

**MITCON INSOLVENCY PROFESSIONAL
SERVICES PRIVATE LIMITED**

1st Floor, Kubera Chambers, Shivajinagar,
Pune - 411005

ANNUAL REPORT

F Y 2020-21

To,

The Members of

MITCON INSOLVENCY PROFESSIONAL SERVICES PRIVATE LIMITED

Your Directors have pleasure in presenting the Board's Report of your Company together with the Audited Statement of Accounts and the Auditors' Report of your company for the financial year ended 31st March, 2021.

1. FINANCIAL HIGHLIGHTS

(Amount in Rs.)

Particulars	31 st March, 2021	31 st March, 2020
Income (including other Income)	3,63,387.00	6,82,223.00
Total Expenses	19,62,309.00	8,13,044.00
Net Profit / (Loss) Before Tax	(15,98,922.00)	(1,30,821.00)
Less: Current Tax		-
Less: Deferred Tax	(50155.00)	35,547.00
Net Profit / (Loss) after Tax	(16,49,077.00)	(95,274.00)

2. EXTRACT OF ANNUAL RETURN

The Extract of Annual Return as required under section 92(3) of the Companies Act, 2013 and rule 12(1) of the Companies (Management and Administration) Rules, 2014, in Form MGT-9 is annexed herewith for your kind perusal and information.

3. MEETINGS OF THE BOARD OF DIRECTORS

During the Financial Year 2020-21, Five (05) Board Meetings of Board of Directors of the Company were held on 11.07.2020, 23.10.2020, 21.12.2020, 29.01.2021 and 31.03.2021. The provisions of Companies Act, 2013 were adhered to while considering the time gap between two meetings. Also, the provisions with respect to conducting the meetings at shorter notice were duly complied by the Company.

Sr. No.	Name of Director	No. of Board Meetings Attended during the year
1	Dr. PRADEEP BAVADEKAR	5
2	Mr. SRIGINI RAJAT NAIDU	5
3	Mr. ANIL SEETARAM VAIDYA	5
4	Mr. RAM DHONDIBA MAPARI	5
5	Mr. SUBRATA MONINDRANATH MAITY	3

4. DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to Section 134(5) of the Companies Act, 2013 the Board of Directors of the Company confirms that-

- a. In the preparation of the annual accounts for the year ended March 31, 2021, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- b. The Directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the loss of the company for that period;
- c. The directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- d. The directors had prepared the annual accounts on a going concern basis; and
- e. Company being unlisted sub clause (e) of section 134(5) is not applicable.
- f. The directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

5. STATUTORY AUDITORS

M/s P K A C & Company, Chartered Accountants, Pune (FRN: 154548W), were appointed as the Statutory Auditor in the Extra Ordinary General Meeting until the conclusion of ensuing Annual General Meeting. Now Board have proposed appointment of M/s P K A C & Company, Chartered Accountants, Pune (FRN: 154548W), as Statutory Auditors of the Company to hold office from the conclusion of this Annual General Meeting (AGM) till the conclusion of the Eighth Annual General Meeting of the Company and at such remuneration as shall be fixed by the Board of Directors in consultation with the Auditors.

6. AUDITOR'S REMARKS

The Auditors' Report and Notes to Accounts forming part of the Financial Statements do not contain any reservations or qualifications or adverse remarks which require any clarification or explanations.

7. PARTICULARS OF LOANS, GUARANTEES AND INVESTMENTS UNDER SECTION 186

There were no loans, guarantees or investments made by the Company under Section 186 of the Companies Act, 2013 during the year under review and hence the said provision is not applicable.

8. PARTICULARS OF CONTRACTS/ARRANGEMENTS WITH RELATED PARTIES

The Company has entered into related party transaction as defined under Section 188 of the Companies Act, 2013 with related parties as defined under Section 2 (76) of the said Act and the same transactions have been specifically mentioned in the separate annexure as AOC 2.

