

**35th  
ANNUAL REPORT  
2020-2021**



**Enchanté Jewellery Limited**



# Enchanté Jewellery Limited

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<b>BOARD OF DIRECTORS</b>	Mr. Charanjit Lal Mehra	Director
	Mr. Pawan Mehra	Whole Time Director
	Mrs Lata Rani Mehra	Director
	Mr. Vinay Mehra	Director
	Mr Kunal Sharma	Independent Director
	Mr. Vinayak Mehra	Director
<b>COMPANY SECRETARY</b>	Ms Mamta Jolly	
<b>REGISTERED OFFICE &amp; WORKS</b>	Plot No. 3 & 4, Udyog Vihar, Phase-IV, Gurgaon, Haryana	
<b>CIN</b>	L74899HR1995PLC032759	
<b>STATUTORY AUDITOR</b>	Manoj C. Agarwal and Company Chartered Accounted, FRN-011072C R 32-33, Nand Gram, Ghaziabad U.P. 201003	
<b>REGISTRAR &amp; SHARE TRANSFER AGENT</b>	Link Intime India Pvt. Ltd. Noble Heights, 1st Floor, Plot No NH-2, C-1 Block, LSC, Near Savitri Market, Janakpuri, New Delhi-110055	
<b>SECRETARIAL AUDITOR</b>	Mr Shashank Tandon and Associates Block R, 30-C Dilshad Garden, Delhi 110095	

# Enchanté Jewellery Limited

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## NOTICE OF 35th ANNUAL GENERAL MEETING

NOTICE IS HEREBY GIVEN that 35th Annual General Meeting of Members of Enchanté Jewellery Limited will be held at 9:30 a.m. on Wednesday, 29th September, 2021 at Plot No. 3&4, Udyog Vihar, Phase IV, Gurgaon, Haryana-122015 to transact the following business:

### Ordinary Business

1. To receive, consider and adopt the audited Profit & Loss A/c and Balance Sheet for the year ended 31st March 2021 and Report of Board and Auditor therein.
2. To Re-appoint Mr C.L.Mehra, who retires by rotation and, being eligible, offer himself for reappointment.
3. Appointment of Statutory Auditors to hold office from the conclusion of this Annual General Meeting (AGM) until the conclusion of the AGM to be held for the Financial Year 2020-2021 and to fix their remuneration.

**“RESOLVED THAT** pursuant to the provisions of Section 139 and other applicable provisions, if any, of the Companies Act, 2013 and the Rules framed there under, as amended from time to time, **M/s Manoj C. Agarwal and Co., Chartered Accountants, (Firm Registration No. 011072C)**, be and is hereby appointed as the Statutory Auditors of the Company, to hold office from the conclusion of this Annual General Meeting until the conclusion of 37th (Thirty Seventh ) Annual General Meeting (subject to annual ratification by the Members at the Annual General Meeting), at such remuneration recommended by the Audit Committee of the Company and finalized by the Board of Directors in consultation with the Statutory Auditors.”

**“FURTHER RESOLVED THAT** Mr Pawan Mehra Director of the Company is authorised to do such acts to give effect to the resolution”

By Order of the Board  
For Enchanté Jewellery Limited

Place : Gurgaon  
Date: 03.09.2021

Sd/-  
C.L.Mehra  
Director

Note:-

1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY OR PROXIES TO ATTEND AND VOTE ON HIS BEHALF. A PROXY NEED NOT BE A MEMBER OF THE COMPANY
2. Proxy form, in order to be effective, must be deposited at the Registered Office of the Company duly \*completed and signed not less than 48 hours before the time of the Meeting. Proxies submitted on behalf of the companies, societies etc. must be accompanied by an appropriate resolution, as applicable. The Register of Members & Share Transfer Books of the Company will remain closed from 23rd September ,2021 to 29th September 2021.
3. Members are requested to send their Share Certificates for transfer/demat to the Registrar & Share Transfer Agent at Link Intime India Pvt. Ltd., Noble Heights, 1st Floor, Plot No NH-2, C-1 Block, LSC, Near Savitri Market, Janakpuri, New delhi-110055
4. In terms of Clause 35 B of the Listing Agreement, the Company is pleased to provide the facility to Members to exercise their right to vote by electronic means. The Members, whose names appear in the Register of Enchanté Jewellery Limited.
5. Members / list of Beneficial Owners as on 22nd September, 2021, i.e. the cut-off date taken by the Company for dispatch of the Annual Report and the Notice (including notice for e-voting) calling the Annual General Meeting. The 'Step-by-Step' procedure and instructions for casing your vote electronically are as under:

