

NAME OF ASSESSEE	Proventus Retails Private Limited (Formerly Known as JMD Holding Private Limited)
ADDRESS	: Plot 57E, Flat 103, Wing B, Krishna Tower B, : Atmaram Sawant Marg, Ashok Nagar, : Kandivali (E), Mumbai - 400101,
P.A.NO.	AADCJ6268K
ITO WARD	ITO 13 (1) (4)
STATUS	: COMPANY
DATE OF BIRTH	21.12.2015
ASSESSMENT YEAR	: 2021-22
PREVIOUS YEAR	: 2020-21

COMPUTATION OF TOTAL INCOME	Amount (Rs.)	Amount (Rs.)
1. Income from Business or Profession		
Net Profit as per Profit & Loss Account	5,840,195	
Late fees on GST & Profession Tax	2,050	
Interest on TDS	548	
Preliminary Expenditure W/o	-	
	<u>5842793</u>	
Less - Expenses allowed		
Unrealised Gain Current Year	57,061	
Preliminary Expenditure Allowed	<u>64,940</u>	
	<u>5,720,792</u>	
Less : Business Loss Set-off A.Y.2016-2017		
Business Loss Set-off A.Y.2017-2018		
Business Loss Set-off A.Y.2018-2019		
Business Loss Set-off A.Y.2019-2020	-	
Gross Taxable Income		<u><u>5,720,792</u></u>
Rounded off		<u>5,720,790</u>
Total Tax Liability		1,439,808
Less:-TDS		(2,058)
Less:-TCS		(285,508)
Net Tax Liability		<u>1,152,242</u>
Add:-Interest u/s 234-B		57,612
Add:-Interest u/s 234-C		<u>58,188</u>
Total Tax Payable		<u><u>1,268,043</u></u>

MUKESH CHECHANI & CO.
CHARTERED ACCOUNTANTS

Mukesh Chechani
F.C.A., B. Com.
Prakash Chandra Chechani
F.C.A., I.C.M.A., B. Com.
Navratan Soni
F.C.A., B. Com.

403, Green Court CHS,
Azad Lane, Off S.V. ROAD
Andheri (West),
Mumbai 400 058
Tel:9820216026
Email : prakashchechani@rediffmail.com

Independent Auditors' Report

To
The Members of Proventus Retail Private Limited

Report on the Audit of Financial Statements

Opinion

We have audited the accompanying financial statements of **Proventus Retail Private Limited** ("the Company"), which comprise the Balance Sheet as at March 31, 2021, the Statement of Profit and Loss and the Statement of Cash Flows 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 Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2021, its profits and its cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit in accordance with Standards on Auditing (SAs) specified under section 143(10) of the Act. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ("ICAI") together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and Rules there under 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.

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

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the



Accounting Standards specified under section 133 of the Act, read with relevant rules issued thereunder. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management 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 this 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 Act, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls with reference to financial statements 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.

Report on Other Legal and Regulatory Requirements

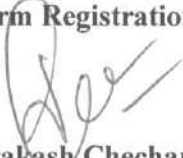
1. As required by the Companies (Auditor’s Report) Order, 2016 (“the Order”), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the Annexure A, a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent 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 statement comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.;
 - e. 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:
The company is a private limited company and hence provision of section 197 read with schedule V of the companies Act are not applicable.
 - f. on the basis of written representations received from the Directors as on 31 March 2021, taken on record by the Board of Directors, none of the directors is



disqualified as on 31 March 2021, from being appointed as a director in terms of section 164(2) of the Act;

- g. with respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in “Annexure B”; and
- h. With respect to the other matters to be included in the Auditor’s Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i. the Company does not have any pending litigations which would impact its financial position;
 - ii. The Company did not have any long-term contracts including derivative contracts. Hence, the question of any material foreseeable losses does not arise; and
 - iii. there were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

For Mukesh Chechani & Co.
Chartered Accountants
Firm Registration No.: 007589C


Prakash Chechani
Partner
Membership No.: 104203



Place: Mumbai
Date: 04 August 2021
UDIN: 21104203AAAAAU5356

Annexure A to the Auditors' Report

The Annexure referred to in our Independent Auditors' Report to the members of Proventus Retail Private Limited ('the Company') on the financial statements for the year ended 31 March 2021, we report that:

- (i) (a) The Company is not having any fixed assets hence clause number (i) (a) & (b) are not applicable.
- (c) According to the information and explanations given to us, the Company does not own immovable properties, accordingly, the requirements under paragraph 3(i)(c) of the Order are not applicable to the Company.
- (ii) The Company has conducted physical verification of inventory in respect of commodities held in physical form as, at reasonable intervals during the year. The inventory kept in Demat Form has been verified on the basis of statement received from depository participants. No material discrepancies have been noticed on such physical verification.
- (iii) According to the information and explanations given to us, 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 clause 3(iii) (a), (b) and (c) of the Order are not applicable to the Company and hence not commented upon.
- (iv) In our opinion and according to the information and explanations given to us, there are no loans to directors including entities in which they are interested in respect of which the provisions of section 185 of the Companies Act 2013 are applicable and hence not commented upon. In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of section 186 of the Companies Act, 2013 in respect of investments made.
- (v) The Company has not accepted any deposits from the public.
- (vi) The Central Government has not prescribed the maintenance of cost records under section 148 (1) of the Companies Act, 2013 for any of the services rendered by the Company.
- (vii) (a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, amounts deducted/ accrued in the books of account in respect of undisputed statutory dues including income-tax, sales tax, service tax, goods and service tax, value added tax, cess, duty of custom and other material statutory dues, applicable to it, have been regularly deposited during the year by the Company with the appropriate authorities. As explained to us, Company did not have any dues on account of services tax, goods and service tax and duty of custom & others statutory dues applicable to it.



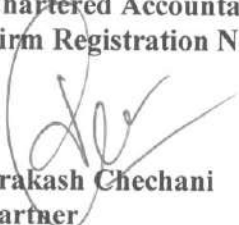
According to the information and explanations given to us, no undisputed amounts payable in respect of income-tax, sales tax, service tax, goods and service tax, value added tax, cess, duty of custom and other material statutory dues were outstanding, at the year end, for a period of more than six months from the date they became payable.

- (b) According to the information and explanation given to us, there are no dues of income tax, sales tax, service tax, goods and service tax, value added tax, duty of custom and cess which have not been deposited with the appropriate authorities on account of any dispute.
- (viii) In our opinion and according to the information and explanations given to us, the Company has not taken any loan from financial institution hence this clause is not applicable.
- (ix) The Company did not raise any money by way of initial public offer or further public offer (including debt instruments) and term loans during the year. Accordingly, paragraph 3 (ix) of the Order is not applicable.
- (x) According to the information and explanations given to us, no fraud by the Company or on the Company by its officers or employees has been noticed or reported during the course of our audit.
- (xi) The company is a private limited company and hence provision of section 197 read with schedule V of the companies Act are not applicable. Accordingly, paragraph 3 (xi) of the Order is not applicable.
- (xii) In our opinion and according to the information and explanations given to us, the Company is not a nidhi company. Accordingly, paragraph 3(xii) of the Order is not applicable.
- (xiii) According to the information and explanations given to us, transactions with the related parties are in compliance with section 188 of Companies Act, 2013 where applicable and the details have been disclosed in the notes to the financial statements, as required by the applicable accounting standards. The provisions of section 177 are not applicable to the Company and accordingly reporting under clause 3(xiii) insofar as it relates to section 177 of the Act is not applicable to the Company and hence not commented upon.
- (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. Accordingly, paragraph 3(xiv) of the order is not applicable.
- (xv) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into non-cash transactions with directors or persons connected with him. Accordingly, paragraph 3(xv) of the Order is not applicable.



(xvi) According to the information and explanations given to us, the provisions of section 45-IA of the Reserve Bank of India Act, 1934 are not applicable to the Company.

