of the SEBI Listing Regulations and other applicable regulations.

**26. NOMINATION AND REMUNERATION POLICY**

The current policy is to have an appropriate mix of executive and Non-Executive Directors to maintain the independence of the Board and separate its function of governance and management. As on March 31, 2021, the Board consists of 5 Directors, out of which 3 are Non-Executive Independent directors, one Non executive Woman Director and one Executive Director. The Board periodically evaluates the need for change in its composition and size.

The policy of the Company on directors' appointment and remuneration, including criteria for determining qualifications, positive attributes, independence of a director and other matters provided under Sub Section(3) of Section 178 of Act, adopted by the Board, is available on the following weblink :<http://www.highstreetfilatex.in/asp/nomination-and-remuneration-policy.pdf>.

The salient aspects covered in the Nomination and Remuneration Policy have been outlined below:

(a) To review the structure, size and composition (including the skills, knowledge and experience) of the Board at least annually and making recommendations on any proposed changes to the Board to complement the Company's corporate strategy, with the objective to diversify the Board;

(b) To identify individuals suitably qualified to be appointed as the KMPs or in the senior management of the Company;

(c) To recommend to the Board on the selection of individuals nominated for Directorship;

(d) To make recommendations to the Board on the remuneration payable to the Directors / KMPs /Senior Officials so appointed /reappointed;

(e) To assess the independence of independent Directors;

(f) such other key issues/matters as may be referred by the Board or as may be necessary in view of the regulations and provision of the Act and Rules thereunder.

(g) To make recommendations to the Board concerning any matters relating to the continuation in office of any Director at any time including the suspension or termination of service of an Executive Director as an employee of the Company subject to the provision of the law and their service contract;







(h) To ensure that level and composition of remuneration is reasonable and sufficient, relationship of remuneration to performance is clear and meets appropriate performance benchmarks;

(i) Performance Evaluation of every Director, Key Managerial Personnel and Senior Management Personnel.

The remuneration paid to the Directors is in accordance with the Nomination and Remuneration Policy formulated in accordance with Section 178 of the Act.

## 27. BOARD EVALUATION

The parameters for the performance evaluation of the Board, inter alia, include performance of the Board on deciding long term strategy, rating the composition and mix of Board members, discharging of governance and fiduciary duties, handling critical and dissenting suggestions, etc., and such evaluation was done by the means of questioners circulated to all the directors.

The parameters for the performance evaluation of the Directors include attendance, effective participation in meetings of the Board, domain knowledge, vision, strategy, etc.

The Chairman of the respective Committees based on the feedback received from the committee members on the outcome of performance evaluation exercise of the committee, shares a report to the Board.

### Board Level Performance Evaluation

The Act and the SEBI Listing Regulations stipulates the performance evaluation of the Directors including Chairman, Board and its Committees. Considering the said provisions, the Company has devised the process and the criteria for the performance evaluation which has been recommended by the Nomination & Remuneration committee and approved by the Board.

During the year the Board of Directors has carried out an annual performance evaluation of its own performance, board committees and Individual Directors based on an indicative list of factors.

The process for formal annual performance evaluation is as under:

- Independent Directors of the Company at their separate meeting evaluates the performance of Whole Time Director, Non- Executive Directors, Chairman of the Company and the Board as a whole.
- The Board evaluates the performance of the Independent Directors (excluding the director being evaluated).
- The Board evaluated the performance of Board Committees.
- Nomination & Remuneration Committee evaluate/ review the performance of each Director recommends appointment/reappointment/ continuation of Directors to the Board. Based on the recommendation of Nomination & Remuneration Committee, Board will take the appropriate action.

The criteria for performance evaluation are as under:

### Performance Evaluation of Non-Executive Directors and Chairman

Participation at Board / Committee Meetings, Managing Relationship, Knowledge and skill, Personal attributes, Compliance and Corporate Governance; Leadership; Strategy Formulation, Strategy Execution, Financial Planning/Performance, Relationships with the Board, Human Resource Management and Succession Planning, Personal Qualities, Resources and Conduct of Meetings.

### Performance Evaluation of Board

Composition and Diversity; Strategic Foresight, Value Creation, Process and Procedures, Oversight of the Financial Reporting Process and Internal Controls, Oversight of Audit Functions, Corporate Governance, Corporate Culture, Monitoring of business activities, Understanding of the business of the Company and Regulatory environment; Contribution to effective corporate governance and transparency in the Company's Operations; Deliberations/decisions on the Company's strategies, policies, plans and guidance to the Executive Management.

### Performance Evaluation of Committees

The performance and effectiveness of the Committee; Frequency and duration; Spread of talent and diversity in the Committee; Understanding of regulatory environment and developments; Interaction with the board.





## 28. COMMITTEES OF BOARD

Under the aegis of Board of Directors, several committees have been constituted and delegated powers for different functional areas. The Board Committees are formed with approval of the Board and function under their guidance. These Board committees play an important role in overall management of day to day affairs and governance of the Company. The Board committees meet at regular intervals, takes necessary steps to perform its duties entrusted by the Board. To ensure good governance, Minutes of the meetings are placed before the Board to take note.

Under the provisions of the Act and the SEBI Listing Regulations, the Board of the Company have three committees namely:

- I. Audit Committee
- II. Stakeholders' Relationship Committee
- III. Nomination and Remuneration Committee

These are briefly enumerated as under:

### I. Audit Committee:

The Audit Committee is duly constituted in accordance with Section 177 of the Act read with Rule 6 of the Companies (Meetings of Board and its Powers) Rules, 2014. It adheres to the terms of reference, prepared in compliance with Section 177 of the Act, and the SEBI Listing Regulations. The Audit Committee of the Company is entrusted with the responsibility to supervise the Company's internal controls and financial reporting process. The Committee acts as a link between the Management, the Statutory Auditors, the Internal Auditors, Secretarial Auditors and the Board of Directors.

#### a.) **Composition:**

The Audit Committee comprises of three Directors, all of whom are Non-Executive Independent Directors. All the members of Audit Committee are financially literate and bring in expertise in the fields of finance, taxation, economics, risk and international finance. Mr. Raj Deep Ghiya, Independent Director is the Chairman of the Committee. The Audit Committee seeks to ensure both corporate governance and provides assistance to the Board of Directors in fulfilling the Board's overall responsibilities.

The constitution of the Audit Committee is as under:

Name of Members	Designation
Mr. Raj Deep Ghiya	Chairman (Independent Director)
Mr. Devendra Kumar Palod	Member (Independent Director)
Mr. Rajneesh Chindalia	Member (Independent Director)

#### b.) **Extract of Terms of Reference-**

The indicative list of terms of reference of the Audit Committee are in accordance with Section 177 of the Act and as per the SEBI Listing Regulations are as follows:

- (i) the recommendation for appointment, remuneration and terms of appointment of auditors of the Company;
- (ii) review and monitor the auditor's independence and performance, and effectiveness of audit process;
- (iii) examination of the financial statement and the auditors' report thereon;
- (iv) approval or any subsequent modification of transactions of the Company with related parties;
- (v) scrutiny of inter-corporate loans and investments;
- (vi) valuation of undertakings or assets of the Company, wherever it is necessary;
- (vii) evaluation of internal financial controls and risk management systems;
- (viii) monitoring the end use of funds raised through public offers and related matters
- (ix) review of internal audit reports relating to internal control weakness and discuss with internal auditors any significant findings and follow up thereon;
- (x) reviewing the statements of significant related party transactions submitted by the management.
- (xi) review of the Whistle Blower Mechanism of the Company as per the Whistle Blower Policy and overseeing the functioning of the same.
- (xii) review and approve policy on materiality of related party transactions and also dealing with related party transactions.

#### **Powers of Audit Committee:**

- To investigate any activity within its terms of reference.
- To seek information from any employee.





- To obtain outside legal and professional advice.

**c.) Audit Committee Meetings and Attendance-**

During the Financial Year 2020-21, 4(four) meetings of the Audit Committee were held. The necessary quorum was present in all the meetings. The Audit Committee Meetings are usually held at the registered office of the Company. The dates of the meetings are:

Monday, June 29, 2020	Wednesday, August 12, 2020	Friday, October 30, 2020	Thursday, February 11, 2021
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The table below provides the attendance of the Audit Committee members:

Name	Position	Category	No. of Audit Committee Meeting during the year	
			Held	Attended
Mr. Raj Deep Ghiya	Chairman	Non Executive (Independent Director)	4	4
Mr.Devendra Kumar Palod	Member	Non Executive (Independent Director)	4	4
Mr. Rajneesh Chindalia	Member	Non Executive (Independent Director)	4	4

The Audit Committee invites such of the executives as it considers appropriate i.e. the head of the finance (CFO), representatives of the Statutory Auditors, Secretarial Auditors etc. to attend the Committee’s meetings. The Company Secretary of the Company acts as the Secretary to the Audit Committee.

**II. Stakeholders’ Relationship Committee:**

The Stakeholders Relationship Committee is entrusted with the responsibility of addressing the shareholders’/ investors’ complaints with respect to transfer, transmission of shares, issuance of duplicate share certificate, non-receipt of Annual Report, non-receipt of dividend etc.

This committee overlooks the performance of the Registrar and Share Transfer Agent and to recommend measures for overall improvement in the Quality of Investor services. The Company has always valued its customer relationships.

**a.) Composition:**

Constitution of the Committee is as under:

Name	Designation
Mr. Devendra Kumar Palod	Chairman (Independent Director)
Mr. Rajneesh Chindalia	Member (Independent Director)
Mr. Raj Deep Ghiya	Member (Independent Director)

**b.) Terms of reference of the Stakeholders’ Relationship Committee are broadly as under-**

The Stakeholders’ Relationship Committee specifically looks into various issues of the Shareholders such as:

1. Resolving the grievances of the security holders of the listed entity including complaints related to transfer/transmission of shares, non-receipt of annual report, non-receipt of declared dividends, issue of new/duplicate certificates, general meetings etc.
2. Review of measures taken for effective exercise of voting rights by shareholders.
3. Review of adherence to the service standards adopted by the listed entity in respect of various services being rendered by the Registrar & Share Transfer Agent.
4. Review of the various measures and initiatives taken by the listed entity for reducing the quantum of unclaimed dividends and ensuring timely receipt of dividend warrants/annual reports/statutory notices by the shareholders of the Company.





**c.) Stakeholders' Relationship Committee Meetings and attendance**

During the year 2020-21, 01 (one) meeting of the committee was held on Wednesday, August 12, 2020. The table below provides the attendance of the Stakeholders' Relationship Committee members:

Name	Position	Category	No. of Stakeholder Relationship Committee Meeting during the year	
			Held	Attended
Mr.Devendra Kumar Palod	Chairman	Non Executive (Independent Director)	1	1
Mr. Raj Deep Ghiya	Member	Non Executive (Independent Director)	1	1
Mr. Rajneesh Chindalia	Member	Non Executive (Independent Director)	1	1

**d.) Details of Complaints:**

- No. of Complaints received and solved during the year- Q1- Nil, Q2- Nil, Q3- Nil, Q4- Nil
- No pending complaints were there as on March 31, 2021.

. Company Secretary of the Company acts as the Secretary of the Committee.

**III. Nomination and Remuneration Committee-**

The Nomination and Remuneration Committee reviews and recommends the payment of salaries, commission and finalizes appointment and other employment conditions of Directors, Key Managerial Personnel and other Senior Employees.

**• Composition:-**

The Nomination and Remuneration Committee has been constituted in order to bring about objectivity in determining the remuneration package while striking a balance between the interest of the Company and the shareholders.

As per the provisions of the SEBI Listing Regulations, the Nomination and Remuneration Committee (the "Committee") has laid down the evaluation criteria for performance evaluation of Independent Directors and the Board. The manner for performance evaluation of Directors (including Independent Directors) and Board as whole has been covered in the Board's Report.

**• Extract of Terms of Reference-**

The broad terms of reference of the Nomination and Remuneration Committee, as amended from time includes the following-

- 1) formulation of the criteria for determining qualifications, positive attributes and independence of a director and recommend to the board of directors a policy relating to, the remuneration of the directors, key managerial personnel and other employees;
- 2) formulation of criteria for evaluation of performance of independent directors and the board of directors;
- 3) devising a policy on diversity of board of directors;
- 4) identifying persons who are qualified to become directors and who may be appointed in senior management in accordance with the criteria laid down, and recommend to the board of directors their appointment and removal.
- 5) whether to extend or continue the term of appointment of the independent director, on the basis of the report of performance evaluation of independent directors.