**Remote e-Voting Instructions for shareholders post change in the Login mechanism for Individual shareholders holding securities in demat mode, pursuant to SEBI circular dated December 9, 2020:**

Pursuant to SEBI circular dated December 9, 2020 on e-Voting facility provided by Listed Companies, Individual shareholders holding securities in demat mode can vote through their demat account maintained with Depositories and Depository Participants only post 9th June, 2021.

Shareholders are advised to update their mobile number and email Id in their demat accounts to access e-Voting facility.

# Enchanté Jewellery Limited

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## Login method for Individual shareholders holding securities in demat mode/ physical mode:

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

Individual Shareholders holding securities in demat mode with CDSL	<ul style="list-style-type: none"> <li>Existing user of who have opted for Easi / Easiest, they can login through their user id and password. Option will be made available to reach e-Voting page without any further authentication. The URL for users to login to Easi / Easiest are <a href="https://web.cdslindia.com/myeasi/home/login">https://web.cdslindia.com/myeasi/home/login</a> or <a href="http://www.cdslindia.com">www.cdslindia.com</a> and click on New System Myeasi.</li> </ul>
	<ul style="list-style-type: none"> <li>After successful login of Easi / Easiest the user will be also able to see the E Voting Menu. The Menu will have links of e-Voting service provider i.e. NSDL, KARVY, LINK INTIME, CDSL. Click on e-Voting service provider name to cast your vote.</li> </ul>
	<ul style="list-style-type: none"> <li>If the user is not registered for Easi/Easiest, option to register is available at <a href="https://web.cdslindia.com/myeasi/Registration/EasiRegistration">https://web.cdslindia.com/myeasi/Registration/EasiRegistration</a></li> <li>Alternatively, the user can directly access e-Voting page by providing demat Account Number and PAN from a link in <a href="http://www.cdslindia.com">www.cdslindia.com</a> home page. The system will authenticate the user by sending OTP on registered Mobile &amp; Email as recorded in the demat Account. After successful authentication, user will be provided links for the respective ESP where the E Voting is in progress.</li> </ul>

Type of shareholders	Login Method
Individual Shareholders (holding securities in demat mode) & login through their depository participants	<ul style="list-style-type: none"> <li>You can also login using the login credentials of your demat account through your Depository Participant registered with NSDL/ CDSL for e-Voting facility.</li> <li>Once login, you will be able to see e-Voting option. Once you click on e-Voting option, you will be redirected to NSDL/CDSL Depository site after successful authentication, wherein you can see e-Voting feature. Click on company name or e-Voting service provider name and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting &amp; voting during the meeting.</li> </ul>

