

JESWANI & RATHORE

CHARTERED ACCOUNTANTS

408/C, Niranjana, 99, Marine Drive, Mumbai - 400 002

Tel: +91 22 22816968/22834451/40066968

Email: jeswanirathore@gmail.com

Independent Auditor's Report

To the Members of Centbank Financial Services Limited,

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of **Centbank Financial Services Limited ("the Company")** which comprise the Balance Sheet as at March 31, 2021, and the Statement of Profit and Loss, Statement of Cash Flows for the year then ended, and a summary of significant accounting policies and other explanatory information (hereinafter referred to as "the standalone financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the 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, the profit and its cash flows for the year ended on that date.

Basis for Opinion

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

Key audit matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. We have determined the matters described below to be the key audit matters to be communicated in our report.



Sr. No.	Key Audit Matter	Auditor's Remark
1	Revenue recognition (Refer note 20 (C) of Significant Accounting Policies and note 21 (I) of the Financial Statements)	
	Revenue is one of the key profit drivers and is therefore susceptible to misstatement. Cut-off is the key assertion in so far as revenue recognition is concerned, since an inappropriate cut-off can result in material misstatement of results for the year.	Our audit procedures with regard to revenue recognition included testing controls, automated and manual, substantive testing for cut-offs and analytical review procedures.

Emphasis of Matter:

Sr. No.	Particulars	Auditor's Remark
1	Unclaimed Dividend / Interest and Unallocated/Unclaimed Proceeds on Redemption of Securities (Refer Note 21 (B) of the Financial Statements)	
	The amounts received on behalf of unknown beneficiaries, have been accounted in the nominal account "Sundry Party Unclaimed Dividend / Interest" and "Unallocated / Unclaimed Proceeds on Redemption of Securities". As and when the details are received from the payer about the beneficiaries, the amount is transferred to the respective beneficiary account.	<p>The Company has not transferred or allocated dividend, interest and other corporate benefits received over a period of time from various companies/undertakings, amounting to Rs.1,66,04,835/- to the trusts/ beneficiaries, on whose behalf the investment portfolios are held under trusteeship services. The said amount stood at Rs.1,59,71,628/- as on March 31, 2020 and has increased to Rs.1,66,04,835/- as at March 31, 2021.</p> <p>Similarly, the Company has not transferred or allocated sales/ redemption proceeds of shares/ debentures amounting to Rs. 15,88,138/- to the respective trust/beneficiary, since it pertains to the debentures already sold. The same is outstanding since 2005-06.</p> <p>The company has kept the above funds in current account with its bank since long.</p>



2	Amount(s) distributed by official liquidator for debenture holders of three companies (Refer Note 21(L) of the Financial Statements)													
	<p>Cash and cash equivalents include amount(s) distributed by official liquidator for debenture holders of three companies which have been kept in separate bank account(s) and a corresponding liability of same amount(s) have been shown in 'other long term liability'. Details of the same are as follows:</p> <table border="1" data-bbox="375 510 979 837"> <thead> <tr> <th>Name of Company</th> <th>Amount (Rs.)</th> <th>Liquidated on</th> </tr> </thead> <tbody> <tr> <td>Shree Ambica Mills Ltd.</td> <td>5,61,978</td> <td>17-01-1997</td> </tr> <tr> <td>Tungabhadra Industries Ltd</td> <td>6,23,154</td> <td>09-07-2001</td> </tr> <tr> <td>Ahmedabad Ram Krishna Mill Ltd</td> <td>48,38,056</td> <td>17-01-1996</td> </tr> </tbody> </table> <p>This amount will be paid as and when the debenture holders will submit their claims.</p>	Name of Company	Amount (Rs.)	Liquidated on	Shree Ambica Mills Ltd.	5,61,978	17-01-1997	Tungabhadra Industries Ltd	6,23,154	09-07-2001	Ahmedabad Ram Krishna Mill Ltd	48,38,056	17-01-1996	<p>The Company has separately kept these amount(s) in Current Account(s) with Central Bank of India. The Company plans to clear such amount(s) as and when the original debenture holder(s) submit their claims.</p>
Name of Company	Amount (Rs.)	Liquidated on												
Shree Ambica Mills Ltd.	5,61,978	17-01-1997												
Tungabhadra Industries Ltd	6,23,154	09-07-2001												
Ahmedabad Ram Krishna Mill Ltd	48,38,056	17-01-1996												
3	Tax Deducted at Source on Dividend received on shares and securities on behalf of its clients in a fiduciary capacity, i.e. Trustee-Beneficiary relationship (Refer Note 21 (D) of the Financial Statements)													
	<p>The dividend on these shares is credited in the designated Bank Account of the Company which is then transferred to beneficiary's account after deducting applicable charges. As per Finance Act 2020, income by way of dividend is chargeable to tax under the amended provisions of Income Tax Act, 1961. Tax totaling to Rs. 17,26,951/- has been deducted on source (TDS) on this dividend income of the beneficiaries in the name of our Company. The said dividend income and corresponding TDS belong to the respective beneficiaries and hence the Company has transferred the dividend (net of TDS) to beneficiaries account.</p>	<p>The Company can neither claim credit for the said tax deducted at source (TDS) nor transfer the same to beneficiary's account.</p>												

4. Impact of COVID19 Lockdown on the Operations of the Company and Resumption of Operations post COVID19 Lockdown

We draw attention to Note No 21(P) to the Financial Statements w.r.t. impact of the ongoing healthcare of COVID-19 pandemic on the results of the Company. We have been informed that as on date there is no significant impact of the same on the results of the Company.

Our opinion is not modified in respect of this 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 Board's Report, Report on Corporate governance and Business Responsibility report but does not include the financial statements and our auditor's report thereon.

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

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

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

Management's Responsibility for the 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 and cash flows of the Company in accordance with the accounting principles generally accepted in India. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate implementation and maintenance of accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the 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 is also responsible for overseeing the company's financial reporting process.