- Nomination and Remuneration Committee Meetings and attendance** - During the Financial Year 2020-21, 03 (three) meetings were held:-

Saturday, May 30, 2020	Monday, June 29, 2020
Wednesday, August 12, 2020	





The table below provides the attendance of the **Nomination and Remuneration Committee** members:

Name	Position	Category	No. of Nomination & Remuneration Committee Meeting during the year		No. of Shares Held
			Held	Attended	
Mr. Rajneesh Chindalia	Chairman	Non Executive (Independent Director)	3	2	NIL
Mr. Raj Deep Ghiya	Member	Non Executive (Independent Director)	3	3	NIL
Mr.Devendra Kumar Palod	Member	Non Executive (Independent Director)	3	3	NIL

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

The Company has a robust vigil mechanism through its whistle blower policy, approved and adopted by the Board of Directors of the Company in compliance with the provisions of Section 177(10) of the Act.

The policy also provides protection to the employees and Directors who report unethical practices and irregularities. Any incidents that are reported are investigated and suitable action is taken in line with the whistle blower policy. The employees are encouraged, to raise voice, for their concerns by way of whistle blowing and all the employees have been given access to the Audit Committee. It also provides adequate safeguards against victimization of Directors/ Employees who avail the mechanism and are free to report violations of applicable laws and regulations and the code of conduct. No personnel have been denied access to the Audit Committee pertaining to the Whistle Blower Policy. The Whistle Blower Policy is available on the following web link:  
<http://www.highstreetfilatex.in/asp/vigil-mechansim.pdf>.

**30. INTERNAL FINANCIAL CONTROL**

The Company's internal financial control framework is commensurate with the size and operations of the business and is in line with requirements of the Act. The Company has laid down Standard Operating Procedures and policies to guide the operations of the business. Unit heads are responsible to ensure compliance with the policies and procedures laid down by the management. Robust and continuous internal monitoring mechanisms ensure timely identification of risks and issues. The Management, Statutory and Internal Auditors undertake rigorous testing of the control environment of the Company.

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

**31. COMPLIANCE WITH SECRETARIAL STANDARDS**

The Institute of Company Secretaries of India, a statutory body, has issued Secretarial Standards (SS) on various

aspects of corporate law and practices. The Company has complied with all the applicable Secretarial Standards issued by the Institute of Company Secretaries of India.

**32. CODE OF CONDUCT**

The Company has adopted a Code of Conduct for all the employees including the members of the Board and Senior Management Personnel. All the members of the Board and Senior Management Personnel have affirmed compliance with the said code of conduct for the financial year 2020-21. The declaration to this effect was by signed Mr. Bhagwan Singh, Chairman and Whole Time Director of the Company is annexed to this Board report as "Annexure No 4".

The Code has been posted on the website ([www.highstreetfilatex.in](http://www.highstreetfilatex.in)) of the Company. The Code can be accessed through the following link :<http://www.highstreetfilatex.in/asp/ITC-High-street-filatex.pdf>.

**33. ANTI-SEXUAL HARASSMENT POLICY**

The Company's Policy on Prevention of Sexual Harassment at workplace is in line with the requirements of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 and Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Rules, 2013 framed thereunder.

The Company conducts sessions for employees across the organization to build awareness amongst employees about the Policy and the provisions of Prevention of Sexual Harassment of Women at Workplace Act.

During the Financial Year 2020-21, no complaint of sexual harassment were received by the Company details/particulars for the same are as follows:

Particulars	No. of Complaints
No. of Complaints Pending at the Beginning of the Year	0
No. of Complaints Received and Resolved during the Year	0
<b>No. of Complaints Pending at the End of the Year</b>	<b>0</b>

The Company is committed to providing a safe and conducive work environment to all of its employees and associates.





**34. DIRECTORS' RESPONSIBILITY STATEMENT**

Pursuant to the requirement under section 134(5) of the Act with respect to Directors' Responsibility Statement, our directors confirm that:

- a) In the preparation of the Annual Accounts for the financial year ended **March 31, 2021**, the applicable accounting standards and Schedule III of the Companies Act, 2013, have been followed and that no material departures have been made from the same;
- b) They have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent, so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profits of the Company for that period;
- c) They have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Act
- d) For safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- e) They have prepared the annual accounts on a going concern basis;
- f) They have laid down internal financial controls for the Company and such internal financial controls are adequate and operating effectively; and

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

**35. ACKNOWLEDGEMENT/APPRECIATION**

The Board of Directors place on record their deep appreciation to employees at all levels for their hard work, dedication and commitment. The enthusiasm and unstinting efforts of the employees have enabled the Company to retain its Brand within the sector.

The Board places on record its appreciation for the support and co-operation to Company has been receiving from its suppliers, distributors, retailers and others associated with it as its trading partners. Company looks upon them as partners in its progress and has shared with them the rewards of growth. It will be Company's endeavor to build and nurture strong links with the trade based on mutuality of benefits, respect for and co-operation with each other, consistent with consumer interests.

The Board of Directors also take this opportunity to thank all Shareholders, Clients, Vendors, Banks, Government and Regulatory Authorities and Stock Exchanges, for their continued support.

**Reg Office: B-17, IInd  
Floor , 22 Godam  
Industrial Area Jaipur -  
302006 (Rajasthan)  
Date: August 11,2021  
Place: Jaipur**

**For and on behalf of Board  
of Directors  
High Street Filatex Limited  
Sd/-  
Bhagwan Singh  
Chairman and Whole-time  
Director  
DIN: 02305246**







**Annexure-1**

**Conservation of Energy, Technology Absorption, Foreign Exchange Earnings and Outgo**  
(As per Section 134(3) (m) of the Companies Act, 2013 read with Rule 8 of the Companies (Accounts) Rules, 2014)

**A. Conservation of Energy**

Steps taken or impact Conservation of energy	The Company has been continually reducing energy consumption in various stages of manufacturing operations and kept top priority for energy conservation and towards this we have: Preserved the energy by reducing the outflow process wastages and by recycling all kinds of process wastage. 1. With continuous monitoring, improvement in operational techniques, maintenance and distribution systems we have reduced the energy utilization. 2. The office of the Company has been using LED bulbs that consume less electricity as compared to CFL and incandescent bulbs, As a part of Green Initiative, a lot of paper work at Registered Office has been reduced by increased usage of technology.
Steps taken by the company for utilizing alternate sources of energy	The company evaluated options for utilization of alternate sources of energy during the financial year 2020-21. Modernization through Plant & Machinery has been done for reducing energy consumption and research has been carried out for the use of Solar Energy but due to high capital cost the company cannot consider this alternative source right now.
The Capital Investment on Energy Conservation Equipment's	The company is making constant efforts to locate all the possible areas where investment can be made for conservation of energy.

**B. Technology Absorption**

**1. Efforts made towards Technology absorption**

Continuous efforts are being made for improvement in the existing production process and products through better machines with upgraded technology so that the Company can earn better profits and growth.

**2. Benefits derived like product improvement cost reduction, product development or import substitution**

The Company has been able to improve the quality of its products. Also there is reduced labour due to machines with upgraded technology.

**3. Technology Imported during the last three years:**

- a)The details of technology imported: **N.A.**  
b)The year of import: **N.A.**  
c)Whether the technology been fully absorbed: **N.A.**  
d)If not fully absorbed areas where absorption has not taken place and the reasons thereof: **N.A.**

**4. Expenditure incurred on Research and Development: NIL**

**C. Foreign exchange earnings and Outgo**

The Foreign Exchange inflows and outgo during the year are as follows:-

Particulars	(in Lakhs)
Foreign exchange inflows	NIL
Foreign exchange outgo	NIL

Reg Office: B-17, IInd, Floor 22 Godam Industrial Area  
Jaipur -302006 (Rajasthan)  
Date: August 11, 2021  
Place: Jaipur

For and on behalf of Board of Directors  
For High Street Filatex Limited  
Sd/-  
Bhagwan Singh  
Chairman and Whole-time Director  
DIN: 02305246







**Annexure-2**

**Form No. MR-3**  
**SECRETARIAL AUDIT REPORT**  
FOR THE FINANCIAL YEAR ENDED MARCH 31, 2021

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

To,  
The Members,  
High Street Filatex Limited  
B-17, IInd Floor, 22 Godam Industrial Area  
Jaipur – 302006 (Rajasthan)

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

Based on our verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, the explanations and clarifications given to us and the representations made by the Management and considering the relaxations granted by the Ministry of Corporate Affairs and Securities and Exchange Board of India warranted due to the spread of the COVID-19 pandemic, we hereby report that in our opinion, the Company has, during the audit period covering the financial year ended on March 31, 2021 ("**Audit Period**") complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

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

- (i) The Companies Act, 2013 ("the Act") and the rules made thereunder;
- (ii) The Securities Contracts (Regulation) Act, 1956 ("SCRA") and the rules made thereunder;
- (iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
- (iv) Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings;
- (v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ("SEBI Act"): -
  - (a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;

- (b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
- (c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018 (**Not applicable to the Company during the Audit Period**);
- (d) The Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014 (**Not applicable to the Company during the Audit Period**);
- (e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008 (**Not applicable to the Company during the Audit Period**);
- (f) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;
- (g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009 (**Not applicable to the Company during the Audit Period**);
- (h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 2018 (**Not applicable to the Company during the Audit Period**);
- (i) The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015;
- (vi) As confirmed by the management, there are no sector specific laws that are applicable specifically to the company.

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

- i. Secretarial Standards issued by The Institute of Company Secretaries of India;
- ii. The Listing Agreement entered into by the Company with BSE Limited.

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

**We further report that**

The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive





Directors and Independent Directors. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.

Adequate notice is given to all Directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent at least seven days in advance and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.

Majority decision is carried through while the dissenting members' views, if any, are captured and recorded as part of the minutes.

**We further report that** there are adequate systems and processes in the company commensurate with the size and operations of the company to monitor and ensure

compliance with applicable laws, rules, regulations and guidelines.

**We further report that** during the audit period the company has not undertaken any events/actions having a major bearing on the company's affairs in pursuance of the above referred laws, rules, regulations, guidelines standards etc.

**Place: Jaipur**  
**Date: August 11, 2021**  
**UDIN: F009985C000768952**

**For V. M. & Associates**  
**Company Secretaries**  
**(ICSI Unique Code**  
**P1984RJ039200)**  
**PR 581 / 2019**

**CS Vikas Mehta**  
**Partner**  
**Membership No.: FCS 9985**  
**C P No.: 12789**

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

## Annexure A

To,  
The Members,  
High Street Filatex Limited  
B-17, IInd Floor, 22 Godam Industrial Area  
Jaipur – 302006 (Rajasthan)

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

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

**Place: Jaipur**  
**Date: August 11, 2021**  
**UDIN: F009985C000768952**

**For V. M. & Associates**  
**Company Secretaries**  
**(ICSI Unique Code**  
**P1984RJ039200)**  
**PR 581 / 2019**

**CS Vikas Mehta**  
**Partner**  
**Membership No.: FCS 9985**  
**C P No.: 12789**





**Annexure-3**

**MANAGEMENT DISCUSSION & ANALYSIS REPORT**

**OVERVIEW:**

The operating and financial review in this discussion pertains to the management's perspective on the financial condition as well as the operating performance of the Company for the FY2020-21. The following discussion of the Company's financial performance result and operating results should be read in conjunction with the Company's Financial Statements and Notes thereto and other information included elsewhere in the Annual Report. The Company's Financial Statements were prepared in compliance with the requirements of the Companies Act, 2013.

**Industry structure and developments**

The manufacturing or any other business in the India except essential services had negative impact on them due to Coronavirus pandemic but after unlock stages when business started to boost again India's manufacturing sector recorded improvement from 3quarter onwards, no doubt economy of India stepped down a little but it will grow again. At the end of the financial year 2019-20 the world had witnessed the global pandemic COVID-19 which has shaken the economy not only of the India but also of the whole world in just few months and this also continued in the Financial year 2020-21 and continuously impacting every business. The losses this year were majorly due to the pandemic people at large suffer from the financial crisis and due to this there were lesser sales than the earlier year, pandemic impacted the stability, growth and profitability of the Company and increased the losses as fixed expenses cannot be reduced or skipped. The businesses and free movement of everyone was closed by the order of the State/Central Government to contain the spread of Corona Virus for several months and restarted all the operations and movements slowly by unlocking the country in stages with restrictions and guidelines to be followed.

The Management Discussion & Analysis Report has been included in adherence to the spirit enunciated in the code of Corporate Governance approved by the Securities and Exchange Board of India. The report herein presents the Company Overview, SWOT Analysis, Initiatives by the Company and overall outlook of the Company for the future. This outlook is based on the assessment of the current environment which may vary due to future economic and other developments in the universal arena.

**COMPANY STRUCTURE AND DEVELOPMENTS**

The Company adopted series of measures to boost its activities. But, due to non availability of strategic or financial partner, the unit cannot be yet revived in a full fledged way. In comparison to previous year, the sales of the Company was decreased in the year 2020-21 to Rs. 157,509/- as compare to previous year Rs. 2,037,788/- due to high manufacturing expenses, the Company had a loss of Rs. (2,255,759)/- in Financial Year 2020-2021

whereas during Financial Year 2019-2020, the Net Loss of the Company was Rs. (2,763,895)/-.