<p>Individual Shareholders holding securities in Physical mode &amp; e-voting service Provider is LINKINTIME.</p>	<ol style="list-style-type: none"> <li>1. Open the internet browser and launch the URL: <a href="https://instavote.linkintime.co.in">https://instavote.linkintime.co.in</a> <ul style="list-style-type: none"> <li>▶ Click on “Sign Up” under ‘SHARE HOLDER’ tab and register with your following details: -</li> </ul> </li> <li>A. User ID: Shareholders/ members holding shares in physical form shall provide Event No + Folio Number registered with the Company.</li> <li>B. PAN: Enter your 10-digit Permanent Account Number (PAN) (Members who have not updated their PAN with the Depository Participant (DP)/ Company shall use the sequence number provided to you, if applicable.</li> <li>C. DOB/DOI: Enter the Date of Birth (DOB) / Date of Incorporation (DOI) (As recorded with your DP / Company - in DD/MM/YYYY format)</li> <li>D. Bank Account Number: Enter your Bank Account Number (last four digits), as recorded with your DP/Company. <ul style="list-style-type: none"> <li>• Shareholders/ members holding shares in physical form but have not recorded ‘C’ and ‘D’, shall provide their Folio number in ‘D’ above</li> </ul> </li> <li>▶ Set the password of your choice (The password should contain minimum 8 characters, at least one special Character (@!#\$%&amp;*), at least one numeral, at least one alphabet and at least one capital letter).</li> <li>▶ Click “confirm” (Your password is now generated).</li> </ol>
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	<p>2. Click on 'Login' under 'SHARE HOLDER' tab.</p> <p>3. Enter your User ID, Password and Image Verification (CAPTCHA) Code and click on 'Submit'.</p> <p>4. After successful login, you will be able to see the notification for e-voting. Select 'View' icon.</p> <p>5. E-voting page will appear.</p> <p>6. Refer the Resolution description and cast your vote by selecting your desired option 'Favour / Against' (If you wish to view the entire Resolution details, click on the 'View Resolution' file link).</p> <p>7. After selecting the desired option i.e. Favour / Against, click on 'Submit'. A confirmation box will be displayed. If you wish to confirm your vote, click on 'Yes', else to change your vote, click on 'No' and accordingly modify your vote.</p>
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## **Institutional shareholders:**

Institutional shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodians are required to log on the e-voting system of LI IPL at <https://instavote.linkintime.co.in> and register themselves as 'Custodian / Mutual Fund / Corporate Body'. They are also required to upload a scanned certified true copy of the board resolution /authority letter/ power of attorney etc. together with attested specimen signature of the duly authorised representative(s) in PDF format in the 'Custodian / Mutual Fund / Corporate Body' login for the Scrutinizer to verify the same.

## **Individual Shareholders holding securities in Physical mode & evoting service Provider is LINKINTIME, have forgotten the password:**

- o Click on 'Login' under 'SHARE HOLDER' tab and further Click 'forgot password?'
- o Enter User ID, select Mode and Enter Image Verification (CAPTCHA) Code and Click on 'Submit'.
- In case shareholders/ members is having valid email address, Password will be sent to his / her registered e-mail address.
- Shareholders/ members can set the password of his/her choice by providing the

# Enchanté Jewellery Limited

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information about the particulars of the Security Question and Answer, PAN, DOB/ DOI, Bank Account Number (last four digits) etc. as mentioned above.

- The password should contain minimum 8 characters, at least one special character (@!#\$%&\*), at least one numeral, at least one alphabet and at least one capital letter.

## **Individual Shareholders holding securities in demat mode with NSDL/ CDSL have forgotten the password:**

- Shareholders/ members who are unable to retrieve User ID/ Password are advised to use Forget User ID and Forget Password option available at abovementioned depository/ depository participant's website.
- ▶ It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.
- ▶ For shareholders/ members holding shares in physical form, the details can be used only for voting on the resolutions contained in this Notice.
- ▶ During the voting period, shareholders/ members can login any number of time till they have voted on the resolution(s) for a particular "Event".

Helpdesk for Individual Shareholders holding securities in demat mode:

In case shareholders/ members holding securities in demat mode have any technical issues related to login through Depository i.e. NSDL/ CDSL, they may contact the respective helpdesk given below:

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

**Helpdesk for Individual Shareholders holding securities in physical mode/  
Institutional shareholders & evoting service Provider is LINKINTIME.**

In case shareholders/ members holding securities in physical mode/ Institutional shareholders have any queries regarding e-voting, they may refer the Frequently Asked Questions ('FAQs') and InstaVote e-Voting manual available at <https://instavote.linkintime.co.in>, under Help section or send an email to [enotices@linkintime.co.in](mailto:enotices@linkintime.co.in) or contact on: - Tel: 022 -4918 6000.