9. STATE OF COMPANY'S AFFAIRS

In the current year positive trend is likely to occur as a result of which we expect better working in the future years in terms of profitability of our company.

The future outlook of the Company and its professional management makes an enterprise of high quality and high efficiency as core competition. In addition, the

technology has been constantly innovated and system of power generation has been integrated, so that the comp-any could keep sustainability operation for providing perfect service.

10. DIVIDEND

In order to conserve the resources, no dividend has been given.

11. TRANSFER TO RESERVES IN TERMS OF SECTION 134 (3) (J) OF THE COMPANIES ACT

No amount is proposed to be transferred to General Reserve.

12. MATERIAL CHANGES AND COMMITMENTS

No material changes and commitments affecting the financial position of the Company occurred between the end of the financial year to which this financial statement relate and on the date of this report.

13. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO

(A) Conservation of energy:

Having regards to the nature of business, the Company has taken necessary measures for conservation of energy.

(B) Technology absorption:

There has been no Research and Development activity.

(C) Foreign exchange earnings and Outgo (In Rupees)

Earnings	NIL
Outgo	NIL

14. RISK MANAGEMENT

Periodic assessments to identify the risk areas are carried out and management is briefed on the risks in advance to enable the company to control risk through a properly defined plan. The risks are classified as financial risks, operational risks and market risks. The risks are taken into account while preparing the annual

business plan for the year. The Board is also periodically informed of the business risks and the actions taken to manage them.

15. CORPORATE SOCIAL RESPONSIBILITY (CSR)

Provisions relating to corporate social responsibility are not applicable to the Company.

16. CHANGE IN NATURE OF BUSINESS, IF ANY

There was no change in the nature of Business during the Financial Year.

17. DETAILS OF DIRECTORS AND KEY MANAGERIAL PERSONNEL(KMP)

During the period under review there has been no change in the Composition of the Board.

Board Composition is as follows:

SR. NO.	NAME OF THE DIRECTORS	DESIGNATION
1.	Dr. PRADEEP BAVADEKAR	Director
2.	Mr. SRIGINI RAJAT NAIDU	Whole Time Director
3.	Mr. ANIL SEETARAM VAIDYA	Whole Time Director
4.	Mr. RAM DHONDIBA MAPARI	Director
5.	Mr. SUBRATA MONINDRANATH MAITY	Whole Time Director

18. INFORMATION ABOUT SUBSIDIARY/ JV/ ASSOCIATE COMPANY

M/s MITCON Consultancy & Engineering Services Limited Company is Associate Company.

19. DEPOSITS

The company has not accepted any deposits from public during the year.

20. ORDER OF COURT

No litigations are pending against the company.

21. ADEQUACY OF INTERNAL FINANCIAL CONTROLS WITH REFERENCE TO THE FINANCIAL STATEMENTS

Your directors confirm that they have put in place sufficient internal financial controls with respect to maintenance of books of accounts and preparation of the financial statements.

22. CHANGES IN SHARE CAPITAL

During the year under review there was no change in the capital structure of the Company.

23. PARTICULARS OF EMPLOYEES

There are no employees drawing remuneration beyond the monetary ceilings prescribed under Section 197 of the Companies Act, 2013 read with Rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014

24. SHARES

a) BUY BACK OF SECURITIES

The Company has not bought back any of its securities during the year under review.

b) SWEAT EQUITY

The Company has not issued any Sweat Equity Shares during the year under review.

c) BONUS SHARES

No Bonus Shares were issued during the year under review.

d) EMPLOYEES STOCK OPTION PLAN

The Company has not provided any Stock Option Scheme to the employees.

25. VIGIL MECHANISM

Provisions relating to vigil mechanism are not applicable to the Company.

26. ACKNOWLEDGEMENT

The Directors would like to express their sincere gratitude to all the members of the Company for their continued faith in the management of the Company.