The Company is suffering from losses and even could not able to afford the fixed expenses of the factory unit but it's just trying its best to cope up everything with small amount of sales.

In spite of the above, the Company has not lost its hope to get a financial partner and our assiduous efforts continue for the same. The Company is looking for a strong future ahead and targeting the significant growth in the next year. Its future aim is to improve its financial position.

Performance Review:

Ratios	F.Y 2020-21	F.Y 2019-20	Reason if change is more than 25%
Debtor Turnover Ratio	0.64	9.04	Such change occurred due to decreased sales in this Financial Year
Inventory Turnover Ratio	0	0	-
Current Ratio	0.34	0.60	
Debt Equity Ratio	-1.17	-1.26	-
Operating Margin Ratio	-14.32	-1.21	Such change occurred due to decreased sales in this Financial Year and expenses remains almost same.
Net profit Margin	-14.32	-1.36	Such change occurred due to decreased sales in this Financial Year and expenses remains almost same.
Return on net worth	0.53	1.01	Return on net worth decreased due to lesser sales because of Pandemic.

**SWOT ANALYSIS**

**1. STRENGTHS:**

- The Company has most strategically located plant and has adopted advanced production techniques.
- The Company due to past experience and having better goodwill with world's best exporters is capable of recapturing the foreign market in short span of time.
- The Company's products are very well established in foreign market. It is capable of making socks of different designs/patterns.





**2. Weakness:**

- The financial position of the Company is still not improved according to the set objectives. The management is trying its best to bring the Company in a better position by next year.

**3. Opportunities:**

- Due to expansion of the trading base of the company, there will be substantial increase in demand of Company's products.
- The Company will be able to use much potential available now in the domestic market on which every Multi National Company has set their eyes upon in India.

**4. Threats:**

- Due to high competitive pressure in the market, the Company has to operate in this competitive scenario and acquire a grip in the market to hold its foot firmly and upkeep the brand name.
- Adverse change in the Government Policies may affect the business operations of the Company.
- Technology Obsolescence: These are the days when technology takes no time to become obsolete. Thus to be at par with its competitors the Company has to ensure that it constantly updates and upgrades its technology

**INTERNAL CONTROL SYSTEMS**

The Company has professional & adequate internal control systems which ensure protection against misuse or loss of the Company's assets. The Company deploys a robust system of internal control that facilitates the accurate and timely compilation of financial statements and management reports; ensures regulatory and statutory compliance and safeguards investor's interests by ensuring the highest level of governance and periodical communication with investors. The Audit Committee also reviews the effectiveness of the Company's internal control system which provides adequate safeguards & effective monitoring of its transactions.

**HUMAN RESOURCE DEVELOPMENT**

Human Resource Development is paramount in every organization. The management continues to lay emphasis on identifying, developing the talent on organization with a view to retain them and further training to those who capable of handling additional responsibilities. This works to increase employee satisfaction. Developing people and harnessing their ideas is high priority for thy Company. Total number of employees at the end of March 31, 2021 stood at 02.

**FINANCIAL PERFORMANCE WITH REFERENCE TO OPERATIONAL PERFORMANCE**

Financials of the Company is detailed in the Financial Accounts of the Company forming part of the Annual Report. The Financial Statements have been prepared in compliance with the requirements of the Companies Act, 2013 and IND AS.

Year	Total Revenue	Revenue Growth %	PAT	% Change in PAT	EPS	% change in EPS
2020-21	157509	-93.10	2255759	-3.49	3.49	18.27
2019-20	2281788	-92.19	2763895	-4.27	4.27	50.88
2018-19	29211664	5568.01	1830623	-2.83	2.83	67.46

**SEGMENT WISE PERFORMANCE**

The Company is engaged into multi segment reporting during the year under review. The Company's operation primarily relates to manufacturing and trading of (a) Knitted socks, head band and wrist band (b) trading in yarn (c) trading in commodities.

Capital Employed (Segment assets- Segment Liabilities)	2020-21	2019-20
(a) Manufacturing/Trading/Jobwork of Socks	22,283,639	24,539,398
(b) Trading of Yarn	-	-
(c) Trading of Commodities	(4,005,048)	(4,005,048)
(d) other sources	-	-
(d) Redeemable Preference Share	(27,800,000)	(27,800,000)

**OUTLOOK**

The Company has not decided to enter into new field. It is exploring various business opportunities but nothing concrete has been derived. Barring unforeseen circumstances directors hope to find some concrete business opportunity to expand the business of the Company.

**RISK AND CONCERN**

Company at present is exposed to the normal industry risk factor of volatility in interest rate, economic cycle and credit risk. It has not yet decided its future course of activities, the impact of new activity, as when decided, will be known in the future.





## CAUTIONARY STATEMENT

Statements in the Management Discussion and Analysis Report describing the Company's objectives, projections, estimates, expectations or predictions may be forward looking statements within the meaning of the applicable securities laws and regulations. Actual results could differ materially from those expressed or implied.

**Reg Office: B-17, IInd,  
Floor 22 Godam Industrial  
Area Jaipur -302006  
(Rajasthan)  
Date: August 11, 2021  
Place: Jaipur**

**For and on behalf of  
Board of Directors  
For High Street  
Filatex Limited  
Sd/-  
Bhagwan Singh  
Chairman and Whole-  
time Director  
DIN: 02305246**





**Annexure-4**

**AFFIRMATION ON COMPLIANCE WITH CODE OF CONDUCT**

To the best of my knowledge and belief and on the basis of declarations given to me by the Directors and the Senior Management Personnel of the Company, I hereby affirm that a Code of Conduct for the Board Members and the Senior Management Personnel of the Company which includes Code of Conduct for Prevention of Insider Trading and Whistle Blower Policy as approved by the Board of Directors have been fully complied with the provisions of the Code of Conduct of the Company in respect of the Financial Year ended March 31, 2021.

**Reg Office: B-17, IInd, Floor 22 Godam Industrial Area  
Jaipur -302006 (Rajasthan)  
Date: June 24, 2021  
Place: Jaipur**

**For and on behalf of Board of Directors  
High Street Filatex Limited  
Sd/-  
Bhagwan Singh  
Chairman and Whole-time Director  
DIN: 02305246**





**Annexure-5**

**Analysis of Managerial Remuneration**

Pursuant to Section 197(12) of the Companies Act, 2013 read with Rule 5(1) of The Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 as amended the statistical analysis of the remuneration paid to Directors and Key Managerial Personnel (KMP) as against the other employees of the company and with respect to the performance of the company (PAT) is given below:

1. The ratio of the remuneration of each director to the median remuneration of the employees of the company for the financial year 2020-21:-

Name of the Director	Ratio
Bhagwan Singh	0.49:1

2. The percentage increase in remuneration of each director, Chief Financial Officer, Chief Executive Officer, Company Secretary or Manager, if any, in the financial year 2020-21:-

There is no increase in remuneration of the Chairman and Whole-time Director;

There is no increase in the monthly remuneration of the Company Secretary;

There is no increase in the monthly remuneration of the CFO.

Since none of the other Directors were paid remuneration in the financial year 2020-21, 2019-20, therefore there is no increase in remuneration, during the year.

3. The percentage increase in the median remuneration of employees in the financial year 2020-21:- NIL

4. The number of permanent employees on the rolls of company:- 2

5. Average percentile increase already made in the salaries of employees other than the managerial personnel in the last financial year and its comparison with the percentile increase in the managerial remuneration and justification thereof and point out if there are any exceptional circumstances for increase in the managerial remuneration:-

Average % increase in the salary of employees other than Managerial Personnel: -

2020-21 - No Change

2019-20- No Change

Average % increase in the Salary of the Managerial Personnel:

2020-21 - No Change

2019-20- No Change

Affirmation: We hereby confirm that the remuneration paid to employees are as per the Remuneration policy of the company.

**Reg Office: B-17, IInd, Floor 22 Godam Industrial Area  
Jaipur -302006 (Rajasthan)  
Date: August 11, 2021  
Place: Jaipur**

**For and on behalf of Board of Directors  
For High Street Filatex Limited  
Sd/-  
Bhagwan Singh  
Chairman and Whole-time Director  
DIN: 02305246**







### **Independent Auditor's Report**

**To**  
**The Members of High Street Filatex Limited**  
**Report on the Audit of the Financial Statements**

#### **Opinion**

We have audited the accompanying financial statements of High Street Filatex Limited ("the Company"), which comprise the Balance Sheet as at 31st March 2021, and the Statement of Profit and Loss and Cash Flow Statement for the year then ended, and notes to the 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 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, 2021, and its 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 Matter paragraph**

Attention has to be drawn to Note No. 39 to the standalone financial statements regarding the uncertainties arising out of the outbreak of COVID-19 pandemic and the assessment made by the management on its business and financials, including valuation of assets, policy liabilities and solvency for the year ended 31st March, 2021, this assessment and the outcome of the pandemic is as made by the management and is highly dependent on the circumstances as they evolve in subsequent periods.

Our opinion is not modified on the above matter.

#### **Information other than the Financial Statements and Auditor's Report thereon**

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Annual Report, but does not

include the financial statements and our auditor's report thereon. The Annual Report is expected to be made available to us after the date of this auditor's report.

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

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

When we read the Annual Report, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance.

#### **Responsibilities of Management for Financial Statements**

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance of the Company in accordance with the accounting principles generally accepted in India, including the accounting Standards specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

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

#### **Auditor's Responsibilities for the Audit of the Financial Statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from





material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with 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 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 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.

#### **Other Matter**

- Due to the nation-wide lockdown imposed, we were unable to participate in the physical verification of inventory and fixed assets that were carried out by the management subsequent to the closure of the financial year. Consequently, we have carried out alternate audit procedures in order to verify the existence of the same as per the guidance provided in SA 501, "Audit evidence - Specific considerations for selected items" and have obtained sufficient and appropriate audit evidence to issue an unmodified opinion on these standalone financial results.

Our opinion is not modified in this respect.

#### **Report on Other Legal and Regulatory Requirements**

1. As required by the Companies (Auditor's Report) Order 2016 ("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 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.





- d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- e) On the basis of the written representations received from the directors as on 31st March, 2021 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2021 from being appointed as a director in terms of Section 164 (2) of the Act.
- f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B".
- g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- i. The Company has disclosed the impact of pending litigations on its financial position in financial statement. Refer note 29 to the Financial Statements
- ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
- iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

**For RSogani& Associates**  
**Chartered Accountants**  
**FRN No. 018755C**

**Bharat Sonkhiya**  
**Partner**  
**Membership No. 403023**

**UDIN: 21403023AAABDS4495**

**Place: Jaipur**  
**Date: June 24, 2021**





**Annexure –A To the Independent Auditor’s Report of even date to the members of High Street Filatex Limited., on the financial statements for the year ended 31 March 2021**

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

- (i) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of property, plant and equipment.
- (b) The fixed assets have been physically verified by the management during the year and no material discrepancies were noticed on such verification. In our opinion, the frequency of verification of the property, plant and equipment is reasonable having regard to the size of the Company and the nature of its assets.
- (c) The title deeds of all the immovable properties (which are included under the head ‘fixed assets’) are held in the name of the Company.
- (ii) The management has conducted physical verification of inventory at reasonable intervals during the year and no material discrepancies between physical inventory and book records were noticed on physical verification.
- (iii) The Company hasn’t granted any loans, secured or unsecured to companies, firms, Limited Liability Partnerships or other parties covered in the register maintained under section 189 of the Companies Act, 2013. Accordingly, Paragraph 3(iii) of the order is not applicable.
- (iv) The company has not granted loans, investments, and guarantees under the provisions of Section 185 and 186 of the Companies Act. Accordingly, Paragraph 3(iv) of the order is not applicable.
- (v) The Company has not accepted any deposits within the meaning of Sections 73 to 76 of the Act and the Companies (Acceptance of Deposits) Rules, 2014 (as amended). Accordingly, Paragraph 3(v) of the order is not applicable.
- (vi) The Company is not required to maintain cost records under Section 148 (1) of the Act. Accordingly, Paragraph 3(vi) of the order is not applicable.

(vii)

(a) Undisputed statutory dues including provident fund, employees’ state insurance, income-tax, sales-tax, service tax, goods and services tax, duty of customs, duty of excise, value added tax, cess and other statutory dues, as applicable, have been regularly deposited to the appropriate authorities. There are no undisputed amounts payable in respect thereof were outstanding at the year-end for a period of more than six months from the date they became payable.