**General**

- (A) The voting period begins on 26th September, 2021 (9:00 am) and ends on 28th September, 2021 (5:00 pm). During this period shareholders of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date of 22nd September, 2021 may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.
- (B) Mr ShashankTandon Practising Company Secretary, of ShashankTandon and Associates (C.P. No. 14722), has been appointed as the Scrutinizer to scrutinize the e-voting process.
- (C) The voting rights of shareholders shall be in proportion to their shares of the paid up equity share capital of the Company as on 22nd September, 2021.
- (D) In case you have any queries or issues regarding e-voting, you may refer the Frequently Asked Questions ("FAQs") and e-voting manual available at [www.evotingindia.com](http://www.evotingindia.com) under help section or write an email to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com).
- (E) Once the vote on a resolution is cast by the shareholder, the shareholder shall not be allowed to change it subsequently.
- (F) The Scrutinizer shall within a period not exceeding three (3) working days from the conclusion of the e-voting period unblock the votes in the presence of at least two (2) witnesses not in the employment of the Company and make a Scrutinizer's Report of the votes cast in favour or against, if any, forthwith to the Chairman of the Company.
- (G) The results shall be declared on or after the Annual General Meeting of the Company. The results declared along with the Scrutinizer's Report shall be available on the Company's website within two (2) days of passing of the resolution at the Annual General Meeting of the Company.

# Enchanté Jewellery Limited

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## DIRECTOR'S REPORT

The Members of Enchanté Jewellery Limited  
Plot No. 3&4 Udyog Vihar, Phase IV,  
Gurgaon, Haryana-122005

To,

The Members,

Your Directors have pleasure in presenting their 35th Annual Report on the business and operations of the Company and the accounts for the Financial Year ended March 31, 2021.

**1. Financial summary or highlights/Performance of the Company** (Standalone)

The Board's Report shall be prepared based on the stand alone financial statements of the company.

Particulars	2020-2021	2019-2020
Gross Income	10040144	9894456
Profit Before Interest and Depreciation	4710390	1674175
Finance Charges	2182607	2279635
Gross Profit		
Provision for Depreciation	736812	738765
Net Profit Before Tax	1842971	(1217803)
Provision for Tax	60316	(56361)
Net Profit After Tax	1903287	(1161442)
Balance of Profit brought forward	(64845183)	(63683741)
Balance available for appropriation	1903287	(1161442)
Proposed Dividend on Equity Shares	0	0
Tax on proposed Dividend	0	0
Transfer to General Reserve	1903287	(1161442)
Surplus carried to Balance Sheet	(62941896)	(64845183)

**2. Brief description of the Company's working during the year/State of Company's affair**

The Company has a manufacturing facility capable of manufacturing the following jewellery products: gold and silver jewellery including chains, rings, bangles, necklaces, earrings, medallions, and other jewellery products, plain as well as studded with precious / semi-precious gems. The Company's manufacturing facility was shut down

in 2009-10 due to the paucity of working capital and the Company has not been able to mobilize the required working capital to restart manufacturing operations on account of certain pending issues pertaining to its financial rehabilitation. The Company is in the process of resolving the pending issues.

There has been a positive change in the Company's profit before tax (PBT) because of a reduction in expenses. The Company hopes to reduce the expenses further during the 2021-2022 financial year.

**3. Change in the nature of business, if any**

There is no change in the nature of business of the company in the financial year 2020-2021.

**4. Dividend**

No dividend was distributed for the financial year 2020-2021.

**5. Reserves**

The Board proposed to carry Rs.19,03,287 amount of profit transferred from Profit & Loss A/c, to reserves.

**6. Change Of Name**

The Company has not changed its name during the financial year 2020-2021.

**7. Share Capital**

**Issue of Shares with Differential Rights**

The company has not issued such shares under the provision of Section 43 read with Rule 4(4) of the Companies (Share Capital and Debentures) Rules, 2014 [Chapter IV] for the financial year 2020-2021.

**Issue of Sweat Equity Share**

The company has not issued such shares under the provision of Section 54 read with Rule 8(13) of the Companies (Share Capital and Debentures) Rules, 2014 for the financial year 2020-2021.

**8. Directors and Key Managerial Personnel**

Mr. C.L.Mehra, Director liable to retire by rotation at the forthcoming Annual General Meeting and being eligible, offer himself for reappointment.