For and on behalf of Board of Directors

MITCON INSOLVENCY PROFESSIONAL SERVICES PRIVATE LIMITED

Praadeep

DR. PRADEEP BAVADEKAR

DIRECTOR

DIN: 00879747

DATE: 19.05.2021

PLACE: PUNE



Ram

MR. RAM MAPARI

DIRECTOR

DIN: 07771508

DATE: 19.05.2021

PLACE: PUNE





P K A C & COMPANY

CHARTERED ACCOUNTANTS

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF
MITCON INSOLVENCY PROFESSIONAL SERVICES PRIVATE LIMITED**

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of **MITCON INSOLVENCY PROFESSIONAL SERVICES PRIVATE LIMITED** ("the Company"), which comprise the Balance Sheet as at 31st March 2021, and the Statement of Profit and Loss 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, and loss for the year ended on that date.

Basis for Opinion

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

Material Uncertainty Related to Going Concern

We draw attention to Note 22 in the financial statements, which indicates that the Company is not getting expected business due to changing provisions by Insolvency and Bankruptcy Board of India. The company has incurred a net loss of INR 16,49,077/- during the year ended March 31, 2021 and the current assets of the company are not sufficient to meet the current liabilities of the company. The associate company MITCON Consultancy & Engineering Services Limited (MITCON Consultancy) which is holding 49% of the shares of the company wishes to opt out of the business of the company and has offered the other shareholders to buy its holding in the company to continue the business of the company. It was further communicated to the other shareholders that in case this offer is not accepted by the other shareholders, MITCON Consultancy is considering of closing down the company in near future. Company is optimistic about the acceptance by the other shareholders of the offer made by MITCON Consultancy which may result into continuation of the business of the company by such shareholders. The financial statements have been prepared on a going concern basis. These events or conditions along with matters detailed in Note 22 indicate that a material uncertainty exists that may cast significant doubt on the Company's ability to continue as a going concern. Our opinion is not modified in respect of this matter.



70833 69819 / 98900 09235



101, Devgiri, 1893, Sadashiv Peth, Opp. Ganaraj
Restaurant, Bajirao Road, Pune - 411 030



E-mail - info@pkac.co.in

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

The Company's Board of Directors is responsible for the other information. The other information comprises the Board's Report including Annexures to Board's Report and Shareholder's Information, but does not include the financial statements and our auditor's report thereon. The above documents are expected to be made available to us after the date of this auditor's report. Our opinion on the financial statements does not cover the other information and we will not express any form of assurance conclusion thereon.

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

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

Responsibilities of Management 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 Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance of the Company in accordance with the accounting principles generally accepted in India, including the accounting Standards specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial 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 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.

- 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. In terms of exemption granted vide Para 1 clause 2(iv) of Companies (Auditor's Report) Order, 2016 issued by the Central Government in terms of sub-section (11) of Section 143 of the Act, the provisions of the said order are not applicable for the current year.
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 and the Statement of Profit and Loss dealt with by this Report are in agreement with the books of account.
 - (d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
 - (e) On the basis of the written representations received from the directors as on 31st March, 2021 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2021 from being appointed as a director in terms of Section 164 (2) of the Act.
 - (f) In terms of exemption granted vide Notification dated 13th June 2017 of Government of India, Ministry of Corporate Affairs, our separate report on Internal Financial Controls under Sec.143(3) of the Companies Act, 2013 is not applicable for the current year.