(b) There are no dues of income tax, sales-tax, service tax, goods & service tax, duty of custom, duty of excise and value added tax, that have not been deposited with the appropriate authorities on account of any dispute except

- A Demand of Rs.1,42,048/- raised by Land & Building Tax Deptt has not been deposited by the company as the same is disputed and matter is being contested in appropriate court.
- Demand for the period from October 2007 to December 2008 during which period the factory was closed. This demand has been challenged by the company in appropriate court. Company has deposited a sum of Rs. 92,035/- from above demand under protest to ESI Deptt. Order passed by Appropriate court dt 10-2-2021 and as per verdict of honourable court company have to deposit balance amount of Rs.92,035/-

(viii)

The Company does not have any loans or borrowing from any Financial Institution, Banks, Government or Debenture holders during the year. Accordingly, Paragraph 3(viii) of the order is not applicable.

(ix)

The Company did not raise any money by way of initial public offer, or further public offer (including debt instrument) and term loan.

(x)

We have neither come across any instance of material fraud by the Company or on the Company by its officers or employees noticed or reported during the year nor have been informed of any such case by the Management.

(xi)

Management remuneration has been paid by the company in accordance with the requisite approvals mandates by the provision of section 197 of the Act read with schedule V to the Act.

(xii)

The Company is not a Nidhi Company. Accordingly, Paragraph 3(xii) of the order is not applicable.





- (xiii) All transactions with the related parties are in compliance with Section 188 and 177 of Companies Act 2013 where applicable and the details have been disclosed in the Financial Statements etc. as required by the accounting standards and Companies Act 2013.
- (xiv) The company has not made any preferential allotment / private placement of shares or fully or partly convertible debentures during the year.
- (xv) The Company has not entered into any non-cash transactions with directors or persons connected with him.
- (xvi) The company is not required to be registered under section 45-IA of the Reserve Bank of India Act 1934.

**For RSogani & Associates**  
**Chartered Accountants**  
**FRN No. 018755C**

**Bharat Sonkhiya**  
**Partner**  
**Membership No. 403023**

**UDIN: 21403023AAABDS4495**

**Place: Jaipur**  
**Date: June 24, 2021**





**Annexure- B To the Independent Auditor's Report of even date to the members of High Street Filatex Limited., on the financial statements for the year ended 31 March 2021**

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

1. In conjunction with our audit of the financial statements of **High Street Filatex Limited** ('the Company') as at and for the year ended 31 March 2021, we have audited the internal financial controls over financial reporting of the Company as at that date.

**Management's Responsibility for Internal Financial Controls**

2. The Company's Board of Directors 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 (the "Guidance Note") 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 the Company's business, including adherence to the Company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act.

**Auditors' Responsibility**

3. 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 Standards on Auditing issued by the ICAI and deemed to be prescribed under Section 143(10) of the Act, to the extent applicable to an audit of Internal financial controls over financial reporting, and the Guidance Note 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 were established and maintained and if such controls operated effectively in all material respects.
4. Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting includes 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 judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

5. 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 over financial reporting.

**Meaning of Internal Financial Controls Over**

**Financial Reporting**

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

**Inherent Limitations of Internal Financial Controls**

**Over Financial Reporting**

7. 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 controls 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**

8. In our opinion, the Company has, in all material respects, adequate internal financial controls over financial reporting and such controls were operating effectively as at 31 March 2021, 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 RSogani & Associates  
Chartered Accountants  
FRN No. 018755C**

**Bharat Sonkhiya  
Partner  
Membership No. 403023**

**UDIN: 21403023AAABDS4495**

**Place: Jaipur  
Date: June 24, 2021**







**Balance Sheet as at 31st March, 2021**

Particulars	Note No.	(Amount in Rs)	
		As at 31st March, 2021	As at 31st March, 2020
<b>ASSETS</b>			
<b>(1) Non-current Assets</b>			
(a) Property, Plant and Equipment	2	20,712,390	21,794,003
<b>(2) Current assets</b>			
(a) Inventories	4	-	-
(b) Financial assets			
(i) Trade Receivables	5	246,060	225,370
(ii) Cash and cash equivalents	6	47,729	53,762
(c) Other current assets	7	1,193,117	2,364,708
<b>Total Assets</b>		<b>22,598,080</b>	<b>24,928,662</b>
<b>EQUITY AND LIABILITIES</b>			
<b>EQUITY</b>			
(a) Equity Share Capital	8	6,470,000	6,470,000
(b) Other equity		(15,991,409)	(13,735,650)
<b>LIABILITIES</b>			
<b>(1) Non-current liabilities</b>			
(a) Financial liabilities			
(i) Borrowings	9	27,800,000	27,800,000
<b>(2) Current liabilities</b>			
(a) Financial liabilities			
(i) Borrowings	10	-	-
(ii) Trade Payables	11	4,197,269	4,134,432
(iii) Other financial liabilities	12	122,220	115,186
(b) Other current liabilities	13	-	144,694
<b>Total Equity and Liabilities</b>		<b>22,598,080</b>	<b>24,928,662</b>
Significant accounting policies and notes to standalone financial statements	1-39		

**As per our report of even date attached,**

For R Sogani & Associates  
Chartered Accountants  
Firm Reg. No: 018755C

**Sd/-**  
(Bharat Sonkhiya)

Partner  
M.No. 403023  
Place : Jaipur  
Date: June 24, 2021

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

Sd/-  
Bhagwan Singh  
(W.T. Director)  
DIN: 02305246

Sd/-  
Rajdeep Ghiya  
Director  
DIN: 00082495

Sd/-  
Aishwarya Sethia  
(Director & CFO)  
DIN: 02979618  
  
Sd/-  
CS Vibhor Kumawat  
(CS & Compliance Officer)  
M.No. A55710





**STATEMENT OF PROFIT AND LOSS**  
**FOR THE YEAR ENDED 31st MARCH, 2021**

(Amount in Rs.)

Particulars	Note No.	For the Year ended 31st March, 2021	For the Year ended 31st March, 2020
I Revenue from operations	14	157,509	2,037,788
II Other Income	15	-	244,000
III Total Income (I+II)		<b>157,509</b>	<b>2,281,788</b>
IV <b>Expenses</b>			
Cost of materials consumed	16	-	208,430
Purchase of stock-in -trade	17	153,846	
Change in Inventories	18	-	1,162,355
Employee Benefit Expenses	19	364,137	1,025,888
Depreciation and amortisation expense	2	1,081,613	1,081,613
Other expenses	20	813,672	1,567,397
Total expenses (IV)		<b>2,413,268</b>	<b>5,045,683</b>
V Profit/ (loss) before exceptional items and tax (III-IV)		(2,255,759)	(2,763,895)
VI Prior Perid Items		-	-
VII Profit/ (loss) before tax (V-VI)		<b>(2,255,759)</b>	<b>(2,763,895)</b>
VIII Tax expense:			
(1) Current tax		-	-
(2) Current tax expense relating to prior years		-	-
(2) Deferred tax		-	-
Total Tax Expense (VIII)		-	-
IX Profit/ (loss) for the year (VII-VIII)		<b>(2,255,759)</b>	<b>(2,763,895)</b>
X Other Comprehensive Income			
Items that will not be reclassified to profit and loss			
(i) Re-measurement gains (losses) on defined benefit plans		-	-
(ii) Income tax effect on above		-	-
Total Other comprehensive income		-	-
Total Comprehensive Income for the year (IX+X)		<b>(2,255,759)</b>	<b>(2,763,895)</b>
XI (Comprising profit and other comprehensive income for the year)			
XII Earnings per equity share	22		
(1) Basic		(3.49)	(4.27)
(2) Diluted		(3.49)	(4.27)

Significant accounting policies and notes to standalone financial statements 1-39

**As per our report of even date attached,**

For R Sogani & Associates  
Chartered Accountants (Firm Reg. No: 018755C)  
**Sd/-**  
(Bharat Sonkhiya)  
Partner  
M.No. 403023  
Place : Jaipur  
Date: June 24, 2021

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

<b>Sd/-</b> Bhagwan Singh (W.T.Director) DIN: 02305246	<b>Sd/-</b> Aishwarya Sethia (Director & CFO) DIN: 02979618
<b>Sd/-</b> Rajdeep Ghiya Director DIN: 00082495	<b>Sd/-</b> CS Vibhor Kumawat (CS & Compliance Officer) M.No. A55710





**CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH ,2021**

(Rs.)

PARTICULARS	Year Ended 31st March 2021	Year Ended 31st March 2020
<b>A. CASH FLOW FROM OPERATING ACTIVITIES :</b>		
Net profit before tax and extra ordinary items	(2,255,759)	(2,763,895)
Adjustments for :		
Depreciation	1,081,613	1,081,613
Prior years adjustment	-	-
Profit/ Loss on sale of fixed Assets / or from Investment etc	-	-
Interest & other income on investments	-	-
Interest	-	-
Operating profit before working capital changes	<b>(1,174,146)</b>	<b>(1,682,282)</b>
Adjustments for :		
Trade and other Receivables	1,150,901	506,170
Inventories	-	1,162,355
Trade Payables	(74,823)	(17,978)
Long term loan/ Advances Written back	-	(244,000)
Cash generated from operations	<b>(98,068)</b>	<b>(275,735)</b>
Interest paid	-	-
Direct taxes paid	-	-
Cash Flow Before Extraordinary Items	<b>(98,068)</b>	<b>(275,735)</b>
Extraordinary items-Deferred Revenue Expenses		
Net Cash from operating activities (A)	<b>(98,068)</b>	<b>(275,735)</b>
<b>B. CASH FROM INVESTING ACTIVITIES:</b>		
Purchase of fixed assets	-	-
Sales of fixed assets	-	-
Acquisitions of Companies	-	-
Purchases of Investments	-	-
Loans/Deposits Received back/ Loans given	92,035	-
Sales of Investments	-	-
Interest received and other income	-	-
Dividend received	-	-
Net cash used in investing activities (B)	<b>92,035</b>	-
<b>C. CASH FLOW FROM FINANCING ACTIVITIES</b>		
Proceeds from issue of share capital	-	-
Proceeds from long term borrowings	-	-
Repayment of Long term loans	-	-
Dividends paid	-	-
Preliminary Expenses	-	-
Net cash used in financing activities ( C)	-	-
<b>Net increase/(decrease) in cash and cash equivalents ( A+B+C)</b>	<b>(6,033)</b>	<b>(275,735)</b>
<b>Cash and Cash Equivalents as at 1-4-2020 ( Opening Balance)</b>	<b>53,763</b>	<b>329,498</b>
<b>Cash and Cash equivalents as at 31-3-2021( Closing Balance)</b>	<b>47,729</b>	<b>53,763</b>

As per our report of even date attached,

For R Sogani & Associates  
Chartered Accountants (Firm Reg. No: 018755C)  
**Sd/-**  
(Bharat Sonkhiya)  
Partner  
M.No. 403023  
Place : Jaipur  
Date: June 24, 2021

For and on behalf of the Board of Directors

<b>Sd/-</b> Bhagwan Singh (W.T.Director) DIN: 02305246	<b>Sd/-</b> Aishwarya Sethia (Director & CFO) DIN: 02979618
<b>Sd/-</b> Rajdeep Ghiya Director DIN: 00082495	<b>Sd/-</b> CS Vibhor Kumawat (CS & Compliance Officer) M.No. A55710





**STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED MARCH 31, 2021**

**A. Equity Share Capital**

	Amount (in Rs.)
<b>As at 31st March, 2019</b>	6,470,000
Changes in equity share capital	-
<b>As at 31st March, 2020</b>	6,470,000
Changes in equity share capital	-
<b>As at 31st March, 2021</b>	<b>6,470,000</b>

**B. Other Equity**

Particulars	Reserve and Surplus			Total
	Capital Reserve	REVALUATION RESERVE ON LAND & BUILDING	Profit & Loss Account	
<b>Balance as at 1st April, 2019</b>	<b>70,188,261</b>	<b>18,564,107</b>	<b>(99,724,122)</b>	<b>(10,971,754)</b>
Changes for the year	-	<b>(292,207)</b>	<b>(2,471,688)</b>	(2,763,895)
<b>Balance as at 31st March, 2020</b>	<b>70,188,261</b>	<b>18,271,900</b>	<b>(102,195,810)</b>	<b>(13,735,650)</b>
<b>Balance as at 1st April, 2020</b>	<b>70,188,261</b>	<b>18,271,900</b>	<b>(102,195,810)</b>	<b>(13,735,650)</b>
Changes for the year	-	-	(2,255,759)	(2,255,759)
Transferred during the year	-	(292,207)	292,207	-
<b>Balance as at 31st March, 2021</b>	<b>70,188,261</b>	<b>17,979,693</b>	<b>(104,159,362)</b>	<b>(15,991,409)</b>





## **1. Notes to the Financial Statements for the Year ended March 31, 2021**

### **1.1. Corporate and General Information's**

High Street Filatex Limited is incorporated in India on May 24, 1994. The company is engaged in the business of manufacturing and trading of Knitted socks, head band and wrist band and trading in yarn and commodities.

These financial statements were approved and adopted by Board of Directors of the company in the Board Meeting dated June 24, 2021.