Auditor's Responsibility for the Audit of the Financial Statements

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



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

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

- Obtain an understanding of internal financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.

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

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

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

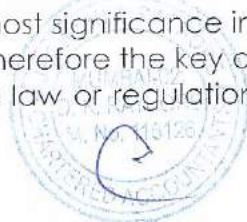
Materiality is the magnitude of misstatements in the financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced.

We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the financial statements.

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

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

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the

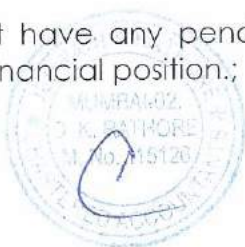


matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on Other Legal and Regulatory Requirements

1. As required by Section 143(3) of the Act, based on our audit, we report that:
 - a) Except for the effects of the matters described in Emphasis of Matters paragraph above, 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) Except for the effects of the matters described in Emphasis of Matters paragraph above, 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 Statement of Cash Flows dealt with by this Report are in agreement with the relevant books of account.
 - d) Except for the effects of the matters described in Emphasis of Matters paragraph above, 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 of the Company as on March 31, 2021 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 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 A**". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting.
 - g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended:

In our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Company to its directors during the year is in accordance with the provisions of section 197 of the Act.
 - h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended, in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company does not have any pending litigations as at 31st March 2021 which would impact its financial position.;



- ii. The Company has made provision, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long-term contracts including derivative contracts – Refer Note 21(J) to the financial statements;
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company during the year ended March 31, 2021.
2. As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of section 143 (11) of the Companies Act, 2013, we give in "**Annexure B**" a statement on the matters specified in paragraphs 3 and 4 of the Order.
 3. We are enclosing our report in terms of Section 143(5) of the Act, on the basis of such checks of the books and records of the Company as we considered appropriate and according to the information and explanations given to us, in the "**Annexure C**" on the directions and sub-directions issued by the Comptroller and Auditor General of India.

For Jeswani & Rathore
Chartered Accountants
F.R.N.:104202W



Dhiren K. Rathore
(Partner)
M. No: 115126
UDIN: 21115126AAAAAO9729



Place: Mumbai
Date: April 29, 2021

JESWANI & RATHORE

CHARTERED ACCOUNTANTS

408/C, Niranjan, 99, Marine Drive, Mumbai - 400 002

Tel: +91 22 22816968/22834451/40066968

Email: jeswanirathore@gmail.com

Annexure - A to the Independent Auditors' Report

(Referred to in paragraph 1(f) under 'Report on Other Legal and Regulatory Requirements' section of our report to the Members of Centbank Financial Services Limited of even date)

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

Report on internal financial controls over financial reporting

We have audited the internal financial controls over financial reporting of **Centbank Financial Services Limited** ("the Company") as of March 31, 2021 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

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

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting of the Company based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") issued by the Institute of Chartered Accountants of India and the Standards on Auditing prescribed under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls. Those Standards and the Guidance Note require that we comply with ethical



requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

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

Except for the effects of the matters described in Emphasis of Matters paragraph in Independent Audit Report, we believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

Meaning of Internal Financial Controls Over Financial Reporting

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

Inherent Limitations of Internal Financial Controls Over Financial Reporting

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



Opinion

In our opinion, to the best of our information and according to the explanations given to us, the Company has, in all material respects except for the effects of the matters described in Emphasis of Matters paragraph in Independent Audit Report, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2021, based on the criteria for internal financial control over financial reporting 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 Jeswani & Rathore
Chartered Accountants
(FRN: 104202W)



Dhiren K. Rathore
(Partner)
M. No: 115126
UDIN: 21115126AAAAAO9729



Place: Mumbai
Date: April 29, 2021

JESWANI & RATHORE

CHARTERED ACCOUNTANTS

408/C, Niranjani, 99, Marine Drive, Mumbai - 400 002

Tel: +91 22 22816968/22834451/40066968

Email: jeswanirathore@gmail.com

Annexure -B to the Independent Auditors' Report

(Referred to in paragraph 2, under 'Report on Other Legal and Regulatory Requirements' section of our Report to the members of Centbank Financial Services Limited of even date)

- i. In respect of its Fixed assets:
 - a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
 - b) The Company has a program of verification to cover all the items of fixed assets in a phased manner which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. Pursuant to the program, certain fixed assets were physically verified by the Management during the year. According to the information and explanations given to us, no material discrepancies were noticed on such verification.
 - c) According to the information and explanation given by the management, the Company has not entered into any formal agreement for the property occupied by it.
- ii. The Company is a service company, primarily rendering financial services. Accordingly, reporting under clause 3 (ii) is not applicable to the company.
- iii. According to the information and explanations given to us and on the basis of our examination of the books of account, the Company has not 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, the provisions of clauses a, b and c of Paragraph 3(iii) of the order are not applicable to the Company.
- iv. According to the information and explanations given to us and on the basis of our examination of the books of account, the Company has not given loans, made investments, provided guarantees and securities, hence the provisions of section 185 and 186 of the Companies Act, 2013 are not applicable.
- v. According to the information and explanations given to us, 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 the provisions of the clause 3 (v) of the Order are not applicable to the Company.