- (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:
As the Company is a Private Limited Company, the provisions of section 197 relating to managerial remuneration are not applicable.
- (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 for which there were any material foreseeable losses.
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

FOR P K A C & COMPANY
CHARTERED ACCOUNTANTS
ICAI Firm Reg. No.154548W



A.U.CHAVAN

PARTNER

ICAI Membership No.168194

UDIN : 21168194AAAAAF7702

DATE :19.05.2021


PLACE : PUNE

MITCON INSOLVENCY PROFESSIONAL SERVICES PRIVATE LIMITED
CIN - U93090PN2018PTC177168
BALANCE SHEET AS AT 31st MARCH, 2021

Particulars		Note No.	As at 31st March 2021 INR	As at 31st March 2020 INR
I EQUITY AND LIABILITIES				
(1) Shareholders' Funds				
	(a) Share Capital	2	100,000.00	100,000.00
	(b) Reserves and Surplus	3	8,693,064.00	10,342,141.00
			8,793,064.00	10,442,141.00
(2) Current Liabilities				
	(a) Trade Payables	4	-	-
	i) total outstanding dues to Micro Enterprises and Small enterprises			
	ii) total outstanding dues to creditors other than Micro Enterprises and Small enterprises			
	- to related party		2,186,602.00	560,577.00
	- to others		35,356.00	31,502.00
	(b) Other Current Liabilities	5	143,818.00	55,405.00
			2,365,776.00	647,484.00
	Total		11,158,840.00	11,089,625.00
II ASSETS				
(1) Non-Current Assets				
	(a) Deferred Tax Asset (net)	6	183,549.00	233,704.00
	(b) Other Non-Current Assets	7	10,000,000.00	10,000,000.00
			10,183,549.00	10,233,704.00
(2) Current Assets				
	(a) Trade Receivables	8	-	12,500.00
	(b) Cash and Bank Balances	9	506,229.00	718,523.00
	(c) Other Current Assets	10	469,062.00	124,898.00
			975,291.00	855,921.00
	Total		11,158,840.00	11,089,625.00

See Accompanying Notes (1 to 24) forming Integral Part of The Financial Statements

In Terms of Our Report of Even Date attached
For P K A C & Company
Chartered Accountants
ICAI Firm Reg No. 154548W


A. U. Chavan
Partner
ICAI Mem. No. 168194

Date : 19.05.2021
Place: Pune

For and on behalf of the Board of Directors of
Mitcon Insolvency Professional Services Pvt. Ltd.



Dr. Pradeep Bavadekar
Director
DIN 00879747

Date :
Place: Pune



Ram Mapari
Director
DIN 07771508

Date : 19.05.2021
Place: Pune




MITCON INSOLVENCY PROFESSIONAL SERVICES PRIVATE LIMITED
CIN - U40108MH2002PTC135146
STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31st MARCH, 2021

Particulars		Note No.	For the Year Ended 31st March, 2021 INR	For the Year Ended 31st March, 2020 INR
I	Revenue from Operations	11	362,576.00	682,223.00
II	Other Income	12	811.00	-
III	Total Revenue		363,387.00	682,223.00
IV	Expenses:			
	Operating Costs	13	537,929.00	546,642.00
	Finance Cost	14	11.00	598.00
	Other Expenses	15	1,424,369.00	265,804.00
V	Total Expenses		1,962,309.00	813,044.00
VI	(Loss) Before Tax		(1,598,922.00)	(130,821.00)
VII	Tax Expense:			
	Deferred Tax	6	(50,155.00)	35,547.00
			(50,155.00)	35,547.00
VIII	(Loss) for the Year		(1,649,077.00)	(95,274.00)
IX	Earnings per equity share (Face value INR. 10/-)			
	Basic	20	(164.91)	(9.53)
	Diluted	20	(164.91)	(9.53)

See Accompanying Notes (1 to 24) forming Integral Part of The Financial Statements

In Terms of Our Report of Even Date attached
For P K A C & Company
Chartered Accountants
ICAI Firm Reg No. 154548W


A. U. Chavan
Partner
ICAI Mem. No. 168194


Date : 19.05.2021
Place: Pune

For and on behalf of the Board of Directors of
Mitcon Insolvency Professional Services Pvt. Ltd.