### **1.2. Basis of Preparations**

These financial statements have been prepared Indian Accounting Standard (Ind AS) as prescribed under section 133 of the Companies Act, 2013 read with Companies (Indian Accounting Standard) rules as amended from time to time.

The preparation of the financial statements requires management to make estimates, judgements and assumptions. Actual results could vary from these estimates. The estimates, judgements and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision effects only that period or in the period of the revision and future periods if the revision affects both current and future years (refer Notes on critical accounting estimates, assumptions and judgements). The management believes that the estimates used in preparation of the financial statements are prudent and reasonable.

### **1.3. Statement of Compliance**

The financial statements comprising of the Balance Sheet, Statement of Profit and Loss, Statement of changes in equity, Statement of Cash Flow together with notes comprising a summary of Significant Accounting Policies and Other Explanatory Information for the year ended 31st March 2021 and comparative information in respect of the preceding period have been prepared in all material aspects in accordance with IND AS as notified and duly approved by the Board of Directors and audit committee, along with proper explanation for material departures.

### **1.4. Summary of Significant Accounting Policies**

The financial statements have been prepared using the significant accounting policies and measurement basis summarized below. These were used throughout all periods presented in the financial statements, except where the Company has applied certain accounting policies and exemptions.

The standalone financial statements are presented in Indian Rupees, which is the Company's functional and presentation currency and all amounts are in Rupee, except as stated otherwise.

#### **a. Current versus non-current classification**

The Company presents assets and liabilities in statement of financial position based on current/non-current classification.

The Company has presented non-current assets and current assets before equity, non-current liabilities and current liabilities in accordance with Schedule III, Division II of Companies Act, 2013 notified by MCA.

An asset is classified as current when it is:

- a.) Expected to be realised or intended to be sold or consumed in normal operating cycle,
  - b.) Held primarily for the purpose of trading
  - c.) Expected to be realised within twelve months after the reporting period, or
  - d.) Cash or cash equivalent unless restricted from being exchanged or used to settle liability for at least twelve months after the reporting period.
- All other assets are classified as non-current.

A liability is classified as current when it is:

- a.) Expected to be settled in normal operating cycle
- b.) Held primarily for the purpose of trading,
- c.) Due to be settled within twelve months after the reporting period, or
- d.) There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period. All other liabilities are classified as non-current.

The operating cycle is the time between the acquisition of assets for processing and their realization in cash and cash equivalents.





Accordingly, Project related assets & liabilities have been classified in to current & noncurrent based on operating cycle of respective projects.

All other assets and liabilities have been classified into current and noncurrent on a period of twelve months.

Deferred tax assets and liabilities are classified as non-current assets and liabilities."

**b. Inventories**

Finished goods:

Finished goods are valued at lower of cost or net realizable value. Cost includes direct materials and labor and a portion of manufacturing overhead based on normal operating capacity. Net realizable value is the estimated selling price in the ordinary course of business, less estimated costs of completion and estimated costs necessary to make the sale. Finished Goods are measured at average cost.

WIP and Stores & Spares:

Raw materials, components, stores and spares and work-in progress are valued at cost.

**c. Statement of cash flows**

Cash flows are reported using the method as prescribed in IND AS 7 'Statement of Cash flows', where by net profit before tax is adjusted for the effects of transactions of a non-cash nature, any deferrals or accruals of past or future operating cash receipts or payments and item of income or expense associated with investing or financial cash flows. The cash flows from operating, investing and financing activities of the Company are segregated.

**d. Prior period errors**

Prior period errors include omissions and misstatements arising from a failure to use reliable information that was available or could have been obtained when financial statements for those periods were approved for issue. Prior period errors relating to the last comparative period will be shown by restating the comparative figures of Balance sheet and Profit and loss, wherever necessary. Thus, it will be disclosed in the comparative financial statements as if the error had not even occurred.

**e. Revenue recognition and other income**

**Revenue on sale of Products**

- The Company recognizes revenues on accrual basis and measured it at the fair value of the consideration received or receivable, net of discounts, volume rebates, GST.
- Effective 01 April 2018, the Company has adopted Indian Accounting Standard 115 (Ind AS 115) - 'Revenue from contracts with customers'
- Revenue is recognized on satisfaction of performance obligation upon transfer of control of promised products or services to customers in an amount that reflects the consideration the Company expects to receive in exchange for those products or services.
- The Company does not expect to have any contracts where the period between the transfer of the promised goods or services to the customer and payment by the customer exceeds one year. As a consequence, it does not adjust any of the transaction prices for the time value of money.

**Other income**

**Interest**

Interest income is accrued on a time basis, by reference to the principal outstanding and at the effective interest rate applicable, which is the rate that exactly discounts estimated future cash receipts through the expected life of financial asset to that asset's net carrying amount on initial recognition.

**Dividend**

Dividend income is recognized when the right to receive dividend is established.

**f. Property, plant and equipment**

Property, plant and equipment are tangible items that:

- (a) are held for use in the production or supply of goods or services, for rental to others, or for administrative purposes; and
- (b) are expected to be used during more than one period.







On transition to IND AS, the Company has adopted optional exemption under IND AS 101 for carrying amount of property, plant and equipment.

Subsequent costs are included in the asset's carrying amount or recognized as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably. The carrying amount of the replaced part is derecognised. All other repairs and maintenance are charged to the income statement during the financial period in which they are incurred.

The gain or loss arising on the disposal or retirement of an item of property, plant and equipment is determined as the difference between the sales proceeds and the carrying amount of the asset and is recognized in the Statement of Profit and Loss on the date of disposal or retirement.

Capital work-in-progress includes cost of assets at sites, construction expenditure and interest on the funds deployed.

#### **Depreciation on Property, Plant and equipments**

Assets are stated at cost less accumulated depreciation/amortization /deletion and impairment loss, if any. Depreciation is charged on the basis of Straight Line Method over the estimated useful lives based on technical estimates. Assets residual values and useful lives are reviewed at each financial year end considering the physical condition of the assets and benchmarking analysis or whenever there are indicators for review of residual value and useful life. Freehold land and land exceeding 90 years lease are not depreciated. Estimated useful lives of the assets are as follows:

<b>Categories of Assets</b>	<b>Estimated of useful life (in years)</b>
- Office Building	30
- Plant and Machinery	15
- Office equipment, operating and others	5
- Computer equipment	3-6
- Office furniture and equipment	10
- Vehicles	10

#### **Other Assets**

- (i) Cost of leasehold Improvements is amortized over the lease period,
- (ii) Other Tangible assets - Useful lives as specified in Schedule II of Companies Act 2013,
- (iii) Buildings being used for project purpose are amortized over the expected period of project completion.
- (iv) Assets costing up to Rs.5000/- are fully depreciated in the year of purchase only.
- (v) Intangible assets are amortized over a period of five years.

#### **g. Leases**

The company evaluates if an arrangement qualifies to be a lease as per the requirements if Ind AS 116. Identification of a lease requires significant judgment in assessing the lease term (including the anticipated renewals) and the application discount rate.

The company determines the lease term as the non-cancellable period of lease, together with both period of lease, together with both periods covered by an option to extend the lease if the company is reasonably certain to exercise that option; and periods covered by an option to terminate the lease if the company is reasonably certain to exercise an option to extend lease, or not to exercise an option to terminate a lease, it considers all relevant facts and circumstances that create an economic incentive for the company to exercise an option to extend lease, or not to exercise an option to terminate the lease. The company revises the lease term if there is a change in the non-cancellable period of a lease.

The discount rate is generally based on the incremental borrowing rate specific to the lease being evaluated or for a portfolio of leases with similar characteristics.





**h. Employee benefits**

**Short - term Employee Benefits:-**

All employee benefits payable wholly within twelve months of rendering the service are classified as short-term employee benefits and they are recognised in the period in which the employee renders the related services. The Company recognises the undiscounted amount of short-term employee benefits expected to be paid in exchange for services rendered as a liability after deducting any amount already paid.

**Post-employment Benefits:-**

Defined Benefit Plan and Other Long-Term Benefits: Retirement benefits in the form of gratuity is determined on the basis of an actuarial valuation using the projected unit credit method as at Balance Sheet date. Other long-term benefits in the form of leave encashment is provided based on the percentages notified by Government guidelines.

Provision for gratuity is made on the basis of actual accrued liability if any.

**i. Borrowing cost**

Borrowing cost that are attributable to the acquisition or construction of qualifying assets are capitalized as part of the cost of such assets. A qualifying assets is one that takes necessarily substantial period of time to get ready for its intended use. All other borrowing cost are charged to revenue.

**j. Earnings Per Share**

Basic earnings per share are computed using the net profit for the year attributable to the shareholders' and weighted average number of shares outstanding during the year.

Diluted Earnings per share is computed by dividing the profit/(loss) after tax as adjusted for dividend, interest and other charges to expense or income (net of any attributable taxes) relating to the dilutive potential equity shares, by the weighted average number of equity shares considered for deriving basic earnings per share and the weighted average number of equity share which could have been issued on conversion of all dilutive potential equity shares.

**k. Impairment of non-financial assets**

An asset is considered as impaired when at the date of Balance Sheet there are indications of impairment and the carrying amount of the asset, or where applicable the cash generating unit to which the asset belongs exceeds its recoverable amount (i.e. the higher of the net asset selling price and value in use). The carrying amount is reduced to the recoverable amount and the reduction is recognized as an impairment loss in the Statement of Profit and Loss. The impairment loss recognized in the prior accounting period is reversed if there has been a change in the estimate of recoverable amount. Post impairment, depreciation is provided on the revised carrying value of the impaired asset over its remaining useful life.

**l. Provisions and contingencies**

**(i) Provisions**

Provisions are recognized when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. If the effect of the time value of money is material, provisions are discounted using equivalent period government securities interest rate. Provisions are reviewed at each balance sheet date and are adjusted to reflect the current best estimate.

**(ii) Contingencies**

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

Contingent assets are not recognised in the books of the accounts but are disclosed in Board Report. However, when the realisation of income is virtually certain, then the related asset is no longer a contingent asset, but it is recognised as an asset and the corresponding income is booked in the Statement of Profit and Loss.

**m. Taxation**

Income tax expense represents the sum of current and deferred tax (including MAT). Tax is recognized in the Statement of Profit and Loss, except to the extent that it relates to items recognized directly in equity or other comprehensive income, in such cases the tax is also recognized directly in equity or in other comprehensive income. Any subsequent change in direct tax on items initially recognized in equity or other comprehensive income is also recognized in equity or other comprehensive income, such change could be for change in tax rate.





**(i) Current Tax**

Current tax provision is computed for Income calculated after considering allowances and exemptions under the provisions of the applicable Income Tax Laws. Current tax assets and current tax liabilities are off set, and presented as net.

**(ii) Deferred Tax**

Deferred tax is recognized on differences between the carrying amounts of assets and liabilities in the Balance sheet and the corresponding tax bases used in the computation of taxable profit and are accounted for using the liability method. Deferred tax liabilities are generally recognized for all taxable temporary differences, and deferred tax assets are generally recognized for all deductible temporary differences, carry forward tax losses and allowances to the extent that it is probable that future taxable profits will be available against which those deductible temporary differences, carry forward tax losses and allowances can be utilized. Deferred tax assets and liabilities are measured at the applicable tax rates. Deferred tax assets and deferred tax liabilities are off set, and presented as net.

The carrying amount of deferred tax assets is reviewed at each balance sheet date and reduced to the extent that it is no longer probable that sufficient taxable profits will be available against which the temporary differences can be utilised.

**n. Cash and cash equivalents**

Cash and cash equivalents includes cash on hand and at bank, other short-term highly liquid investments with original maturities of three months or less that are readily convertible to a known amount of cash and are subject to an insignificant risk of changes in value and are held for the purpose of meeting short-term cash commitments.

**o. Financial instruments – initial recognition, subsequent measurement and impairment**

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity. Financial assets and financial liabilities are recognized when, and only when, the Company becomes a party to the contractual provisions of the instruments.

**(i) Financial Assets**

Financial Assets are measured at amortized cost or fair value through Other Comprehensive Income or fair value through Profit or Loss, depending on its business model for managing those financial assets and the assets contractual cash flow characteristics.

**Loans and receivables**

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. Loans and receivable are measured at amortized cost using the effective interest methods, less any impairment. Interest income is recognized by applying the effective interest rate, except for short-term receivable when the recognition of interest would be immaterial.

Subsequent measurements of financial assets are dependent on initial categorization. For impairment purposes significant financial assets are tested on an individual basis, other financial assets are assessed collectively in groups that share similar credit risk characteristics.

**(ii) Financial Liabilities**

At initial recognition, all financial liabilities other than fair valued through profit and loss are recognized initially at fair value less transaction costs that are attributable to the issue of financial liability. Transaction costs of financial liability carried at fair value through profit or loss is expensed in profit or loss.