For Mukesh Chechani & Co.
Chartered Accountants
Firm Registration No.: 007589C


Prakash Chechani
Partner
Membership No.: 104203



Place: Mumbai
Date: 04 August 2021
UDIN : 21104203AAAAAU5356

Annexure - B to the Auditors' Report

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

We have audited the internal financial controls over financial reporting of **Proventus Retails Private Limited ("the Company")** as of 31 March 2021 in conjunction with our audit of financial statements of the Company for the period 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 based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

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

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

A handwritten signature in black ink, appearing to be 'A. S.', is located at the bottom center of the page.

Meaning of Internal Financial Controls over Financial Reporting

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

Inherent Limitations of Internal Financial Controls Over Financial Reporting

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

Opinion

In our opinion, to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 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 Mukesh Chechani & Co.
Chartered Accountants
Firm Registration No.: 007589C


Prakash Chechani
Partner

Membership No.: 104203

Place: Mumbai

Date: 04 August 2021

UDIN : 21104203AAAAAU5356

Proventus Retails Private Limited

(Formerly Known as JMD Holding Private Limited)

Balance sheet

(Currency: Indian Rupees)

	Note	As at 31 March 2021	As at 31 March 2020
EQUITY AND LIABILITIES			
Shareholders' funds			
Share capital	2.1	100,000	100,000
Reserves and surplus	2.2	4,532,241	288,669
		<u>4,632,241</u>	<u>388,669</u>
Current liabilities			
Trade payables			
Total outstanding dues of creditors other than micro enterprises and small enterprises		67,880,374	23,378,406
Other current liabilities	2.3	487,190	1,167,522
Short-term provisions	2.4	1,268,043	155,425
		<u>69,635,607</u>	<u>24,701,354</u>
TOTAL		<u><u>74,267,848</u></u>	<u><u>25,090,023</u></u>
ASSETS			
Non-current assets			
Deferred tax assets (net)	2.5	-	32,688
Other non-current assets		153,046	108,759
		<u>153,046</u>	<u>141,447</u>
Current assets			
Inventories	2.6	20,302,455	9,518,197
Trade receivables	2.7	18,758,471	12,289,514
Cash and cash equivalents	2.8	30,749,541	941,566
Other current assets	2.9	4,304,335	2,199,299
		<u>74,114,802</u>	<u>24,948,576</u>
TOTAL		<u><u>74,267,848</u></u>	<u><u>25,090,023</u></u>

Significant accounting policies and notes to the financial statements. 1 & 2

As per our report of even date attached.

For Mukesh Chechani & Co.

Chartered Accountants

Firm Registration No.: 007589C

Prakash Chechani

Partner

Membership No.: 104203



Mumbai

04 August 2021

For and on behalf of the Board of Directors

Durga Prasad Jhawar

Durga Prasad Jhawar

Director

DIN: 02005091

Shalin Khanna

Shalin Khanna

Director

DIN: 06734684

Proventus Retails Private Limited

(Formerly Known as JMD Holding Private Limited)

Statement of Profit and Loss

(Currency: Indian Rupees)

	Note	For the year ended 31 March 2021	For the year ended 31 March 2020
Revenue from operations			
Sale of commodities		560,450,996	389,635,931
Other Income	2.10	4,500,447	5,454
Total revenue		564,951,443	389,641,385
Expenses			
Purchases of commodities		546,259,956	375,058,073
Changes in inventories of stock-in-trade		(10,784,258)	(3,700,414)
Employee benefit expenses	2.11	1,183,861	1,710,920
Finance costs	2.12	168,517	100
Other expenses	2.13	22,283,172	14,120,490
Total expenses		559,111,249	387,189,168
Profit/ (Loss) before tax		5,840,195	2,452,217
Tax expense:			
Current Tax		1,555,609	155,425
Income tax excess provision for earlier years.		8,325	97
Deferred tax benefit		32,688	495,361
Profit for the year		4,243,572	1,801,333
Earnings per equity share:			
Basic and diluted (Face value of Rs. 10 each)	2.17	424.36	180.13
Significant accounting policies and notes to the financial statements.	1 & 2		

As per our report of even date attached.

For Mukesh Chechani & Co.