## **9. Particulars of Employees**

The Company does not have any managerial employees as per the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, thus, the company is not required to file statement of particulars of employees.

## **10. Meetings**

A calendar of Meetings is prepared and circulated in advance to the Directors. During the year five Board Meetings and four Audit Committee Meetings were convened and held. The details of which are given in the Corporate Governance Report. The intervening gap between the Meetings was within the period prescribed under the Companies Act, 2013.

## **11. Board Evaluation**

Pursuant to the provisions of the Companies Act, 2013 and Clause 49 of the Listing Agreement, the Board has carried out an annual performance evaluation of its own performance, the directors individually as well as the evaluation of the working of its Audit, Nomination & Remuneration and Compliance Committees. The manner in which the evaluation has been carried out has been explained in the Corporate Governance Report in Annexure C.

## **12. Declaration by an Independent Director(s) and re- appointment, if any**

There is one independent director on the Board of the Company. A declaration by an Independent Directors that he/they meet the criteria of independence as provided in sub-section (6) of Section 149 of the Companies Act, 2013 has been enclosed as Annexure II.

## **13. Remuneration Policy**

The Board has, on the recommendation of the Nomination & Remuneration Committee framed a policy for selection and appointment of Directors, Senior Management and their remuneration. The Remuneration Policy is stated in the Corporate Governance Report as Annexure A.

## **14. Details of Subsidiary/Joint Ventures/Associate Companies**

Pursuant to sub-section (3) of section 129 of the Act, The Company does not have any subsidiaries, associate company or companies and joint venture therefore the company is not required to file the statement containing the salient feature of the financial statement of a company's subsidiary or subsidiaries, associate company or companies and joint venture or ventures.

## **15. Auditors**

The Auditors, M/s Manoj C. Agarwal & Co. (Firm Registration No. 011072C), were appointed on 29th September 2018 for five years, they retire at the 35th Annual General Meeting and, being eligible, offer themselves for reappointment for a period of 3 years from the conclusion of 34th Annual General Meeting [AGM] till the conclusion 37th AGM.

## **16. Auditors' Report**

The Auditors' Report does not contain any qualification, Notes to Accounts and the Auditors remarks in their report are self-explanatory and do not call for any further explanation.

## **17. Disclosure About Cost Audit**

As per the Cost Audit Orders, Cost Audit is not applicable to the Company.

## **18. Secretarial Audit Report**

In terms of Section 204 of the Act and Rules made there under, M/s Shashank Tandon and Associates, Practicing Company Secretary have been appointed as the Secretarial Auditors of the Company. The report of the Secretarial Auditors is enclosed as **Annexure III** to this report.

The Explanation of the Board to the comments in Secretarial Audit Report are as under:

1. Due to the pandemic there was a delay in filing the forms to the Registrar of Companies, though the disclosures from the Directors were taken but they were not filed.
2. AGM for the financial year 2019-2020 was delayed we have decided to go for the compounding of offence.
3. Regarding the Compliance of the Listing Agreement please refer to point number 39 of this report.
4. The notice and Annual Report of 34th Annual General Meeting was not dispatched physically but electronically as per the provisions of the Companies Act, 2013 and Rules made thereunder and SEBI (Listing Obligations and Disclosure requirements) Regulations, 2015 read with General Circular Nos. 14/2020, 17/2020 and 20/2020 dated 08th April, 2020, 13th April, 2020 and 0th May, 2020, respectively issued by Ministry of Corporate Affairs (MCA Circular), and Circular No. EBI/HO/CFD/CMD1/CIR/P/2020/79 dated 12th May, 2020 issued by the Securities Exchange Board of India (SEBI Circular), without the physical presence of the Members at a common venue.

# Enchanté Jewellery Limited

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The Notice of the AGM along with Annual Report 2019-2020 were sent only by electronic mode to those Members

Whose e-mail addresses were registered with the company/ depositories in accordance with the aforesaid MCA Circular and

SEBI Circular dated 12 May, 2020. Members may note that Notice of the AGM and Annual Report 2019-2020 was also available on the website of the company [www.enchantejewellery.co.in](http://www.enchantejewellery.co.in). The information to the shareholders to update their email ids was printed and published in the newspaper on the 28th January 2021.