**• Financial liabilities at fair value through profit or loss**

Financial liabilities at fair value through profit or loss include financial liabilities held for trading. The Company has not designated any financial liabilities upon initial measurement recognition at fair value through profit or loss. Financial liabilities at fair value through profit or loss are at each reporting date at fair value with all the changes recognized in the Statement of Profit and Loss.

**• Financial liabilities measured at amortized cost**

After initial recognition, interest bearing loans and borrowings are subsequently measured at amortized cost using the effective interest rate method ("EIR") except for those designated in an effective hedging relationship. The carrying value of borrowings that are designated as hedged items in fair value hedges that would otherwise be carried at amortized cost are adjusted to record changes in fair values attributable to the risks that are hedged in effective hedging relationship.

**1) Loans and borrowings**





This is the category most relevant to the Company. After initial recognition, interest-bearing loans and borrowings are subsequently measured at amortized cost using the EIR method. Gains and losses are recognized in profit or loss when the liabilities are de-recognized as well as through the EIR amortization process. Amortized cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortization is included as finance costs in the statement of profit and loss.

**2) Trade and other payables**

These amounts represent liabilities for goods and services provided to the Company prior to the end of financial year which are unpaid. Trade and other payables are presented as current liabilities unless payment is not due within 12 months after reporting period. For trade and other payables maturing within one year from the balance sheet date, the carrying amounts approximate fair value due to the short maturity of these instruments.

**(iii) De-recognition of financial Assets and Financial liability**

A Financial liability is derecognized when the obligation under the liability is discharged or cancelled or expires. The difference between the carrying amount of a financial liability that has been extinguished or transferred to another party and the consideration paid, including any non-cash assets transferred or liabilities assumed, is recognized in profit or loss as other income or finance costs.

The Company derecognizes a financial asset only when the contractual rights to the cash flows from the asset expires, or when it transfer the financial asset and substantially all the risks and rewards of ownership of the assets to another entity.

**Offsetting financial assets and liabilities**

There are no financial assets or financial liabilities which are subject to offsetting as at March 31, 2021 and March 31, 2020 since, the entity neither has enforceable right or an intent to settle on net basis or to realise the asset and settle the liability simultaneously. Further, the Company has no enforceable master netting arrangements and other similar arrangements as at March 31, 2021 and March 31, 2020.

**p. Asset held for sale**

Non-current assets are classified as held for sale if their carrying amount will be recovered principally through a sale transaction rather than through continuing use. Non-current assets classified as held for sale are measured at the lower of carrying amount and fair value less cost to sell. Any resulting impairment loss is recognized in the Statement of Profit and Loss. On classification as held for sale the assets are no longer depreciated.

**q. Segment reporting**

The Company identifies primary segments based on nature of products and returns and the internal organisation and management structure. The operating segments are the segments for which separate financial information is available and for which operating profit/loss amounts are evaluated regularly by the managing board in deciding how to allocate resources and in assessing performance.

**r. Fair value Measurement**

The Company measures financial instruments, such as investments at fair value at each balance sheet date.

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

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

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

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

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





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

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorized within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

- (a) Level 1 — Quoted (unadjusted) market prices in active markets for identical assets or liabilities;
- (b) Level 2 — Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable, or
- (c) Level 3 — Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable.

**s. Exceptional items**

Exceptional items comprise items of income and expense, including tax items, that are material in amount and unlikely to recur and which merit separate disclosure in order to provide an understanding of the Group's underlying financial performance

**1.5. Critical accounting estimates, assumptions and judgments**

The estimates and judgements used in the preparation of the financial statements are continuously evaluated by the Company and are based on historical experience and various other assumptions and factors (including expectation of future events) that the Company believes to be reasonable under the existing circumstances. Differences between actual results and estimates are recognised in the period in which the results are known/materialised.

In the process of applying the accounting policies, management has made the following judgments, which have the most significant effect on the amounts recognised in the financial statements:

**(i) Income taxes**

"Management judgment is required for the calculation of provision for income taxes and deferred tax assets and liabilities.

The Company reviews at each balance sheet date the carrying amount of deferred tax assets. The factors used in estimates may differ from actual outcome which could lead to significant adjustment to the amounts reported in the standalone financial statements."

**(ii) Contingencies**

Management judgement is required for estimating the possible outflow of resources, if any, in respect of contingencies/claim/litigations against the Company as it is not possible to predict the outcome of pending matters with accuracy.

**(iii) Property, plant and equipment**

Management assesses the remaining useful lives and residual value of property, plant and equipment. Management believes that the assigned useful lives and residual value are reasonable.





## Notes to the Financial Statements for the year ended 31st March, 2021

2. Property, Plant and Equipment									(Amount in Rs.)
Particulars	Leasehold Land	Buildings	Plant and Machinery	Electric fitting	Furniture & Fixtures	Office equipment	Computer & software	Vehicle	Total
<b>Cost</b>									
<b>As at 1st April, 2019</b>	16,778,595	18,286,000	89,260,951	3,581,712	1,506,844	539,729	392,736	515,262	<b>130,861,829</b>
Additions during the year	-	-	-	-	-	-	-	-	-
Disposal during the year	-	-	-	-	-	-	-	-	-
Adjustments/Revaluation	-	-	-	-	-	-	-	-	-
<b>As at 31st March, 2020</b>	<b>16,778,595</b>	<b>18,286,000</b>	<b>89,260,951</b>	<b>3,581,712</b>	<b>1,506,844</b>	<b>539,729</b>	<b>392,736</b>	<b>515,262</b>	<b>130,861,829</b>
Additions during the year	-	-	-	-	-	-	-	-	-
Disposal during the year	-	-	-	-	-	-	-	-	-
Adjustments/Revaluation	-	-	-	-	-	-	-	-	-
<b>As at 31st March, 2021</b>	<b>16,778,595</b>	<b>18,286,000</b>	<b>89,260,951</b>	<b>3,581,712</b>	<b>1,506,844</b>	<b>539,729</b>	<b>392,736</b>	<b>515,262</b>	<b>130,861,829</b>
<b>Depreciation</b>									
As at 1st April, 2019	-	12,188,981	89,260,950	3,581,712	1,506,844	539,729	392,736	515,262	107,986,213
Charge for the period	-	558,145	-	-	-	-	-	-	558,145
On Disposal	-	-	-	-	-	-	-	-	-
On Amortisation	231,261	-	-	-	-	-	-	-	231,261
On Revaluation	-	292,207	-	-	-	-	-	-	292,207
<b>As at 31st March, 2020</b>	<b>231,261</b>	<b>13,039,333</b>	<b>89,260,950</b>	<b>3,581,712</b>	<b>1,506,844</b>	<b>539,729</b>	<b>392,736</b>	<b>515,262</b>	<b>109,067,826</b>
Charge for the period	-	558,145	-	-	-	-	-	-	558,145
On Disposal	-	-	-	-	-	-	-	-	-
On Amortisation	231,261	-	-	-	-	-	-	-	231,261
On Revaluation	-	292,207	-	-	-	-	-	-	292,207
<b>As at 31st March, 2021</b>	<b>462,522</b>	<b>13,889,685</b>	<b>89,260,950</b>	<b>3,581,712</b>	<b>1,506,844</b>	<b>539,729</b>	<b>392,736</b>	<b>515,262</b>	<b>110,149,440</b>
<b>Net Block</b>									
<b>As at 31st March, 2020</b>	<b>16,547,334</b>	<b>5,246,668</b>	<b>1.00</b>	-	-	-	-	-	<b>21,794,003</b>
<b>As at 31st March, 2021</b>	<b>16,316,073</b>	<b>4,396,316</b>	<b>1.00</b>	-	-	-	-	-	<b>20,712,390</b>

1. Pursuant to Schedule 2 of Companies Act, 2013 and rules made thereunder, residual life of all depreciable assets has been worked out in line with recommended useful life. All assets except building are past their useful life and hence their carrying value has been considered Nil. For building salvage value is estimated at Rs. 399779 (@ 3% of original cost of the building. The total useful life of building is estimated as 30 years and hence, the remaining life as on 31st March, 2014 is 11.41 years and depreciation has been adjusted accordingly. Similarly the depreciation on revalued portion of building has also been recomputed and is reduced from revaluation reserve.

2. The Leasehold land was allotted on 99 year lease w.e.f. 4/10/1991 by RIICO.

3. In terms of decision of Board of Directors, revaluation of Land and Building of the company was got done during 2008-09 by approved valuer so as to represent the true realizable value of assets. The cost of acquisition in case of land and written down value in case of building was substituted with value arrived as per revaluation report and the difference was credited to Revaluation reserve. Accordingly depreciation is calculated on revalued portion of building, As per schedule 2 of Companies act 2013, as adjusted to write off the entire value in residual life and the same has been shown reduced from revaluation reserve.







4. Details of sums added to assets on revaluation during the preceding 5 years:

Particulars	Year				
	March 31, 2021	31-Mar-20	31-Mar-19	31-Mar-18	31-Mar-17
Opening balance	18,271,900	18,564,107	18,856,314	19,148,521	19,440,728
<b>Written off on reduction of capital</b>	-	-	-	-	-
Date	-	-	-	-	-
Amount	-	-	-	-	-
<b>Written off on revaluation or Depreciation</b>	-	-	-	-	-
Date	-	-	-	-	-
Amount	-	-	-	-	-
	<b>March 31, 2021</b>	<b>31-03-2020</b>	<b>31-03-2019</b>	<b>31-03-2018</b>	<b>31-03-2017</b>
Amount	292,207	292,207	292,207	292,207	292,207
<b>Added on revaluation - Land</b>	-	-	-	-	-
Date	-	-	-	-	-
Amount	-	-	-	-	-
<b>Added on revaluation - Building</b>	-	-	-	-	-
Date	-	-	-	-	-
Amount	-	-	-	-	-
<b>Balance as at 31 March</b>	<b>17,979,693</b>	<b>18,271,900</b>	<b>18,564,107</b>	<b>18,856,314</b>	<b>19,148,521</b>

5. Depreciation and amortisation relating to continuing operations:

Particulars	For the year ended 31 March, 2021	For the year ended 31 March, 2020
Depreciation and amortisation for the year on tangible assets	1,081,613.00	1,081,613.00
Depreciation and amortisation for the year on intangible assets	-	-
Less: Utilised from revaluation reserve	292,207.00	292,207.00
Depreciation and amortisation relating to discontinuing operations	-	-
Depreciation and amortisation relating to continuing operations	789,406.00	789,406.00





**3 Non current loans**

Particulars	As at 31st March, 2021	As at 31st March, 2020
<b>(Unsecured - Considered good unless otherwise stated )</b>		
Advance income tax - Unsecured, considered good	77,076	77,076
ESI Demand Under Protest*		92,035
Security Deposits	181,325	181,325
Other Loans & Advances	140,383	140,383
	<b>398,784</b>	<b>490,819</b>

\*Deposited with ESI under protest against demand for the period from October 2007 to December 2008 during which period the factory was closed . This demand has been challenged by the company in appropriate court Final Order passed by Appropriate court dt 10-2-2021 and as per verdict of honerable court we have to deposit balance amount of Rs.92034/-. The amount is shown under Note No. 12 Other Financial Liability as Outstanding Expenses.

In the opinion of Board of Directors the Current Assets, Loans and Advances have a value on realisation in the ordinary course of business ,at least equal to the amount at which they are stated in the Balance Sheet.

**CURRENT ASSESTS**

**4 Inventories**

Particulars	As at 31st March, 2021	As at 31st March, 2020
Stock-in-trade		
Finished & Semi Finished Good (At estimated cost)	-	-
	-	-

Inventories are taken and valued at lower of cost or net realisable value as certified by the management. Cost is valued on Average rate method for raw material and FIFO method for others.

Finished goods and work in progress are valued at lower of cost or net realisable value. Cost of finished goods includes cost of conversion and other cost incurred in bringing the inventories to their present location and condition.