Dr. Pradeep Bavadekar
Director
DIN 00879747

Date : 19.05.2021
Place: Pune



Ram Mapari
Director
DIN 07771508

Date : 19.05.2021
Place: Pune



MITCON INSOLVENCY PROFESSIONAL SERVICES PRIVATE LIMITED
NOTES FORMING PART OF FINANCIAL STATEMENTS
NOTE 2 - SHARE CAPITAL

Particulars	As at 31st March, 2021 INR	As at 31st March, 2020 INR
Authorised: 10,000 Equity Shares of INR 10/- each.	100,000.00	100,000.00
Issued, Subscribed and Paid up: 10,000 Equity Shares of INR 10/- each.	100,000.00	100,000.00
Total	100,000.00	100,000.00

Notes:

a) Reconciliation of the no. of shares :

Particulars	As at 31st March, 2021		As at 31st March, 2020	
	No of shares	Amount	No of shares	Amount
No of Equity shares outstanding at the beginning of the year (Face Value of INR 10/-)	10,000	100,000	10,000	100,000
No of Equity shares outstanding at the end of the year (Face value of INR10/-)	10,000	100,000	10,000	100,000

b) Rights, preferences and restrictions attached to shares:

The company has one class of equity shares having a par value of INR 10/- per share. Each equity holder is entitled to one vote per share and have a right to receive dividend as recommended by Board of Directors subject to necessary approval from the shareholders.

In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

c) Number of Equity shares held by each shareholder holding more than 5% shares in the company are as follows:

Particulars	Number of shares as at 31st March, 2021 of INR10/-each	% of shares held	Number of shares as at 31st March, 2020 of INR10/-each	% of shares held
Mr. Anil Vaidya	1,700	17%	1,700	17%
Mr. Rajat Naidu	1,700	17%	1,700	17%
Mr. Subrata Maity	1,700	17%	1,700	17%
MITCON Consultancy & Engineering Services Limited	4,900	49%	4,900	49%
	10,000	100%	10,000	100%

NOTE 3 - RESERVES AND SURPLUS

Particulars	INR.	As at 31st March, 2021 INR	As at 31st March, 2020 INR
Securities Premium		11,025,000.00	11,025,000.00
Surplus in Statement of Profit & Loss			
Opening Balance	(682,859.00)		(587,585.00)
Add: (Loss) for the year	(1,649,077.00)		(95,274.00)
Closing Balance		(2,331,936.00)	(682,859.00)
Closing Balance of Reserves and Surplus		8,693,064.00	10,342,141.00

MITCON INSOLVENCY PROFESSIONAL SERVICES PRIVATE LIMITED
 NOTES FORMING PART OF FINANCIAL STATEMENTS
 NOTE 4 - TRADE PAYABLES

Particulars	As at 31st March, 2021 INR	As at 31st March, 2020 INR
Trade Payables		
i) total outstanding dues to Micro Enterprises and Small enterprises	-	-
ii) total outstanding dues to creditors other than Micro Enterprises and Small enterprises		
- to related party	2,186,602.00	560,577.00
- to others	35,356.00	31,502.00
Total	2,221,958.00	592,079.00

NOTE 5 - OTHER CURRENT LIABILITIES

Particulars	As at 31st March, 2021 INR	As at 31st March, 2020 INR
Other Payables		
Statutory Dues Payable	143,818.00	55,405.00
Total	143,818.00	55,405.00

MITCON INSOLVENCY PROFESSIONAL SERVICES PRIVATE LIMITED
 NOTES FORMING PART OF FINANCIAL STATEMENTS
 NOTE 6 - Deferred Tax Asset

Nature of timing difference	As at 31st March, 2021 INR	As at 31st March, 2020 INR
On carried forward losses	183,549.00	233,704.00
Total	183,549.00	233,704.00

NOTE 7 - OTHER NON CURRENT ASSETS

Particulars	As at 31st March, 2021 INR	As at 31st March, 2020 INR
Unsecured, Considered Good	-	
Security Deposit with MITCON Consultancy & Engineering Services Limited	10,000,000.00	10,000,000.00
Total	10,000,000.00	10,000,000.00