The report is self-explanatory and do not call for any further comments.

## **19. Internal Audit & Controls**

The Company has appointed M/s Raj K Sri & Company Chartered Accountants as its Internal Auditor. During the year, the Company continued to implement their suggestions and recommendations to improve the control environment. Their scope of work includes review of processes for safeguarding the assets of the Company, review of operational efficiency, effectiveness of systems and processes, and assessing the internal control strengths in all areas. Internal Auditors findings are discussed with the process owners and suitable corrective actions taken as per the directions of Audit Committee on an ongoing basis to improve efficiency in operations.

## **20. Issue of employee stock options**

The Board of directors, shall, inter alia, are not required to disclose in the Directors' Report for the year, the details as provided in rule 12 (9) of Companies (Share Capital and Debentures) Rules, 2014, as the company has not issued such options during the financial year 2020-2021.

## **21. Vigil Mechanism**

In pursuant to the provisions of section 177(9) & (10) of the Companies Act, 2013, a Vigil Mechanism for directors and employees to report genuine concerns has been established. The Vigil Mechanism Policy has been uploaded on the website of the Company at [www.enchantejewellery.co.in](http://www.enchantejewellery.co.in) under investors/Vigil Mechanism Policy link.

## **22. Risk management policy**

A statement indicating development and implementation of a risk management policy for the Company including identification therein of elements of risk, if any, this in the opinion of the Board may threaten the existence of the company. The policy is annexed to Corporate Governance Report as Annexure B.



## **23. Extract Of Annual Return**

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

## **24. Material changes and commitments**, if any, affecting the financial position of the company which have occurred between the end of the financial year of the company to which the financial statements relate and the date of the report There have not been any material changes or commitments.

## **25. Details of significant and material orders passed by the regulators or courts or tribunals impacting the going concern status and company's operations in future**; There have not been any significant or material orders passed by the regulators or courts or tribunals impacting the going concern status and company's operations in future.

## **26. Details in respect of adequacy of internal financial controls with reference to the Financial Statements.** Internal Auditors and Audit Committee ensure the adequacy of internal financial controls with reference to the Financial Statements.

## **27. Deposits** The details relating to deposits, covered under Chapter V of the Act, cannot be disclosed as the company had no deposits in the financial year 2020-2021.

## **28. Particulars of loans, guarantees or investments under section 186** The company did not incur any loans, guarantees or investments under section 186.

## **29. Particulars of contracts or arrangements with related parties** The company did not enter into contracts or arrangements with any of the related parties, pursuant to sub-section (1) of section 188 of the Companies Act, 2013, or any arm's length transactions under third proviso.

## **30. Corporate Governance Certificate** The Compliance certificate from the auditors or practicing company secretaries regarding compliance of conditions of corporate governance as stipulated in Clause 49 of the Listing agreement has been annexed as Annexure IV.

## **31. Management Discussion and Analysis** The Management Discussion and Analysis forms part of this Annual Report for the year ended 31st March, 2021.

# Enchanté Jewellery Limited

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## **32. Statutory Disclosures**

In terms of the provisions of Section 217 (2A) of the Companies Act, 1956, read with the Companies (Particulars of Employees) Rules, 1975 as amended, the Company does not have any Employees.

## **33. Obligation of Company Under The Sexual Harassment Of Women At Workplace (Prevention, Prohibition And Redressal) Act, 2013**

The company does not have any employee thus the company is not required to set up an Internal Complaints Committee to look into complaints relating to sexual harassment at workplace of any women employee.

## **34. Conservation of energy, technology absorption and foreign exchange earnings and outgo**

The company is not operative, therefore, details of conservation of energy, technology absorption, foreign exchange earnings and outgo are not provided.

## **35. Corporate Social Responsibility (CSR)**

The company is not required to provide disclosures as per Rule 9 of Companies (Corporate Social Responsibility Policy) Rules, 2014.

## **36. Human Resources**

The Company treats its “human resources” as one of its most important assets.