Chartered Accountants

Firm Registration No.: 007589C

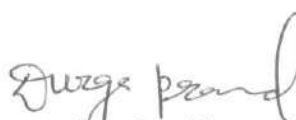
Prakash Chechani
Partner


Membership No.: 104203

Mumbai
04 August 2021



For and on behalf of the Board of Directors


Durga Prasad Jhwar
Director
DIN: 02005091


Shalin Khanna
Director
DIN: 06734684

Proventus Retail Private Limited

(Formerly Known as JMD Holding Private Limited)

Cash flow statement for the period ended 31 March 2021

(Currency: Indian Rupees)

	For the year ended 31 March 2021	For the year ended 31 March 2020
A Cash flow from operating activities		
Loss before taxation	5,840,195	2,452,217
Operating cash flow before working capital changes	5,840,195	2,452,217
Adjustments for working capital changes		
Increase in trade receivables	(6,468,957)	(6,016,891)
Increase in other current assets	(2,105,036)	(1,543,058)
Increase in Inventories	(10,784,258)	(3,700,414)
Increase Non-Current Assets	(44,287)	(78,444)
Increase in trade payable	44,501,968	6,238,375
Increase Other Current Liabilities	(680,332)	947,542
Cash used in operations	30,259,291	(1,700,673)
Income tax paid	(451,317)	(9,853)
Net cash generated from/used in operating activities - A	29,807,975	(1,710,526)
B Cash flow from investing activities - B	-	-
C Cash flow from financing activities		
Proceeds from issue of share capital	-	-
Decrease in Shortterm Borrowing	-	-
Net cash generated from financing activities - C	-	-
Net increase in cash and cash equivalents (A+B+C)	29,807,975	(1,710,526)
Cash and cash equivalents as at the beginning of the period	941,566	2,652,092
Cash and cash equivalents as at the end of the period (refer note 1)	30,749,541	941,566

Notes:

1 Cash and cash equivalents include the following:

Cash in hand	318,146	289,335
Balances with scheduled banks:		
In current accounts	30,431,395	652,231
Total of cash and cash equivalents	30,749,541	941,566

As per our report of even date attached.

For Mukesh Chechani & Co.
Chartered Accountants
Firm Registration No.: 007589C

Prakash Chechani
Partner
Membership No.: 104203



Mumbai
04 August 2021

For and on behalf of the Board of Directors

Durga Prasad Jhavar Shalin Khanna
Director Director
DIN: 02005091 DIN: 06734684

Proventus Retail Private Limited
(Formerly Known as JMD Holding Private Limited)
Notes to the financial statements for the year ended 31 March 2021

1. Significant accounting policies

1.1 Basis of preparation of financial statements

The financial statements have been prepared in accordance with generally accepted accounting principles in India ('Indian GAAP') under the historical cost convention on an accrual basis except for certain financial instruments which are measured at fair values in compliance with all material aspect of the Accounting Standard (AS) Notified under section 133 of the Companies Act, 2013 read together with rule 7 of the Companies (Accounts) Rules 2014, the provisions of the Companies Act, 2013 (to the extent notified). The financial statements are presented in Indian rupees.

1.2 Use of estimates

The preparation of the financial statements in conformity with the generally accepted accounting principles requires the management to make estimates and assumptions that affect the reported amounts of assets, liabilities, revenues and expenses and disclosure of contingent liabilities on date of the financial statements. Actual results could differ from the estimates. Any revision to the accounting estimates is recognised prospectively in current and future periods.

1.3 Current-non-current classification

All assets and liabilities are classified into current and non-current

Assets

An Asset is classified as current when it satisfies any of the following criteria:

- a. It is expected to be realized in, or is intended for sale or consumption in, the company's normal operating cycle;
- b. It is held primarily for the purpose of being traded;
- c. It is expected to be realized within 12 months after the reporting date; or
- d. It is cash or cash equivalent unless it is restricted from being exchanged or used to settle a liability for at least 12 months after the reporting date.

Current Assets include the current portion of non-current financial assets.

All other assets are classified as non-current.