- vi. To the best of our knowledge and according to the explanations given to us, the Central Government of India has not prescribed the maintenance of cost records under section 148(1) of the Act, for any of the services rendered by the Company and hence this clause is not applicable to the Company.
- vii. According to the information and explanations given to us, in respect of statutory dues :
- a) the Company has generally been regular in depositing undisputed statutory dues including Provident fund, Employees' State Insurance, Income Tax, Goods and Service Tax, Duty of Custom, Cess and any other material statutory dues applicable to it with the appropriate authorities. There were no undisputed amounts payable in respect aforesaid dues as at March 31, 2021 for a period of more than six months from the date they became payable.
- b) According to the records of the Company and information and explanations provided to us, there is no disputed amounts payable in respect of, Provident Fund, Income Tax, Goods and Service Tax, Sales Tax, Value Added Tax, Customs Duty, Service Tax, Cess and other material statutory dues, as on the last day of the period ending March 31, 2021.
- viii. According to the information and explanations given to us and based on the records made available to us, the Company has not defaulted in repayment of loans or borrowings to a financial institution, banks, government or dues to debenture holders.
- ix. In our opinion and according to the information and explanations given to us, the Company has not raised any money by way of initial public offer or further public offer (including debt instruments) and term loans during the year and hence reporting under this clause is not applicable to the Company.
- x. To the best of our knowledge and according to the information and explanations given to us, we report that no fraud by the Company or no material fraud on the company by its officers or employees has been noticed or reported during the course of our audit.
- xi. According to the information and explanations give to us and based on our examination of the records of the Company, the Company has paid managerial remuneration to managerial personnel in accordance with the requisite approvals mandated by the provisions of sections 197 read with schedule V to the Companies Act, 2013.
- xii. In our opinion and according to the explanations give to us, the company is not a nidhi Company and therefore, the provisions of this clause of the Companies (Auditor's Report) Order, 2016 are not applicable to the company.
- xiii. According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with sections 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.



- xiv. According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review and hence, the reporting under this clause 3(xiv) of the Order is not applicable to the company.
- xv. According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into any non-cash transactions with its directors or persons connected with him as referred to in section 192 of the Companies Act, 2013 and hence provisions of clause 3(xv) of the Order are not applicable to the company.
- xvi. In our opinion and according to the information and explanations given to us, the Company is not required to be registered under section 45-IA of the Reserve Bank of India Act 1934.

For Jeswani & Rathore
Chartered Accountants
(FRN: 104202W)



Dhiren K. Rathore
(Partner)

M. No: 115126

UDIN: 21115126AAAAAO9729



Place: Mumbai

Date: April 29, 2021

JESWANI & RATHORE

CHARTERED ACCOUNTANTS

408/C, Niranjani, 99, Marine Drive, Mumbai - 400 002

Tel: +91 22 22816968/22834451/40066968

Email: jeswanirathore@gmail.com

Annexure C to the Independent Auditors' Report

Referred to in paragraph 3 under 'Report on Other Legal and Regulatory Requirements' section of our report of even date to the members of the Company on the Financial Statements for the year ended 31 March 2021

Sr. No	Directions u/s 143(5) of the Companies Act	Auditor's reply on action taken on the directions
1	Whether the company has system in place to process all the accounting transactions through IT system? If yes, the implications of processing of accounting transactions outside IT system on the integrity of the accounts along with the financial implications, if any, may be stated.	Yes, there is no processing of accounting transactions outside IT system.
2	Whether there is any restructuring of an existing loan or cases of waiver/write off of debts /loans/ interest etc. made by a lender to the company due to the company's inability to repay the loan? If yes, the financial impact may be stated. Whether such cases are properly accounted for? (In case, lender is a Government company, then this direction is also applicable for statutory auditor of lender company).	There are no cases of any restructuring of an existing loan or cases of waiver/write off of debts /loans/interest etc.
3	Whether funds (grants/subsidy etc.) received/receivable for specific schemes from Central/ State Government or its agencies were properly accounted for/ utilized as per its term and conditions? List the cases of deviation.	The Company has not received/receivable any funds (grants/subsidy etc.) for specific schemes from Central/ State Government or its agencies and hence this clause is not applicable to the Company.

For Jeswani & Rathore
Chartered Accountants
F.R.N.:104202W



Dhiren K. Rathore
(Partner)
M. No: 115126
UDIN: 21115126AAAAAO9729



Place: Mumbai
Date: April 29, 2021

CENTBANK FINANCIAL SERVICES LIMITED

CIN: U67110MH1929GOI001484

Registered Office: Central Bank of India- MMO Bldg, 3rd Floor (East Wing), 55 MG Road, Fort, Mumbai - 400 001

BALANCE SHEET AS AT 31ST MARCH, 2021

(Amount in Rs.)

Particulars	Note No.	As at 31st March 2021	As at 31st March 2020
I. EQUITY AND LIABILITIES			
(1) Shareholders' Funds			
(a) Share Capital	1	5,00,00,000	5,00,00,000
(b) Reserves and Surplus	2	30,81,86,723	31,75,16,192
(2) Non-Current Liabilities			
(a) Other long term liabilities	3	60,35,188	60,35,188
(b) Long-term provisions	4	3,16,967	3,83,250
(3) Current Liabilities			
(a) Other current liabilities	5	5,89,99,332	5,16,34,346
(b) Short-term Provisions	6	1,22,223	1,52,679
TOTAL		42,36,60,433	42,57,21,655
II. ASSETS			
(1) Non-Current Assets			
(a) Fixed Assets	7		
(i) Tangible Assets		1,45,826	1,64,848
(ii) Intangible Assets		1,04,487	2,08,975
(iii) Capital work-in-progress		1,36,800	-
(b) Non-current Investments	8	3,000	1,50,03,000
(c) Deferred tax assets (net)	9	1,68,247	56,15,818
(d) Other non-current assets	10	1,99,38,747	6,05,41,365
(2) Current Assets			
(a) Current Investments	11	1,50,00,000	-
(b) Trade Receivables	12	8,86,980	17,19,851
(c) Cash and cash equivalents	13	35,55,60,938	32,03,92,686
(d) Short-term loans and advances	14	3,17,15,408	2,20,75,112
TOTAL		42,36,60,433	42,57,21,655

Significant accounting policies and Notes forming part of the financial statements

As per our report on even date

For Jeswani & Rathore

Chartered Accountants

(FRN: 104202W)



(Dhiren K. Rathore)

Partner

Mem. No. 115126

Place : Mumbai

Date : 29th April, 2021



20 & 21

For and on behalf of the Board of Directors



(Vivek Wahi)

Chairman

DIN: 07490023



(S Venkataraman)

Managing Director

DIN: 09080799



(H V Kamdar)