**5 Trade Receivables**

Particulars	As at 31st March, 2021	As at 31st March, 2020
<b>Unsecured considered good</b>		
Trade Receivables	246,060	225,370
	<b>246,060</b>	<b>225,370</b>

**6 Cash and cash equivalents**

Particulars	As at 31st March, 2021	As at 31st March, 2020
Cash on hand	29,106	37,688
<b>Balances with banks</b>		
(i) In current accounts	18,623	16,074
<b>Total Cash and cash equivalents</b>	<b>47,729</b>	<b>53,762</b>

**7 Other Current Assets (Unsecured - Considered Good)**

Particulars	As at 31st March, 2021	As at 31st March, 2020
<b>Balance with Government Authorities</b>		
GST credit receivable	113,617	118,670
Advance to suppliers	1,079,500	2,246,038
	<b>1,193,117</b>	<b>2,364,708</b>





**8 Equity Share Capital**

Particulars	As at 31st March, 2021	As at 31st March, 2020
<b>Authorised share capital</b>		
40,00,000 Equity Shares of Rs. 10 each (as on March 31, 2020 - 40,00,000 Equity Shares @ 10 each)	40,000,000	40,000,000
<b>Issued, subscribed and fully paid-up shares</b>		
6,47,000 Equity Shares of Rs. 10 each (as on March 31, 2020 - 6,47,000 Equity Shares @ 10 each)	6,470,000	6,470,000
	<b>6,470,000.00</b>	<b>6,470,000.00</b>

Earlier total Authorised capital (for Equity Shares) of the company was Rs. 7,50,00,000/- having 7,500,000 shares having nominal value of Rs. 10/- each which was rearranged in 4,000,000 Equity Shares having nominal value of Rs. 10 each and 350,000 6% Redeemable Cumulative Non Convertible Preference Shares of Rs. 100/-each vide decision of shareholders in Annual General Meeting held on 25th September 2010.

Issued, Subscribed and Paid Up Capital was reduced from 6,470,000 Equity shares of Rs. 10/- each to 647,000 Equity Shares of Rs. 10/- each consequent to decision of reduction of share capital approved by shareholders and High Court of Rajasthan had also approved the same vide its order dtd 22nd April 2010.

The Company has only one class of equity shares having a par value of Rs 10 per share. Each holder of equity shares is entitled to one vote per share. The dividend proposed, if any, by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting. In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

**b) Reconciliation of the number of shares**

	As at 31st March, 2021 No. of Shares held	As at 31st March, 2020 No. of Shares held
<b>Equity Shares</b>		
Outstanding at the beginning of the year	647,000	647,000
Add : Shares issued during the year	-	-
Outstanding at the end of the year	<b>647,000</b>	<b>647,000</b>

**c) Shares held by each shareholder holding more than 5% shares**

Name of the shareholder	As at 31st March, 2021		As at 31st March, 2020	
	Numbers	%	Numbers	%
RAJ KUMAR SETHIA	150,646	23.28%	150,646	23.28%
CABTECH INDIA PVT LTD	54,633	8.44%	54,633	8.44%
TECHMECH ELECRTICALS PVT LTD	87,199	13.48%	22,614	3.50%

**9 NON CURRENT LIABILITY - FINANCIAL LIABILITY**

Particulars	As at 31st March, 2021	As at 31st March, 2020
<b>Issued, subscribed and fully paid-up shares</b>		
<b>Preference Share Capital</b>		
2,78,000 Redeemable preference shares of Rs100/- each (as on March 31, 2020 - 2,78,000 Redeemable preference shares @ 100 each, as on April 1, 2019 - 2,78,000 Redeemable preference shares @ 100 each)	27,800,000	27,800,000

The Company has only one class of Redeemable Preference Shares having a par value of Rs 100 per share entitled for 6 % preferential Dividend. In the event of liquidation of the Company, the holders of such shares will be entitled to receive remaining assets of the Company prior to equity share holders. The distribution will be in proportion to the number of shares held by the shareholders. The Preference shares were due for redemption on 8th October 2015 but due to the losses in the company the redemption period has been extended by 1-3 years, but not later than 8-10-2018, with due consent of preference shareholder. Due to losses, the company was not in a position to redeem the





shares on the due date 8-10-18. So the date of redemption is extended upto 7-10-2028 with consent of shareholder. 2,78,000 6% Cumulative Non-Convertible Preference Shares of Rs. 100/- each were issued fresh on 9th October 2010 as per decision of shareholders .

Arrears of fixed cumulative dividends on preference shares as at 31st March, 2021 is 1,74,77,442/- (As at 31st March, 2020 - Rs 1,58,09,442/-) waived by preference share holder on account of loss in company.

**CURRENT LIABILITY - FINANCIAL LIABILITY**

<b>10 Borrowings</b>		
<b>Particulars</b>	<b>As at 31st March, 2021</b>	<b>As at 31st March, 2020</b>
<b>Other Loan &amp; advances</b>	-	-
	-	-

<b>11 Trade Payables</b>		
<b>Particulars</b>	<b>As at 31st March, 2021</b>	<b>As at 31st March, 2020</b>
Micro, small and medium enterprises*	52,369	54,290
Others	4,144,900	4,080,142
	<b>4,197,269</b>	<b>4,134,432</b>

\* The company has received intimation from few of its suppliers that they have filed a memorandum in pursuance of Micro, Small, and Medium Enterprises Development Act, 2006 and same has been grouped under Micro, Small and Medium enterprises.

Disclosures under Section 22 of the Micro, Small and Medium Enterprises Development Act, 2006

(i) Principal amount remaining unpaid to any supplier as at the end of the accounting year = Rs. 52,369/-

(ii) Interest due thereon remaining unpaid to any supplier as at the end of the accounting year =NIL

(iii) The amount of interest paid along with the amounts of the payment made to the supplier beyond the appointed day=NIL

(iv) The amount of interest due and payable for the year =NIL

(v) The amount of interest accrued and remaining unpaid at the end of the accounting year =NIL

(vi) The amount of further interest due and payable even in the succeeding year, until such date when the interest dues as above are actually paid=NIL

<b>12 Other financial liabilities</b>		
<b>Particulars</b>	<b>As at 31st March, 2021</b>	<b>As at 31st March, 2020</b>
Outstanding Expenses	122,220	115,186
	<b>122,220</b>	<b>115,186</b>

<b>13 Other Current Liabilities</b>		
<b>Particulars</b>	<b>As at 31st March, 2021</b>	<b>As at 31st March, 2020</b>
Other payable- Advances from customer	-	144,694
	-	<b>144,694</b>

<b>14 Revenue from Operations</b>		
<b>Particulars</b>	<b>For the year ended 31st March, 2021</b>	<b>For the year ended 31st March, 2020</b>
<b>Sale of Products -Manufactured goods</b>		
Socks	-	2,037,788
<b>Sale of Products-Trading</b>		
Socks	157,509	-
	<b>157,509</b>	<b>2,037,788</b>





<b>15 Other Income</b>		
<b>Particulars</b>	<b>For the year ended 31st March, 2021</b>	<b>For the year ended 31st March, 2020</b>
Advances written back	-	244,000
	-	<b>244,000</b>
<b>16 Cost of Material Consumed</b>		
<b>Particulars</b>	<b>For the year ended 31st March, 2021</b>	<b>For the year ended 31st March, 2020</b>
Material cost of Manufactured goods	-	208,430
	-	<b>208,430</b>
<b>17 Purchase of Stock-in-Trade</b>		
<b>Particulars</b>	<b>For the year ended 31st March, 2021</b>	<b>For the year ended 31st March, 2020</b>
Purchase of Socks	153,846	-
	<b>153,846</b>	-
<b>18 Change in Inventories</b>		
<b>Particulars</b>	<b>For the year ended 31st March, 2021</b>	<b>For the year ended 31st March, 2020</b>
<b>Inventories at the end of the year:</b>		
Finished goods	-	-
Work-in-progress	-	-
Stock-in-trade	-	-
<b>Total</b>	-	-
<b>Inventories at the beginning of the year:</b>		
Finished goods	-	1,162,355
Work-in-progress	-	-
Stock-in-trade	-	-
<b>Total</b>	-	-
<b>Net (increase) / decrease</b>	-	<b>1,162,355</b>
<b>19 Employee Benefit Expenses</b>		
	<b>For the year ended 31st March, 2021</b>	<b>For the year ended 31st March, 2020</b>
Salary & Wages	364,137	1,025,888
	<b>364,137</b>	<b>1,025,888</b>
<b>20 Other expenses</b>		
<b>Particulars</b>	<b>For the year ended 31st March, 2021</b>	<b>For the year ended 31st March, 2020</b>
Advertisement & Publicity	35,960	33,798
Bank Charges	2,630	7,362
Audit Fee	30,000	36,250
Electric expenses	-	24,585
ESI Demand	184,069	-
Filing Fees	22,500	30,109
Printing & Stationery	-	39,666
Professional secretarial fees	30,000	62,500
Evoting charges	10,000	3,231
Stock Exchange Fee	300,000	300,000
Share Transfer exp.	38,159	44,487





Rent	-	80,000
Sales Tax Penalty	39,303	-
Reversal of Gst	81,834	-
Repair of Building	-	878,690
Miscellaneous Expenses	39,217	26,719
	<b>813,672</b>	<b>1,567,397</b>

**21 Payment to auditors is as follows**

Particulars	Year ended 31st March, 2021	Year ended 31st March, 2020
Statutory Audit Fees	30,000	36,250
	<b>30,000</b>	<b>36,250</b>

**22 Earnings per share**

The following is a reconciliation of the equity shares used in the computation of basic and diluted earnings per equity share:

Particulars	Year ended 31st March, 2021	Year ended 31st March, 2020
Issued Equity Shares	647,000	647,000
Weighted average shares outstanding - Basic and Diluted	647,000	647,000

Net profit available to equity holders of the Company used in the basic and diluted earnings per share was determined as follows:

Particulars	Year ended 31st March, 2021	Year ended 31st March, 2020
Profit and loss after tax - B	(2,255,759)	(2,763,895)
Basic Earnings per share (B/A)	(3.49)	(4.27)
Diluted Earnings per share (B/A)	(3.49)	(4.27)

**23 Related party transactions**

In accordance with the requirements of IND AS 24, on related party disclosures, name of the related party, related party relationship, transactions and outstanding balances including commitments where control exists and with whom transactions have taken place during reported periods, are:

**A. Related party name and relationship**

**1. Key Management personnel**

SN	Name	Designation
1	Rajneesh Chindalia	Director
2	Devendra Kumar Palod	Director
3	Rajdeep Ghiya	Director
4	Bhagwan Singh	Director
5	Aishwarya Sethia	Director
6	Vibhor Kumawat (w.e.f. 01.06.2020)	Company Secretary

**2. Related parties**

**i. Entities where control exist – Subsidiaries and indirect subsidiaries**

SN	Name of the entity in the group	Country of Incorporation	Principal Activities	% Shareholding / Voting Power	
				As at 31st March, 2021	As at 31st March, 2020
<b>A</b>	<b>Subsidiaries of Company:</b>			<b>None</b>	
<b>B</b>	<b>Associate of Company:</b>			<b>None</b>	







**ii. Entities, where key management personnel and their relatives exercise significant influence**

SN	Entities	Relation
1	High Street Fashions Limited	Director of this company are close relative of Promoters
<b>High Street Fashions Limited</b>		
		<b>2020-21</b>
<b>Op. Balance</b>		<b>2,246,038</b>
Purchases		161,538
Sales		-
Receipts		1,005,000
Payments		2,265,000
<b>Closing Balance</b>		<b>2,246,038</b>
<b>Director-Short term Employee Benefits.</b>		
Salary to Director		<b>120,000</b>
Salary to KMP (Company Secretary)		<b>243,500</b>

**24** In the opinion of the management of the company, current assets, loans and advances have a realisable value in ordinary course of business at least equal to the amount at which they are stated and that all known liabilities relating thereto have been provided for in the books of accounts.

**25 Financial risk management**

**25.1 Financial risk factors**

The Company's principal financial liabilities comprise unsecured borrowings and trade payables. The main purpose of these financial liabilities is to manage finances for the Company's operations. The Company has loan and other receivables, and cash that arise directly from its operations. The Company's activities expose it to a variety of financial risks:

**i) Market Risk**

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. Market prices comprise two types of risk: interest rate risk and other price risks, such as equity price risk and commodity risk. Financial instruments affected by market risk include loans and borrowings, deposits and investments. Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. This is based on the financial assets and financial liabilities held as at March 31, 2021 and March 31, 2020.

**(ii) Liquidity risk**

The Company's objective is to at all times maintain optimum levels of liquidity to meet its cash and collateral requirements. The Company relies on a mix of borrowings, capital infusion and excess operating cash flows to meet its needs for funds. The current committed lines of credit are sufficient to meet its short to medium term expansion needs. The Company monitors rolling forecasts of its liquidity requirements to ensure it has sufficient cash to meet operational needs while maintaining sufficient headroom on its undrawn committed borrowing facilities at all times so that the Company does not breach borrowing limits or covenants (where applicable) on any of its borrowing facilities.

The table below provides amortised value of cash flows towards non-derivative financial liabilities into relevant maturity based on the remaining period at the balance sheet to the contractual maturity date.