Liabilities

A liability is classified as current when it satisfies any of the following criteria:

- a. It is expected to be settled in the company's normal operating cycle.
- b. It is held primarily for the purpose of being traded;
- c. It is due to be settled within 12 months after the reporting date; or
- d. The company does not have an unconditional right to defer settlement of the liability for at least 12 months after the reporting date. Terms of the liability that could, at the option of the counterparty, result in its settlement by the issue of equity instruments do not affect its classification.

Current liabilities include current portion of non-current financial liabilities.

All other liabilities are classified as non-current.



Proventus Retail Private Limited
(Formerly Known as JMD Holding Private Limited)
Notes to the financial statements for the year ended 31 March 2021 (Continued)

1. Significant accounting policies (continued)

1.4 Revenue recognition

Income is recognised on accrual basis. Sale of commodity is recognized when all the significant risks and rewards have been passed to the buyer

1.5 Impairment of assets

The Company assesses at each balance sheet date whether there is any indication that an asset may be impaired based on internal/external factors. If any such indication exists, the Company estimates the recoverable amount of the asset. If such recoverable amount of the asset is less than its carrying amount, the carrying amount is reduced to its recoverable amount. The reduction is treated as an impairment loss and is recognized in the statement of profit and loss. If at the balance sheet date there is an indication that a previously assessed impairment loss no longer exists, the recoverable amount is reassessed and the asset is reflected at the recoverable amount subject to a maximum of the depreciable historical cost.

1.6 Earnings per share

The Company reports basic and diluted earnings per share in accordance with Accounting Standard 20 - Earnings Per Share prescribed under Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014. Basic earnings per share is computed by dividing the net profit after tax attributable to the equity shareholders by the weighted average number of equity shares outstanding for the year.

Diluted earnings per share reflect the potential dilution that could occur if securities or other contracts to issue equity shares were exercised or converted during the year. Diluted earnings per share is computed by dividing the net profit after tax by the weighted average number of equity shares and dilutive potential equity shares outstanding during the year.

1.7 Taxation

Tax expense comprises current tax (i.e. amount of tax for the period determined in accordance with the Income Tax Act, 1961) and deferred tax charge or credit (reflecting the tax effect of timing differences between accounting income and taxable income for the period).

Current tax

Provision for income tax is recognised based on estimated tax liability computed after adjusting for allowances, disallowances and exemptions in accordance with the Income Tax Act, 1961.

Deferred taxation

The deferred tax charge or credit and the corresponding deferred tax liabilities and assets are recognized using the tax rates that have been enacted or substantively enacted at the balance sheet date. Deferred tax assets are recognised only to the extent there is reasonable certainty that the asset can be realised in future; however, where there is unabsorbed depreciation or carried forward loss under taxation laws, deferred tax assets are recognised only if there is a virtual certainty of realisation of the assets. Deferred tax assets are reviewed at each balance sheet date and written down or written-up to reflect the amount that is reasonably / virtually certain (as the case may be) to be realised.



Proventus Retail Private Limited
(Formerly Known as JMD Holding Private Limited)
Notes to the financial statements for the year ended 31 March 2021 *(Continued)*

1.8 Provisions and contingencies

The Company creates a provision when there is present obligation as a result of a past event that probably requires an outflow of resources and a reliable estimate can be made of the amount of the obligation. A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. When there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made.

Provisions are reviewed at each balance sheet date and adjusted to reflect the current best estimate. If it is no longer probable that the outflow of resources would be required to settle the obligation, the provision is reversed.

Contingent assets are not recognised in the financial statements. However, contingent assets are assessed continually and if it is virtually certain that an economic benefit will arise, the asset and related income are recognised in the period in which the change occurs.

1.9 Inventories

- Inventories which comprise stock-in-trade in the form of commodities are valued at cost or net realisable value, whichever is lower.