Company Secretary

Mem. No. F2418

Place : Mumbai

Date : 29th April, 2021



CENTBANK FINANCIAL SERVICES LIMITED

CIN: U67110MH1929GOI001484

Registered Office: Central Bank of India- MMO Bldg, 3rd Floor (East Wing), 55 MG Road, Fort, Mumbai - 400 001

PROFIT & 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
Income:			
Revenue from Operations	15	1,16,59,792	1,57,26,934
Other Income	16	2,22,91,172	2,43,05,867
I. Total Income		3,39,50,964	4,00,32,801
Expenses:			
Operating & Administrative Expenses	17	75,99,989	79,75,749
Employee Benefit Expenses	18	1,17,64,847	1,07,91,886
Depreciation and Amortisation Expenses	19	1,26,913	22,460
II. Total Expenses		1,94,91,749	1,87,90,095
III. Profit / (Loss) before tax	(I - II)	1,44,59,216	2,12,42,706
IV. Tax expense:			
(1) Current tax		-	55,04,300
(2) Deferred tax		54,47,571	4,07,186
(3) Prior year tax expense		(55,483)	8,29,813
		53,92,088	67,41,299
V. Profit(Loss) for the period	(III-IV)	90,67,128	1,45,01,407
VI. Earnings per share			
Equity shares of par value of Rs 1000/- each			
(a) Basic		181.34	290.03
(b) Diluted		181.34	290.03

Significant accounting policies and Notes forming part of the financial statements

20 & 21

As per our report on even date

For and on behalf of the Board of Directors

For Jeswani & Rathore
Chartered Accountants
(FRN: 104202W)

(Handwritten Signature)

(Vivek Wahi)
Chairman
DIN: 07490023

(Handwritten Signature)



(Dhiren K. Rathore)
Partner

Mem. No. 115126

Place : Mumbai

Date : 29th April, 2021

(Handwritten Signature)

(S Venkataraman)
Managing Director
DIN: 09080799

(Handwritten Signature)

(H V Kamdar)
Company Secretary
Mem. No. F2418

Place : Mumbai

Date : 29th April, 2021



CENTBANK FINANCIAL SERVICES LIMITED

CIN: U67110MH1929GOI001484

Registered Office: Central Bank of India- MMO Bldg, 3rd Floor (East Wing), 55 MG Road, Fort, Mumbai - 400 001

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH 2021

(Amount in Rs.)

Particulars	For the year ended 31st March 2021	For the year ended 31st March 2020
A. Cash Flow From Operating Activities		
Net Profit before Tax & Extraordinary items	1,44,59,216	2,12,42,706
Add:		
1) Depreciation	1,26,913	22,460
2) Dividend Received	(11,77,051)	(64,118)
3) Interest Received	(2,09,37,804)	(2,41,04,185)
Operating Profit before Working Capital Changes	(2,19,87,942)	(2,41,45,843)
	(75,28,726)	(29,03,137)
Adjustments for working capital changes:		
(Increase) / Decrease in Trade Receivables	8,32,871	(1,95,802)
(Increase) / Decrease in Other Receivables	54,60,536	(4,39,080)
Increase / (Decrease) in Short Term Provisions	(30,456)	(21,600)
Increase / (Decrease) in Other Liabilities	72,98,703	77,04,600
(Increase)/Decrease in Working Capital	1,35,61,654	70,48,118
Cash Generated From Operations	60,32,928	41,44,981
Direct Taxes Paid	(19,40,611)	(37,14,445)
(A)	40,92,317	4,30,536
B. Cash Flow From Investing Activities		
Amount received on maturity of Long term Fixed Deposit	2,74,97,880	7,69,00,000
Purchase of Fixed Assets	(1,36,800)	-
Interest Received	2,09,37,804	2,41,04,185
Dividend Received	11,77,051	64,118
(B)	4,94,75,935	10,10,68,303
C. Cash Flow From Financing Activities		
Dividend paid	(1,84,00,000)	(2,00,00,000)
Dividends Tax paid	-	(41,11,060)
(C)	(1,84,00,000)	(2,41,11,060)
Net Increase/ (Decrease) in Cash & Cash Equivalents (A+B+C)	3,51,68,252	7,73,87,779
Opening Balance	32,03,92,686	24,30,04,907
Closing Balance	35,55,60,938	32,03,92,686
Net Increase/ (Decrease) in Cash & Cash Equivalents	3,51,68,252	7,73,87,779

Significant accounting policies and Notes forming part of the financial statements

20 & 21

Notes:-

The above Cash Flow Statement has been prepared under the 'Indirect Method' as set out in the Accounting Standard -3 on Cash Flow Statement issued by ICAI.

As per our report on even date

For **Jeswani & Rathore**
Chartered Accountants
(FRN: 104202W)



(Dhiren K. Rathore)
Partner
Mem. No. 115126
Place : Mumbai
Date : 29th April, 2021



For and on behalf of the Board of Directors



(Vivek Wahi)
Chairman
DIN: 07490023



(S Venkataraman)
Managing Director
DIN: 09080799



(H V Kamdar)
Company Secretary
Mem. No. F2418

Place : Mumbai
Date : 29th April, 2021



CENTBANK FINANCIAL SERVICES LIMITED
Notes forming part of the financial statements

(Amount in Rs.)