NOTE 8 - TRADE RECEIVABLES

Particulars	As at 31st March, 2021 INR	As at 31st March, 2020 INR
Outstanding for a period exceeding six months from the date they are due for payment:	-	12,500.00
Total	-	12,500.00

MITCON INSOLVENCY PROFESSIONAL SERVICES PRIVATE LIMITED
 NOTES FORMING PART OF FINANCIAL STATEMENTS
 NOTE 9 - CASH AND BANK BALANCES

Particulars	As at 31st March, 2021 INR	As at 31st March, 2020 INR
Cash & Cash Equivalent		
Balance with Bank Balances with banks in Current Account	506,229.00	718,523.00
Total	506,229.00	718,523.00

NOTE 10 - OTHER CURRENT ASSETS

Particulars	As at 31st March, 2021 INR	As at 31st March, 2020 INR
GST input tax credit	456,562.00	111,398.00
Income Tax paid	12,500.00	13,500.00
Total	469,062.00	124,898.00

MITCON INSOLVENCY PROFESSIONAL SERVICES PRIVATE LIMITED
 NOTES FORMING PART OF FINANCIAL STATEMENTS
 NOTE 11 - REVENUE FROM OPERATIONS

Particulars	For the Year Ended 31st March, 2021 INR	For the Year Ended 31st March, 2020 INR
Sale of Services	362,576.00	682,223.00
Total	362,576.00	682,223.00

NOTE 12 - OTHER INCOME

Particulars	For the Year Ended 31st March, 2021 INR	For the Year Ended 31st March, 2020 INR
Interest on IT Refund	811.00	-
Total	811.00	-

NOTE 13- OPERATING COST

Particulars	For the Year Ended 31st March, 2021 INR	For the Year Ended 31st March, 2020 INR
Professional fees	537,929.00	546,642.00
Total	537,929.00	546,642.00

NOTE 14- FINANCE COST

Particulars	For the Year Ended 31st March, 2021	For the Year Ended 31st March, 2020
	INR	INR
Bank charges	11.00	598.00
Total	11.00	598.00

**MITCON INSOLVENCY PROFESSIONAL SERVICES PRIVATE LIMITED
NOTES FORMING PART OF FINANCIAL STATEMENTS
NOTE 15 - OTHER EXPENSES**

Particulars	For the Year Ended 31st March, 2021	For the Year Ended 31st March, 2020
	INR	INR
Rent Rates & Taxes	900,000.00	99,600.00
Auditor's Remuneration		
Statutory Audit	41,300.00	35,000.00
Administrative and General Expenses		
Printing & Stationery	500.00	1,000.00
Registration and Legal Fees	2,569.00	14,942.00
Membership Fees	-	27,119.00
Business Promotion Expenses	480,000.00	47,831.00
Miscellaneous Expenses	-	40,312.00
Total	1,424,369.00	265,804.00

MITCON INSOLVENCY PROFESSIONAL SERVICES PRIVATE LIMITED

SIGNIFICANT ACCOUNTING POLICIES AND NOTES FORMING PART OF THE FINANCIAL STATEMENTS

1 SIGNIFICANT ACCOUNTING POLICIES

1.1 Basis of preparation of financial statements

a) These financial statements have been prepared in accordance with the generally accepted accounting principles in India under the historical cost convention. The financial statements have been prepared to comply in all material respects with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014 and the Companies (Accounting Standards) Amendment Rules 2016 and the relevant provisions of the Companies Act, 2013

b) The Company follows mercantile system of accounting and recognises income and expenditure on accrual basis except for those items with significant uncertainties

1.2 Revenue Recognition

Revenue from Consultancy Services is recognised as per the terms of the specific contracts / work orders.