Particulars	As at 31st March, 2021					
	Carrying amount	On demand	Less than 1 years	1 to 3 years	More than 3 years	Total
Borrowings	27,800,000	-	-	-	27,800,000	<b>27,800,000</b>
Other loans - Interest free			-	-		-
Trade Payables	4,197,269	-	232,220	-	3,965,049	<b>4,197,269</b>
Other Financial Liabilities - Current	122,220	-	122,220	-	-	<b>122,220</b>
<b>Total</b>	<b>32,119,489</b>	-	354,440	-	3,965,049	32,119,489
Particulars	As at 31st March, 2020					
	Carrying amount	On demand	Less than 1 years	1 to 3 years	More than 3 years	Total
Borrowings	27,800,000				27,800,000	27,800,000
Other loans - Interest free			-	-		-





Trade Payables	4,134,432	-	4,134,432	-	-	4,134,432
Other Financial Liabilities - Current	115,186	-	115,186	-	-	115,186
<b>Total</b>	<b>32,049,618</b>	<b>-</b>	<b>4,249,618</b>	<b>-</b>	<b>27,800,000</b>	<b>32,049,618</b>

**(iii) Credit Risk**

Credit risk arises from cash and cash equivalents, investments carried at amortised cost and deposits with banks and financial institutions, as well as credit exposures to wholesale customers including outstanding receivables"

**25.2 Capital risk management**

The Company manages its capital structure and makes adjustments in light of changes in economic conditions and the requirements of the financial covenants. To maintain or adjust the capital structure, the Company may adjust the dividend payment to shareholders, return capital to shareholders or issue new shares. The primary objective of the Company's capital management is to maximize the shareholder value. The Company's primary objective when managing capital is to ensure that it maintains an efficient capital structure and healthy capital ratios and safeguard the Company's ability to continue as a going concern in order to support its business and provide maximum returns for shareholders. The Company also proposes to maintain an optimal capital structure to reduce the cost of capital. No changes were made in the objectives, policies or processes during the year ended March 31, 2021 and March 31, 2020.

For the purpose of the Company's capital management, capital includes issued capital, and all other equity reserves. Net debt includes, interest bearing loans and borrowings less cash and short term deposits.

The Company monitors capital using gearing ratio, which is net debt divided by total capital plus total debt.

During 2020-21, the company's gearing ratios at March 31, 2021 and March 31, 2020 were as follows:

Particulars	As at March 31, 2021	As at March 31, 2020
Loans and borrowings	27,800,000	27,800,000
Less: Cash and cash equivalents	47,729	53,762
Net Debt (A)	27,752,271	27,746,238
Total Capital	(9,521,409)	(7,265,650)
Capital and net debt (B)	18,230,862	20,480,588
<b>Gearing ratio (A/B)</b>	<b>1.52</b>	<b>1.35</b>

In order to achieve this overall objective, the Company's capital management, amongst other things, aims to ensure that it meets financial covenants attached to the interest-bearing loans and borrowings that define capital structure requirements. Breaches in meeting the financial covenants would permit the bank to immediately call loans and borrowings.

**26 Fair value measurement**

The carrying value of financial instruments by categories is as follows:

Particulars	As at 31st March, 2021			As at 31st March, 2020		
	At Fair value through Other comprehensive Income	At Fair value through profit or loss	At Amortised Cost	At Fair value through Other comprehensive Income	At Fair value through profit or loss	At Amortised Cost
<b>Financial assets</b>						
Loans	-	-	398,784	-	-	490,819
Trade Receivables	-	-	246,060	-	-	225,370
Other Financial Assets	-	-	-	-	-	-
Cash and cash equivalent	-	-	47,729	-	-	53,762
<b>Total</b>	<b>-</b>	<b>-</b>	<b>692,573</b>	<b>-</b>	<b>-</b>	<b>769,951</b>
<b>Financial Liabilities</b>						
Borrowing	-	-	27,800,000	-	-	27,800,000
Other unsecured loans	-	-	-	-	-	-
Trade Payables	-	-	4,197,269	-	-	4,134,432
Other Financial Liabilities - Current	-	-	122,220	-	-	115,186
<b>Total</b>	<b>-</b>	<b>-</b>	<b>32,119,489</b>	<b>-</b>	<b>-</b>	<b>32,049,618</b>

**Notes:-**

Financial instruments carried at amortised cost such as trade receivables, loans and advances, other financial assets, borrowings, trade payables and other financial liabilities are considered to be same as their fair values, due to short term nature.





For financial assets & liabilities that are measured at fair value, the carrying amounts are equal to the fair values.

**27 Taxation (Including deferred taxes)**

Particulars	For the year ended 31st March, 2021	For the year ended 31st March, 2020
Current Tax	-	-
Deferred Tax	-	-
- Relating to origination & reversal of temporary differences	-	-
- Relating to change in tax rate	-	-
Tax expense attributable to current year's profit	-	-
Total tax expense	-	-

**Effective tax Reconciliation**

Numerical reconciliation of tax expense applicable to profit before tax at the latest statutory enacted tax rate in India to income tax expense reported is as follows:

Particulars	For the year ended 31st March, 2021	For the year ended 31st March, 2020
Net Income before taxes	(2,255,759)	(2,763,895)
Enacted tax rates	26.00%	26.00%
Computed tax Income/(expense)	(586,497)	(718,613)
<b>Increase/(reduction) in taxes on account of:</b>		
Difference in depreciation rates	-	-
Notional expenses / income recognised due to IND-AS impact	-	-
Income tax expense reported	(586,497)	(718,613)
Negative Tax expenses have been reported as Nil	-	-

**Deferred income tax**

The analysis of deferred tax assets and deferred tax liabilities is as follows.

Particulars	For the year ended 31st March, 2021	For the year ended 31st March, 2020
Book base and tax base of Fixed Assets	-	-
Ind AS Adjustment	-	-
Total	-	-

**Component of tax accounted in OCI and equity**

Particulars	For the year ended 31st March, 2021	For the year ended 31st March, 2020
Component of OCI		
Deferred Tax (Gain)/Loss on defined benefit	-	-

**28 Impairment of Assets**

The carrying values of assets are reviewed at each reporting date to determine if there is indication of any impairment. If any indication exists, the assets recoverable amount is estimated. For assets that are not yet available for use, the recoverable amount is estimated at each reporting date. An impairment loss is recognised whenever the carrying amount of an asset or its cash generating unit exceeds its recoverable amount. Impairment losses are recognised in the Statement of Profit and Loss. An impairment loss is reversed if there has been a change in the estimates used to determine the recoverable amount. An impairment loss is reversed only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined net of depreciation or amortisation, if no impairment loss had been recognised.





**29 Contingent Liabilities**

Particulars	Year ended 31st March, 2021	Year ended 31st March, 2020
i) Claims against company not acknowledged as debts*	142,048	142,048
ii) Deposited with ESI under protest against demand #	-	184,070

\*Demand of Rs.1,42,048 raised by Land & Building Tax Deptt. which is challenged by the company in appropriate court.

# Demand for the period from October 2007 to December 2008 during which period the factory was closed. This demand has been challenged by the company in appropriate court. Company has deposited a sum of Rs. 92,035 from above demand under protest to ESI Department. Order passed by Appropriate court dated 10-2-2021 and as per verdict of honorable court we have to deposit balance amount of 92,035/-

**30 Foreign Currency Transactions:**

i)	Export Sales- At the rates as on the date of negotiation or collection ,where export bills are negotiated after the close of the year, then at the year end rate when not covered by forward contract.
ii)	Expenditure- At the rates as on the date of transaction, receivables, creditors and outstanding liabilities are translated at the rate as at the close of the year, or at forward contract rate, wherever applicable.
iii)	Foreign Currency Loans for acquiring Fixed Assets and outstanding at the close of the Financial Year - At the contracted /prevailing rate of exchange, at the close of the year. The gain or loss due to decrease/increase in rupee liability due to fluctuations in rates of exchange is adjusted to the cost of the assets acquired through these loans. The depreciation on such increase/decrease in value of assets is provided for prospectively on residual life of the assets.

**31 Expenditure /Income in Foreign Currency**

	2020-21	2019-20
C.I.F. Value of Imports	-	-
Raw Material	-	-
Spares	-	-

**Expenditure in foreign Currency (on payment basis) On account of :**

	2020-21	2019-20
Travelling	-	-
Earning In foreign Exchange	-	-
F.O.B Value of Export	-	-

**32** Expenditure During Construction Period: Expenditure incurred on projects during implementation is capitalised and apportioned to various assets on commissioning of the project.

**33** The balances of Loans and Advances, Debtors and Creditors, if any, are subject to confirmation/ reconciliation.

**34** The Company is not covered under section 135 of Companies Act, 2013. Additional information regarding expenses incurred on corporate social responsibility activities is not applicable.

**35** The accounting of deferred tax in terms of "Ind AS 12 on " Income Taxes" results in deferred Tax Assets. However in view of sickness of the company there is no certainty of realization of such assets in a reasonable period of time, hence the same has not been accounted for.

**36** Salary of Rs. 120000/- is being paid to Director for the current year.





**37** Figures for the previous years have been regrouped wherever necessary.

**38 Segment Reporting**

Segments have been identified taking into account nature of Products and differential risk and returns of the segments. These business segments are reviewed by the Chief Operating officer of the Company.

The Expenses, which are not directly identifiable to a specific business segment are clubbed under specific head and similarly, the common assets and liabilities, which are not identifiable to a specific segment are clubbed under the specific head on the basis of reasonable estimates.

**Segment Reporting**

The company's operation primarily relates to manufacturing and trading of (a) Knitted socks, head band and wrist band (b) and trading in yarn and (c) trading in commodities. Accordingly segments have been identified in line with Indian Accounting Standard on Operating Segment "IND AS-108". Manufacturing/ trading of socks and trading of yarn and trading in commodities are the primary segment and there is no other segment.

**Details of business segments are as follows:**

Particulars	2020-21 ( In Rs.)	2019-20 ( In Rs.)
<b>Segment Revenue</b>		
(a)Manufacturing/Trading/Jobwork of Socks	157,509	2,037,788
(b) Trading of Yarn	-	-
(c) Trading of commodity	-	-
(d) Income from other sources	-	244,000
Total		
Less : Intersegment Revenue		
<b>Turnover/ Income from Operation</b>	<b>157,509</b>	<b>2,281,788</b>

**Segment wise result (Before Interest & tax)**

(a)Manufacturing/Trading/Jobwork of Socks	(2,255,759)	(3,007,895)
(b) Trading of Yarn	-	-
(c) Trading of commodity	-	-
(d) Income from other sources	-	244,000
Total	(2,255,759)	(2,763,895)
Less: Interest paid	-	-
Less: Unallocable charges/ expenditure	-	-
<b>Total Profit before tax</b>	<b>(2,255,759)</b>	<b>(2,763,895)</b>

**Capital Employed(Segment assets-Segment Liabilities)**

(a)Manufacturing/Trading/Jobwork of Socks	22,283,639	24,539,398
(b) Trading of Yarn	-	-
(c) Trading of Commodities	(4,005,048)	(4,005,048)
(d) other sources	-	-
(d) Redeemable Preference Share	(27,800,000)	(27,800,000)
<b>Total</b>	<b>(9,521,409)</b>	<b>(7,265,650)</b>

**Revenue from customers to which the same is more than 10% of Total revenue**

<b>Customer 1</b>	-	<b>1,377,115.00</b>
<b>Customer 2</b>	-	-
<b>Customer 3</b>	-	300,248
<b>Customer 4</b>	157,509	-

**Secondary segment information**

The company caters mainly to the need of Indian market and there is no Export sale, therefore no reportable geographical segments.





**39 COVID-19**

Due to the outbreak of COVID-19 globally and in India, the company has made initial assessment of likely adverse impact on the economic environment in general and financial risks on account of COVID-19. The company is engaged in the manufacturing and trading of Knitted socks, head band and wrist band and trading in yarn and commodities. Despite the industry has effected due to the COVID-19 Outbreak, the company's management is of the view that it will not affect the going concern of the company, since the company has established reputation in the country and can serve the market. However, for the short term period the revenue is expected to be lower and accordingly, the company has to operate at such lower profits for some time.

The management has considered the possible effects that may result from the pandemic related to COVID-19 on carrying amount of trade receivables and inventories. In developing the assumption, estimates relating to the uncertainties at the balance sheet date in relation to the recoverable amount of these are set. The management has considered the global economic conditions prevailing at the date of approval of these financial results and has used the internal and external sources of information to the extent determined by it. The actual outcome of these assumptions and estimates may vary in future due to the impact of the pandemic.

**As per our report of even date attached,**

For R Sogani & Associates

Chartered Accountants (Firm Reg. No: 018755C)

**Sd/-**

(Bharat Sonkhiya)

Partner

M.No. 403023

Place : Jaipur

Date: June 24, 2021

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

**Sd/-**

Bhagwan Singh

(W.T. Director)

DIN: 02305246

**Sd/-**

Aishwarya Sethia

(Director & CFO)

DIN: 02979618

**Sd/-**

Rajdeep Ghiya

Director

DIN: 00082495

**Sd/-**

CS Vibhor Kumawat

(CS & Compliance Officer)

M.No. A55710





Regd. Address. B-17, IInd Floor, 22 Godam Industrial Area, Jaipur-302006

**High Street Filatex Limited**