Sr. No	Particulars	As at 31st March 2021	As at 31st March 2020
	Note 1 : Share Capital		
1	AUTHORISED CAPITAL 1,00,000 Equity Shares of Rs. 1000/- each.	10,00,00,000	10,00,00,000
		10,00,00,000	10,00,00,000
2	ISSUED , SUBSCRIBED & PAID UP CAPITAL To the Subscribers of the Memorandum 50,000 Equity Shares of Rs. 1000/- each Paid up Share capital by allotment 50,000 Equity Shares of Rs. 1000/- each, Fully Paid Up	5,00,00,000	5,00,00,000
		5,00,00,000	5,00,00,000
(i) The company has one class of shares referred to as equity shares having a par value of Rs.1000/- . Each holder of equity shares is entitled to one vote per share.			
(ii) Details of shares held by each shareholder holding more than 5% shares:			
	Name of the shareholder	No.of Shares	No.of Shares
	Central Bank of India and its nominees	50,000	50,000
	Percentage of shareholding	100%	100%
(iii) The reconciliation of the number of shares outstanding is set out below:			
	Particulars	As at 31st March 2021	As at 31st March 2020
	Number of shares at the beginning	50,000	50,000
	Add: Allotment of Equity Shares	-	-
	Number of shares at the end	50,000	50,000
	Note 2 : Reserves and Surplus		
1	General Reserve Balance brought forward from previous year Add: Transfer from Profit & Loss account	3,25,00,000 -	3,25,00,000 -
		3,25,00,000	3,25,00,000
2	Surplus in the Statement of Profit and Loss Balance brought forward from previous year Add: Profit for the period Less: Final Dividend Paid Less: DDT on dividend Add: Transfer from Depreciation	28,50,16,192 90,67,128 1,84,00,000 - 3,404	29,46,25,845 1,45,01,407 2,00,00,000 41,11,060 -
		27,56,86,724	28,50,16,192
		30,81,86,723	31,75,16,192



CENBANK FINANCIAL SERVICES LIMITED			
Notes forming part of the financial statements			
		Amount in Rs.	
Sr. No	Particulars	As at 31st March 2021	As at 31st March 2020
	Note 3 : Other Long Term Liabilities		
1	Balance held in Debenture Trust A/c 1787419858 Shree Ambica Mills Ltd.	5,61,978	5,61,978
2	Balance held in Debenture Trust A/c 1787419961 Tungabhadra Ind. Ltd.	6,23,154	6,23,154
3	Balance held in Debenture Trust A/c 1787421006 Ahmedabad Ram Krishna Mill	48,38,056	48,38,056
4	Security Trustee Deposits	12,000	12,000
		60,35,188	60,35,188
	Note 4 : Long-term Provisions		
	Provision for Leave encashment	3,16,967	3,83,250
		3,16,967	3,83,250
	Note 5 : Other Current Liabilities		
1	Trust Account Balances	4,06,31,547	3,29,06,432
2	TDS Payable	48,775	97,454
3	Professional Tax	600	600
4	Unallocated Dividend / Interest	1,66,04,835	1,59,71,628
5	Unallocated/unclaimed proceeds on redemption of Securities	15,88,138	15,88,138
6	Other Liabilities	1,25,437	10,70,095
		5,89,99,332	5,16,34,346
	Note 6 : Short-term Provisions		
1	Audit Fees	71,825	1,03,680
2	Provision for leave encashment	50,398	48,999
		1,22,223	1,52,679
	Note 8 : Non-Current Investment (At Cost)		
	Quoted		
1	Investment in Equity Shares 3000 shares of HDFC Bank Ltd of Rs. 1/- each valued at Rs. 1,493.65/- per share (Market Value as on 31/03/2021 is Rs. 44,80,950/-)	3,000	3,000
2	Investment in Mutual Fund 15,00,000 units of UTI FIXED TERM INCOME FUND- SERIES XXVIII	-	1,50,00,000
		3,000	1,50,03,000
	Note 9 : Deferred Tax Asset		
	Deferred Tax Asset	1,68,247	56,15,818
		1,68,247	56,15,818
	Note 10 : Other Non Current Assets		
1	Fixed Deposits with maturity more than 12 months	1,89,51,852	4,64,49,732
2	Accrued Interst on Fixed Deposits with maturity more than 12 months	9,86,895	1,40,91,633
		1,99,38,747	6,05,41,365



CENTBANK FINANCIAL SERVICES LIMITED
Notes forming of the financial Statements

Particulars	Gross Block										Net Block		
	Gross Carrying Value as on 1st April, 2020		Additions		Deletions		Gross Carrying Value as on 31st March, 2021		Balance as on 31st March, 2021		Transfer to retained earning	WDV as on 31st March, 2021	WDV as on 31st March, 2020
Tangible Asset													
End user Devices	5,88,299	-	-	-	5,88,299	-	-	5,88,299	5,62,082	-	3,198	29,416	26,218
Server & Network	4,92,525	-	-	-	4,92,525	-	-	4,92,525	4,67,899	-	-	24,626	24,626
Furniture	1,00,852	-	-	-	1,00,852	-	-	1,00,852	56,391	10,114	-	34,347	44,461
Office Equipments	5,51,000	-	-	-	5,51,000	-	-	5,51,000	4,81,457	12,312	206	57,437	69,542
Intangible Asset													
Computer Software	45,86,207	-	-	-	45,86,207	-	-	45,86,207	43,77,232	1,04,487	-	1,04,487	2,08,975
Capital work-in-progress													
New Server	-	1,36,800	-	-	-	-	-	1,36,800	-	-	-	1,36,800	-
Grand Total	63,18,883	1,36,800	-	-	64,55,683	-	-	64,55,683	59,45,060	1,26,913	3,404	3,87,113	3,73,822
As on 31st Mar, 2020	63,18,883	-	-	-	63,18,883	-	-	63,18,883	59,22,601	22,460	-	3,73,822	3,96,282



CENTBANK FINANCIAL SERVICES LIMITED
Notes forming part of the financial statements

(Amount in Rs.)