1.3 Use of Estimates

Estimates and assumptions used in the preparation of the financial statements are based on management's evaluation of the relevant facts and circumstances as of date of the Financial Statements, which may differ from the actual results at a subsequent date. Any revision to accounting estimates is recognized prospectively in current and future period.

1.4 Operating Lease

Operating lease payments are recognized as an expense in the Statement of Profit and Loss.

1.5 Income Tax

a) Current Taxation:

Provision for current tax is made on the basis of taxable profits computed for the current accounting period in accordance with provisions of the Income Tax Act, 1961

Provision is made for income Tax annually, based on the tax liability computed after considering tax allowances and exemptions.

b) Deferred Tax

Deferred tax is recognised, subject to consideration of prudence in respect of deferred tax assets, on timing difference, being the difference between taxable incomes and accounting income that originate in one period and are capable of reversal in one or more subsequent periods.

The carrying amount of deferred tax assets is reviewed at each balance sheet date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax assets to be utilized. Deferred tax assets and liabilities are measured at the tax rates that have been enacted or substantially enacted at the balance sheet date.

1.6 Earnings Per Share

Earnings per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period.

1.7 Provisions, Contingent Liabilities and Contingent Assets :

Provisions are recognised for liabilities that can be measured only by using a substantial degree of estimation, if

- a) the Company has a present obligation as a result of a past event,
- b) a probable outflow of resources is expected to settle the obligation; and
- c) the amount of the obligation can be reliably estimated.

Reimbursement expected in respect of expenditure required to settle a provision is recognised only when it is virtually certain that the reimbursement will be received.

Contingent Liability is disclosed in case of

- a) a present obligation arising from past events, when it is not probable that an outflow of resources will be required to settle the
- b) a present obligation arising from past events, when no reliable estimate is possible; and
- c) a possible obligation arising from past events where the probability of outflow of resources is not remote.

Contingent Assets are neither recognised, nor disclosed.

Provisions, contingent liabilities and contingent assets are reviewed at each Balance sheet date.

MITCON INSOLVENCY PROFESSIONAL SERVICES PRIVATE LIMITED

SIGNIFICANT ACCOUNTING POLICIES AND NOTES FORMING PART OF THE FINANCIAL STATEMENTS

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

16 Payments to Auditors - (excluding GST)

	for the Year Ended 31st March, 2021 INR	for the Year Ended 31st March, 2020 INR
For Statutory Audit	35,000.00	35,000.00
Total	35,000.00	35,000.00

17 Based on the documents / information available with the Company, there are no acknowledged dues to suppliers covered under The Micro, Small and Medium Enterprises Development Act 2006 (MSMED Act).

18 The Company has entered into operating lease arrangements for office space. Lease arrangements provide for cancellation by either of the parties and also contain a clause for renewal of the lease agreement. Lease payments on cancellable operating lease arrangements debited to Statement of Profit and Loss are as under.

	for the Year Ended 31st March, 2021 INR	for the Year Ended 31st March, 2020 INR
Lease payments debited to the Statement of Profit and Loss		
Cancellable leases		
Lease rent for office	900,000.00	99,600.00

19 Related Party Disclosures Under Accounting Standard 18 - "Related Party Disclosures", have been identified on the basis of representation made by the Management and taken on record by the Board of Directors and relied upon by the auditors. Disclosures of transactions with Related Parties are as under:

a Related Parties

Associate Company	MITCON Consultancy & Engineering Services Limited
Directors	Anil Vaidya Subrata Maity Ram Mapari Srigini Naidu Pradeep Bavadekar

b Transactions with Related Parties:

Sr. No.	Nature of transactions / Name of Related Party	2020-21 INR	2019-20 INR
i	Associate Company		
	MITCON Consultancy & Engineering Services Limited		
	Reimbursement of expenses	67,683	706,956
	Rent expense (Net of GST)	900,000	99,600
	Business Promotion Expenses (Net of GST)	480,000	-
	Professional Fees (Net of GST)	537,574	-
ii	Directors		
	Professional Fees Income from Subrata Maity (net of GST)	-	135,000
	Professional Fees Income from Anil Vaidya (net of GST)	362,576	384,053
iii	Outstanding as on 31st March, 2021		
	Accounts Receivable		
	MITCON Consultancy & Engineering Services Limited		
	- Security Deposit	10,000,000	10,000,000
	Accounts Payable		
	MITCON Consultancy & Engineering Services Limited		
	- Against Reimbursement for expenses	67,683	560,577
	- Against Rent expense	994,499	-
	- Against Business Promotion Expenses	530,400	-
	- Against Professional Fees	594,020	-

MITCON INSOLVENCY PROFESSIONAL SERVICES PRIVATE LIMITED

SIGNIFICANT ACCOUNTING POLICIES AND NOTES FORMING PART OF THE FINANCIAL STATEMENTS

20 Earnings Per Share (Basic and Diluted)

	for the year ended 31st March, 2021 INR	for the Year Ended 31st March, 2020 INR
Loss for the year after taxation	(1,649,077.00)	(95,274.00)
Total weighted average number of equity shares during the year	10,000	10,000
Basic and Diluted earning per share	(164.91)	(9.53)

21 Segment Reporting

Based on the guiding principle given in the Accounting Standard-17 "Segment Reporting" issued by the Institute of Chartered Accountants of India, the company is engaged in only one primary segment of activity- Sale of Services, no separate reportable segment is identified.

22 *Material uncertainty related to entity's ability to continue as going concern -*
MINISTRY OF LAW AND JUSTICE Govt of India had issued ordinance "THE INSOLVENCY AND BANKRUPTCY CODE (AMENDMENT) ORDINANCE, 2020" on 5th June 2020 which have adversely impacted new business opportunities for the Company during FY 20-21. Further, the management believes that the company is not getting expected business due to continues changes made by Insolvency and Bankruptcy Board of India in the provisions of the Act.

The company has incurred a net loss of INR 16,49,077/- during the year ended March 31, 2021 and the net operating cash outflows during the same period amounted to INR 15,98,911/- The current assets of the company are not sufficient to meet the current liabilities of the company.

Taking into consideration the said scenario, the associate company MITCON Consultancy & Engineering Services Limited (MITCON Consultancy) wishes to opt out of the business of the company. In the board meeting held on 31st March 2021, MITCON Consultancy has offered the other shareholders to buy its holding in the company and continue the business of the company. It was emphasized not to use the brand of MITCON as MITCON Consultancy does not wish to continue the business of Insolvency professional. It was further communicated to the other shareholders that in case this offer is not accepted by the other shareholders, MITCON Consultancy is considering of closing down the company in near future.

Company is optimistic about the acceptance by the other shareholders of the offer made by MITCON Consultancy which may result into continuation of the business of the company. Considering this, the financial statements have been prepared on a going concern basis.

23 On September 20, 2019, the Government of India vide the Taxation Laws (Amendment) Ordinance 2019, inserted Section 115BAA in the Income Tax Act, 1961, which provides domestic companies an option to pay Income tax at reduced rate effective April 1, 2019 subject to certain conditions. Considering the impact of reduced tax rate and conditions to be fulfilled, the company has decided as on the date of financial statements not to opt the option to pay income tax at reduced rate and to continue with the existing option. Accordingly, the tax expenses for the year ended March 31, 2021 have been provided for at existing tax rate. "

24 Previous years figures have been re-grouped , reclassified wherever necessary to make them comparable with current year's figures.

See Accompanying Notes (1 to 24) forming Integral Part of The Financial Statements

For and on behalf of the Board

Pradeep Bavadekar

Dr. Pradeep Bavadekar
Director
DIN 00879747

Date : 19.05.2021
Place: Pune



Ram Mapari

Ram Mapari
Director
DIN 07771508

Date : 19.05.2021
Place: Pune