Proventus Retails Private Limited

(Formerly Known as JMD Holding Private Limited)

Notes to the financial statements (Continued)

(Currency: Indian Rupees)

	As at 31 March 2021	As at 31 March 2020
2.1 Share capital		
Authorised:		
2,000,000 equity shares of Rs. 10 each	20,000,000	20,000,000
	20,000,000	20,000,000
Issued, subscribed and paid up:		
10,000 equity shares of Rs. 10 each, fully paid-up	100,000	100,000
	100,000	100,000
a. Movement in share capital:		
Reconciliation of number of shares outstanding:	No. of shares	No. of shares
Number of shares outstanding at the beginning of the year	10,000	10,000
Shares issued during the year	-	-
Number of shares at the end of the year	10,000	10,000
Reconciliation of share capital:	Amount	Amount
Share capital at the beginning of the year	100,000	100,000
Share capital issued during the year	-	-
Share capital at the end of the year	100,000	100,000
Details of shareholders holding more than 5% shares	31 March 2021	31 March 2020
Name of the shareholders	Percentage	Percentage
Proventus Agrocom Private Limited	100.00%	100.00%
b. Terms/rights attached to equity shares:		
The Company has only one class of equity shares having a par value of Rs. 10. Each holder of equity shares is entitled to one vote per share held. 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.		
2.2 Reserves and surplus		
Profit in statement of profit and loss		
Profit/(Loss) in statement of profit and loss - Opening balance	288,669	(1,512,665)
Add: Profit for the year	4,243,572	1,801,333
	4,532,241	288,669




Proventus Retails Private Limited
(Formerly Known as JMD Holding Private Limited)
Notes to the financial statements (Continued)

(Currency: Indian Rupees)

	As at 31 March 2021	As at 31 March 2020
2.3 Other current liabilities		
Withholding tax and other taxes payable	155,707	16,941
Advance from customers	264,692	1,071,791
Security deposit	66,791	78,790
	<u>487,190</u>	<u>1,167,522</u>
2.4 Short-term provisions		
Provision for taxation (net of advance tax and tax deducted at source)	1,268,043	155,425
	<u>1,268,043</u>	<u>155,425</u>
2.5 Deferred tax assets		
Tax effect of timing differences on account of: Preliminary expenses	-	32,688
	<u>-</u>	<u>32,688</u>
2.6 Inventories		
Commodities /Packing Material	20,302,455	9,518,197
	<u>20,302,455</u>	<u>9,518,197</u>
2.7 Trade receivables		
<i>Unsecured, considered good</i>		
Debtors outstanding for a period exceeding six months	103,186	-
Other debts	18,655,285	12,289,514
	<u>18,758,471</u>	<u>12,289,514</u>
2.8 Cash and cash equivalents		
Cash in hand	318,146	289,335
Balances with banks - in current accounts	30,431,395	652,231
	<u>30,749,541</u>	<u>941,566</u>



Proventus Retails Private Limited
(Formerly Known as JMD Holding Private Limited)
Notes to the financial statements (Continued)

(Currency: Indian Rupees)

	For the year ended 31 March 2021	For the year ended 31 March 2020
2.10 Other Income		
Interest income	447	719
Liquidity Enhancement Scheme Incentive	4,500,000	-
Sundry Balance W/off	-	4,735
	4,500,447	5,454
2.11 Employee benefit expenses		
Salaries and wages	1,180,502	1,710,920
Staff welfare expenses	3,359	-
	1,183,861	1,710,920
2.12 Finance costs		
Bank charges	167,969	69
Interest - others	548	30
	168,517	100
2.13 Other expenses		
Advertisement	778	37,592
Auditors' remuneration (refer note below)	55,000	55,000
Balances/Bad- debts written off	142,622	-
Commission and brokerage	2,092,564	23,843
Communication	-	25,965
Business Promotion	86,677	199,523
Travelling and conveyance expenses	333	402,820
MTM Loss on Commodity	765,117	596,604
Exchange trading expenses	71,743	-
Packing and forwarding expenses	10,384,723	8,413,098
Insurance	68,276	6,521
Labour Charges	3,435,818	2,438,750
Legal and professional fees	963,000	332,500
Testing Charges	30,480	42,000
Office expenses	10,435	229,194
Printing and stationery	393,028	83,626
Rates and taxes	68,667	12,715
Repairs and maintenance - others	124,374	238,305
Warehousing charges	51,751	-
ROC expenses	1,200	5,400
Transportation charges	3,430,113	764,674
Selling & Distribution expenses	106,473	170,263
Trade Cancellation	-	42,098
	22,283,172	14,120,490
Note:-		
Auditors' remuneration:		
As auditor	55,000	55,000
	55,000	55,000