Sr. No	Particulars	As at 31st March 2021	As at 31st March 2020
Note 11: Current Investments			
<u>Quoted</u>			
Investment in Mutual Fund		1,50,00,000	-
15,00,000 units of UTI FIXED TERM INCOME FUND- SERIES XXVIII valued at Rs. 10.0147/- per unit (Market Value as on 31/03/2021 is Rs. 1,50,22,050/-)			
		1,50,00,000	-
Note 12 : Trade Receivables			
<u>Unsecured</u>			
1	Debts outstanding for a period exceeding six months		
	Considered good	-	-
	Considered doubtful	4,13,000	2,20,58,270
2	Other Debts		
	Considered good	6,80,480	14,98,601
	Considered doubtful	-	-
		10,93,480	2,35,56,871
Less: Provision for Doubtful Debts		2,06,500	2,18,37,020
		8,86,980	17,19,851
Note 13 : Cash & Bank Balances			
1	<u>Cash and Cash Equivalents</u>		
	Cash Balance	7,051	1,309
2	<u>Bank Balance</u>		
	- In Current Accounts		
	With Central Bank of India A/c No. 1787420987 Bank A/c 1	5,91,23,188	5,08,21,241
	With Central Bank of India A/c No. 1787426399 Bank A/c 2	2,07,780	6,96,949
	With Central Bank of India A/c No. 1787421006 (Ahmedabad R K Mill)	48,38,056	48,38,056
	With Central Bank of India A/c No. 1787419858(Shree Ambica Mills)	5,61,978	5,61,978
	With Central Bank of India A/c No. 1787419961(Tungabhadra Ind. Ltd.)	6,23,154	6,23,154
Sub Total (A)		6,53,61,206	5,75,42,686
3	<u>Other Bank Balances</u>		
	- In Fixed Deposit Accounts		
	Maturity less than 12 months	29,01,99,732	26,28,50,000
Sub Total (B)		29,01,99,732	26,28,50,000
Total [A + B]		35,55,60,938	32,03,92,686
Note 14 : Short Terms Loans and Advances			
1	Income Tax Refund	32,84,324	12,88,230
2	Interest Accrued on FDR	2,59,71,952	1,95,95,178
3	Other Receivables	22,069	22,069
4	Prepaid Expenses	9,24,771	3,17,145
5	GST Input Tax Credit	14,03,682	3,22,297
6	GST Input Tax Credit (Deferred)	1,08,611	5,30,194
		3,17,15,408	2,20,75,112



CENTBANK FINANCIAL SERVICES LIMITED
Notes forming part of the financial statements

(Amount in Rs.)

Sr. No	Particulars	For the year ended 31st March 2021	For the year ended 31st March 2020
	Note 15 : Revenue from Operations		
1	Fees from Executor Trusteeship	33,06,890	49,37,199
2	Fees from Debenture & Security Trusteeship	83,52,902	1,07,89,735
		1,16,59,792	1,57,26,934
	Note 16 : Other Income		
1	Interest on Fixed Deposit Receipts	2,09,37,804	2,41,04,185
2	Other Income	6,463	2,076
3	Dividend Income	11,77,051	64,118
4	Interest on Income tax	1,69,854	1,35,488
		2,22,91,172	2,43,05,867
	Note 17 : Operating & Administrative Expenses		
1	Telephone Expenses	1,39,765	1,50,090
2	Travelling Expenses	49,977	84,041
3	Office Maintenance	1,85,066	1,85,731
4	General Expenses	83,273	1,69,277
5	Demat Expenses	5,27,325	3,800
6	Insurance Expenses	5,335	5,081
7	Charges for amenities	3,00,000	3,00,000
8	Postage & Telegram	4,204	11,957
9	Professional Fees	4,23,000	7,45,650
10	Stationery Expenses	24,511	77,708
11	Audit Expenses:		
	Statutory Audit Fees	65,000	65,000
	Internal Audit Fees	-	1,24,000
	GST Audit Fees	20,000	20,000
	Limited Review	75,000	75,000
12	Compensation for office premises	45,28,800	45,28,800
13	Website & Internet Expenses	11,760	14,249
14	Professional Tax Expenses	2,500	2,500
15	SEBI Registration Fees - Debenture Trustee	3,25,000	3,00,000
16	Directors Sitting Fees	1,60,000	60,000
17	ROC Filing Charges	7,600	18,100
18	Safe Locker charges	8,500	10,030
19	Shop and Establishment exp	3,600	4,800
20	Trustee Association Fees	80,000	80,000
21	Housekeeping Charges	1,42,023	1,34,942
22	Provision for Doubtful Debts	4,27,750	8,04,993
		75,99,989	79,75,749



CENTBANK FINANCIAL SERVICES LIMITED
Notes forming part of the financial statements

(Amount in Rs.)

Sr. No	Particulars	For the year ended 31st March 2021	For the year ended 31st March 2020
	Note 18 : Employment Benefit Expenses		
1	Salaries & Allowances	83,33,122	75,26,423
2	Compensation Paid To Managing Director	15,04,810	17,00,924
3	Compensation Paid to Key Managerial person	19,26,914	15,64,539
		1,17,64,847	1,07,91,886
	Note 19 : Depreciation & Amorisation Expenses		
1	Depreciation	1,26,913	22,460
		1,26,913	22,460



CENBANK FINANCIAL SERVICES LIMITED

Significant Accounting Policies & Notes to Accounts for the year ended 31st March, 2021:

Note 20: Significant Accounting Policies:

A. Basis of Presentation:

The Financial statements of the Company have been prepared in accordance with Generally Accepted Accounting Principles in India (Indian GAAP) to comply with the applicable mandatory Accounting Standards notified under the Companies (Accounting Standard) Rules, 2006 (as amended), as notified under Companies (Accounts) Rules, 2014 (GSR No. 239(E)), Schedule III and relevant provisions of the Companies Act, 2013.

The financial statements have been prepared under the Historical Cost convention using the accrual method of accounting, except for fees in respect of suit(s) filed of Debenture & Security Trusteeship business, which is accounted on receipt basis.

B. Use of estimates:

The preparation of the financial statements in conformity with generally accepted accounting principles (GAAP) in India requires management to make estimates and assumptions that affect the reported amount of assets, liabilities and the disclosure of contingent liabilities on the date of the financial statements. Actual results could differ from those estimates. Any revision to the accounting estimates is recognized prospectively in current and future periods.

C. Revenue Recognition:

In relation to Executor Trusteeship, business income is accrued on occurrence of transactions relating to trust account.

Revenue from Debenture and Security Trusteeship services is recognized on periodic basis and accounted on accrual basis, except for fees in respect of suit(s) filed of Debenture & Security Trusteeship business, which is accounted on receipt basis.

D. Investments:

Current investments are stated at lower of the cost or fair value. Non-Current investments are stated at cost. Provision for diminution, if any, in the value of the Non-Current investments is made only if the diminution in the value is of permanent nature.

E. Fixed Assets:

Fixed assets are stated at acquisition cost including incidental expenses in connection thereto less Depreciation.

F. Intangible Assets:

Intangible assets are stated at cost of acquisition less amortization.

G. Depreciation & Amortization:

- i. Depreciation on Fixed Assets has been provided on Straight Line Method at the rates and in the manner specified in Schedule II to the Companies Act, 2013. The useful life



of fixed assets have been adopted as per Schedule II of Companies Act, 2013 and differential amount of asset carrying value as on the first day of the year has been suitably adjusted in accounts.

- ii. Depreciation on assets added/disposed during the year is provided with reference to the date of addition/disposition.
- iii. Intangible assets have been amortized considering the economic life of the asset ascertained to be 5 years by the management and amortized accordingly.

H. Impairment of Assets:

The carrying amount of assets, other than investment properties, deferred tax assets and non-current assets (or disposal groups) held for sale, are reviewed at each balance sheet date to determine whether there is any indication of impairment. If any such indication exists, the asset's recoverable amount is estimated to determine the amount of impairment loss.

For the purpose of impairment testing of these assets, recoverable amount is determined on an individual asset basis unless the asset does not generate cash flows that are largely independent of those from other assets. If this is the case, recoverable amount is determined for the cash-generating unit (CGU) to which the asset belongs to

An impairment loss is recognized in profit or loss in the period in which it arises.

I. Foreign Currency Transactions

The Company does not have any Foreign Currency Transactions.

J. Expenditure on increase of Authorized Capital:

Stamp Duty paid and Registration fees on issue of Equity Shares as a result of increase in authorize capital is written off over a period of ten years.

K. Tax Expenses:

Provision for current tax is computed as per 'Total Income' returnable under the Income Tax Act, 1961 taking into account available deductions and exemptions.

Deferred tax is recognized by considering temporary differences in terms of the difference between the carrying values and the tax values of assets and liabilities.

L. Earnings per share ('EPS')

Basic EPS is computed using the weighted average number of equity shares outstanding during the year. Diluted EPS is computed using the weighted average number of equity and dilutive equity equivalent shares outstanding during the year except where the results would be anti-dilutive

M. Provision & Contingent Liabilities

Provisions are recognized when there is a present obligation 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 there is a reliable estimate of the amount of the obligation. Provisions are measured at the best estimate of the expenditure required to settle



present obligation at the Balance sheet date and are not discounted to its present value.

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 fully 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 a reliable estimate of the amount cannot be made, is termed as a contingent liability.

Note 21: Disclosure Notes to Financial Statements

- A. Five staff members including the Managing Director of the Company out of 8 staff members are on deputation from Central Bank of India. The Company has reimbursed the salaries/ remunerations of these personals to Central Bank of India. The tax to be deducted at source under the respective provisions of Income Tax Act, 1961 is said to have been deducted and deposited by Central Bank of India.
- B. The amounts received on behalf of beneficiaries of whom details about the beneficiaries cannot be ascertained, have been accounted in the nominal account "Sundry Party Unclaimed Dividend / Interest" and "Unallocated / Unclaimed Proceeds on Redemption of Securities". As and when the details are received from the payer about the beneficiaries, the amount is transferred to the respective beneficiary account.
- C. Sundry debit/credit balances and individual Trust account are subject to confirmation.
- D. The Company holds investments in the nature of shares, securities and immovable properties on behalf of its clients in a fiduciary capacity, i.e. Trustee-Beneficiary relationship, which in the opinion of the Board of Directors are adequately safeguarded and properly recorded and all duties arising from such fiduciary relationships are adequately fulfilled.

The dividend on these shares is credited in the designated Bank Account of the Company which is then transferred to beneficiary's account after deducting applicable charges. As per Finance Act 2020, income by way of dividend is chargeable to tax under the amended provisions of Income Tax Act, 1961. Tax totaling to Rs. 17,26,951/- has been deducted on source (TDS) on this dividend income of the beneficiaries in the name of our Company. The said dividend income and corresponding TDS belong to the respective beneficiaries and hence the Company has transferred the dividend (net of TDS) to beneficiaries account.

- E. There are no amounts overdue and remaining unpaid to Small Scale and /or Ancillary Industrial suppliers on account of principal and/or interest as at close of the year. This disclosure is based on the information available with the Company regarding the status of suppliers as defined under the "Interest on delayed payments to Small Scale and Ancillary Industrial Undertaking Act, 1993."
- F. The Company is primarily engaged in the business of rendering financial services, which are considered by the management to constitute as a single segment. This being the only reportable segment as per Accounting Standard 17 issued by The Institute of Chartered Accountants of India on "Segment results and segment reporting", the Profit



and Loss Statement and the Balance Sheet depict the picture of segment result and the segmental assets and liabilities.

G. Accounting Standard 18: Related Party Disclosures:

(a) Disclosure of Related Parties

Name of the Party where Control Exists	Nature of the Relationship
Central Bank of India	Holding Company

Key Management Personnel	Nature of Relationship
Mr. U K Maheshwari	Managing Director (From 01 st April 2020 to 19 th December 2020)
Mr. S Venkataraman	Managing Director (From 01 st March 2021 onwards)
Mr. H V Kamdar	Company Secretary and Assistant Vice President

(b) During the year, the transactions entered with related parties are as under:

(Amount in Rs.)