Proventus Retail Private Limited

(Formerly Known as JMD Holding Private Limited)

Notes to the financial statements for the period ended 31 March 2021 (continued)

(Currency: Indian Rupees)

2.15 Details of dues to micro, small and medium enterprises

Trade Payables includes Rs. Nil payable to "Suppliers" registered under the Micro, Small and Medium Enterprises Development Act, 2006. No interest has been paid/is payable by the Company during the period to "Suppliers" registered under this act. The aforementioned is based on the responses received by the Company to its inquiries with suppliers with regard to applicability under the said act

2.16 Capital commitments and contingent liabilities

The Company has no capital commitments and contingent liabilities as at the balance sheet (Previous year Rs.nil)

2.17 Earnings per share

	Particulars	For the year 31 March 2021	For the year 31 March 2020
(a)	Profit/Loss after tax (as per statement of profit and loss)	42,43,572	18,01,333
	Less: Dividend on preference share capital	-	-
	Net Profit/loss for the period attributable to equity shareholders	42,43,572	18,01,333
(b)	Calculation of weighted average number of equity Shares of Rs. 10 each		
	Number of shares outstanding at the beginning of the year	10,000	10,000
	Number of Shares issued during the year	-	-
	Total number of equity shares outstanding at the end of the year	10,000	10,000
	Weighted average number of equity shares outstanding during the year (based on the date of issue of shares)	10,000	10,000
(c)	Basic and diluted earnings per share (in rupees) (a)/(b)	424.36	180.13

The basic and diluted earnings per share are the same as there are no dilutive potential equity shares.



Proventus Retail Private Limited

(Formerly Known as JMD Holding Private Limited)

Notes to the financial statements for the period ended 31 March 2021 (continued)

(Currency: Indian Rupees)

2.18 Details of purchase, sale and change in stock in trade:

Particulars	For the year ended 31 March 2021	For the year ended 31 March 2020
a) Commodities		
Opening stock		
Agri/Packing Material	95,18,197.00	58,17,784.00
Subtotal	95,18,197.00	58,17,784.00
Purchase		
Agri/Packing Material	54,62,59,956.00	37,50,58,073.00
Subtotal	54,62,59,956.00	37,50,58,073.00
Sale		
Agri/Packing Material	56,04,50,996.00	38,96,35,931.00
Subtotal	56,04,50,996.00	38,96,35,931.00
Closing stock		
Agri/Packing Material	2,03,02,455.00	95,18,197.00
Subtotal	2,03,02,455.00	95,18,197.00

2.19 The following commodities futures have open interests as on the balance sheet date:

Open interests in commodities future as on the balance sheet date

Sr. No.	Name of future	For the year ended 31 March 2021	
		Number of contracts	Number of units involved
1	Long position- BSEALMOND	17	17000

2.20 Earning and expenditure in foreign currency

The company did not have any earning or expenditure in foreign currency during the reporting year. (Previous year Rs. Nil)



Proventus Retail Private Limited

(Formerly Known as JMD Holding Private Limited)

Notes to the financial statements for the period ended 31 March 2021 *(continued)*

(Currency: Indian Rupees)

2.21 Previous year comparatives

Previous year's figures have been regrouped wherever necessary.

As per our report of even date attached.

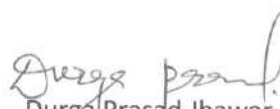
For Mukesh Chechani & Co.
Chartered Accountants
Firm Registration No.: 007589C

Prakash Chechani
Partner
Membership No.: 104203

Mumbai
04 August 2021



For and on behalf of the Board of Directors


Durga Prasad Jhavar
Director
DIN: 02005091


Shalin Khanna
Director
DIN: 06734684