Sr. No	Particulars	2020-21	2019-20
i)	Expenses Reimbursed to Central Bank of India		
	- Salaries of staff on deputation	91,41,053	81,62,173
	- Charges for amenities	3,00,000	3,00,000
	- Compensation for Office premises	45,28,800	45,28,800
		1,39,69,853	1,29,90,973

ii)	Income Received by way of interest on Fixed Deposits from Central Bank of India	1,86,91,024	1,77,34,006
-----	---	-------------	-------------

iii)	Dividend Paid to Central Bank of India	1,84,00,000	2,00,00,000
------	--	-------------	-------------

iv)	Deposits with Central Bank of India in	31.03.2021	31.03.2020
	- Fixed Deposits	29,01,99,732	24,98,99,732
	- Current Accounts		
	* Trust Current A/c No.1787420987	5,91,23,188	5,08,21,241



	* Company's A/c No.1787426399	2,07,780	6,96,949
	* Debenture Trust A/c No.1787421006 (ASRM)	48,38,056	48,38,056
	* Debenture Trust A/c No.1787419858 (Ambica Mills)	5,61,978	5,61,978
	* Debenture Trust A/c No.1787419961 (Tungabhadra)	6,23,154	6,23,154
	Total Deposits With CBI	35,55,53,888	30,74,41,110

v)	Accrued Interest on Fixed Deposit with Central Bank of India	31.03.2021	31.03.2020
	- Accrued Interest	2,59,71,952	2,16,83,309

vi)	Remuneration to Key Management Personnel	2020-21	2019-20
A	Mr. S Venkataraman	1,60,421	-
B	Mr. U K Maheshwari	13,44,389	17,00,924
C	Mr. H V Kamdar	19,26,914	15,64,539

- H. In compliance of Accounting Standard 22 referred in Section 133 of the Companies Act, 2013 on accounting for Taxes on Income, the Company has created 'Deferred Tax Asset' on account of timing difference :

Sr. No	Particulars	(Amount in Rs.)	
		31.03.2021	31.03.2020
1	Opening Deferred tax (Liability)/ Asset	56,15,818	60,23,003
2	Add/(Less):- Deferred Tax (Liability)/Asset for the year	(54,47,571)	(4,07,186)
3	Closing Deferred tax (Liability)/Asset	1,68,247	56,15,818

- I. With reference to income from Debenture & Security Trusteeship, invoices on following clients have not been raised as these accounts have turned into NPA and necessary legal actions have been initiated on these clients by lenders:



(Amount in Rs.)

Sr. No.	Name	Fees/ Remuneration			
		FY 2020-21	FY 2019-20	FY 2018-19	FY 2017-18
1	Shah Group Builders Ltd (Deb Trustee)	50,000	50,000	50,000	50,000
	Shah Group Builders Ltd (Secu Trustee)	1,35,000	1,35,000	1,35,000	1,35,000
2	Topworth Tollways (Bela) Pvt Ltd	1,83,057	1,83,057	1,83,057	1,83,057
3	Transstroy Hostoke-Dobbaspert Tollways Pvt Ltd	3,50,000	3,50,000	3,50,000	3,50,000
4	Transstroy Obedullaganj-Betul Tollways Pvt Ltd	3,50,000	3,50,000	3,50,000	3,50,000
5	VIL Rohtak Jind Hind Highway Pvt Ltd	3,50,000	3,50,000	3,50,000	3,50,000
6	Kalisma Steels Pvt Ltd	1,74,740	1,74,740	1,74,740	--
7	Innoventive Industries Ltd	5,00,000	5,00,000	5,00,000	--
8	Shri Lakshmi Cotsyn Ltd (Deb Trustee)	50,000	50,000	--	--
	Shri Lakshmi Cotsyn Ltd (Secu Trustee)	3,50,000	3,50,000	--	--
09	Seya Industries Ltd	3,75,000	3,75,000	--	--
10	Infrastructure Leasing & Financial Services Ltd	92,37,195	3,52,55,975	--	--
11	IL&FS Financial Services Ltd	54,11,500	2,22,56,026	--	--
Total		1,75,16,492	6,03,79,798	20,92,797	14,18,057

- J. Provision for doubtful debt(s) of Rs. 4,27,750/- has been made during the year. (Previous Year- Rs.8,04,993/-)
- K. Monthly compensation of Rs. 3,77,400/- (excluding GST)(@ 300/ square feet) is paid to Central Bank of India for using their office premises. Standard charges of Rs. 75,000/- per quarter have been reimbursed to Central Bank of India for sharing amenities like lift maintenance, security and electricity etc. There is no formal lease agreement with Central Bank of India for payment of such compensation/ reimbursement.
- L. Cash and cash equivalents include amount(s) distributed by official liquidator for debenture holders of three companies which has been kept in separate bank accounts and the corresponding liability of same amount has been shown in other long term liability. The details of the same are as follows:



Sr.No.	Name of Company	Amount (Rs.)	Liquidated on
1	Shree Ambica Mills Ltd.	5,61,978	17-01-1997
2	Tungabadra Industries Ltd	6,23,154	09-07-2001
3	Ahmedabad Ram Krishna Mill Ltd	48,38,056	17-01-1996

This amount will be paid as and when the debenture holders will submit their claims.

- M. Provision of Corporate Social Responsibility (CSR) for F.Y. 2020-21 is not applicable to the Company.
- N. Other liability includes stale cheques amounting to Rs. 33,990/- (Previous year Rs. 33,990/-). Party wise details of the same are not available.
- O. There is no contingent liability or contingent asset as on 31st march, 2021.
- P. There is no significant financial impact on the financial statements due to COVID-19 for the year ended March 31, 2021 as at the date of approval of these financial statements. Further whether or not the ongoing healthcare of COVID-19 pandemic will impact the Company's results or not, will depend on future developments, which are highly uncertain.
- Q. Previous year's figures have been regrouped and rearranged wherever necessary.

For Jeswani&Rathore
Chartered Accountants
Firm Reg. No.: 104202W




(Dhiren K. Rathore)
Partner
M. No: 115126

Place: MUMBAI
Date: 29th April, 2021

For and on behalf of the Board of Directors


(Vivek Wahi)
Chairman
DIN: 07490023


(S Venkataraman)
Managing Director
DIN: 09080799

Place: MUMBAI
Date: 29th April, 2021


(H V Kamdar)
Company Secretary
Mem No: F2418