## **37. Directors’ Responsibility Statement**

The Directors’ Responsibility Statement referred to in clause (c) of sub-section (3) of Section 134 of the Companies Act, 2013, shall state that—

- (a) in the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- (b) the directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit and loss of the company for 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) the directorshad laid down internal financial controls to be followed by the company and that such internal financial controls are adequate and were operating effectively.
- (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.

#### **38. Transfer of Amounts to Investor Education and Protection Fund**

The Company did not have any funds lying unpaid or unclaimed for a period of seven years.

Therefore, there were no funds which were required to be transferred to Investor Education and Protection Fund (IEPF).

#### **39. Listing with Stock Exchanges:**

The Bombay Stock Exchange had suspended the trading of the Shares since 2002 on account of non-compliances. For the past 10 years the Company has been trying to revoke the suspension. We humbly requested that we were a sick company and we would not be able to pay the arrears of the listing fees and the interest there on. The officials at BSE did not respond to us on the same. BSE ordered the delisting of our Company on the 4th July 2018. The Company challenged the order of BSE. The Securities Appellate Tribunal has ordered that BSE cannot delist the Company without giving a reasonable opportunity of being heard. The BSE decided to delist the Company after giving the opportunity of personal hearing to the Company on 10th February 2020. The Company has filed an appeal against the BSE in SAT.

#### **40. Compliance with Secretarial Standards**

The Directors have devised proper systems to ensure compliance with the provisions of applicable Secretarial Standards and that such systems are adequate and operating effectively.

#### **Acknowledgements**

An acknowledgement to all with whose help, cooperation and hard work the Company is able to achieve the results.

On behalf of the Board of Directors  
**For Enchanté Jewellery Limited**

Place: Gurgaon  
Date: 3<sup>rd</sup> September, 2021

Sd/-  
C.L.Mehra  
Director

# Enchanté Jewellery Limited

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## Annexure I

### FORM NO. MGT 9 EXTRACT OF ANNUAL RETURN

As on financial year ended on 31.03.2021

Pursuant to Section 92 (3) of the Companies Act, 2013 and rule 12(1) of the Company (Management & Administration) Rules, 2014.

#### I. REGISTRATION & OTHER DETAILS:

1.	CIN	L74899HR1995PLC032759
2.	Registration Date	07/07/1995
3.	Name of the Company	ENCHANTE JEWELLERY LIMITED
4.	Category/Sub-category of the Company	COMPANY LIMITED BY SHARES
5.	Address of the Registered office & contact details	INDIAN NON-GOVERNMENT COMPANY
6.	Whether listed company	LISTED
7.	Name, Address & contact details of the Registrar & Transfer Agent, if any.	LINK INTIME INDIA PVT. LTD. NOBLE HEIGHTS, 1ST FLOOR, PLOT NO NH-2, C-1 BLOCK, LSC, NEAR SAVITRI MARKET, JANAKPURI, NEW DELHI-110055

#### II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

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

S. No.	Name and Description of main products / services	NIC Code of the Product/service	% to total turnover of the company
1	MANUFACTURING JEWELLERY	32	100.00

# Enchanté Jewellery Limited

## III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES –

S. No.	Name and Address of the Company	CIN/ GLN	Holding/ Subsidiary/ Associate	% of shares held	Applicable Section
1.	-	-	-	-	-

## VI. SHARE HOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity)

Category-wise Share Holding

### i) Category-wise Share Holding

Category of Shareholders	No. of Shares Held at the beginning of the year (March 31, 2020)			No. of Shares held at the end of the year(March 31, 2021)					% Change during the year
	Demat	Physical	Total	% of Total shares	Demat	Physical	Total	% of Total shares	
A. Promoters									
(1) Indian									
a. Individual/HUF	33799	940597	974396	13.5836	33799-	940597	974396	13.5836	-
b. Central Govt.	-	-	-	-	-	-	-	-	-
c. State Govt.(s)	-	-	-	-	-	-	-	-	-
d. Bodies Corp.	-	3055400	3055400	42.5941	-	30557400	3055400	42.5941	-
e. Banks/FI	-	-	-	-	-	-	-	-	-
f. Any Other	-	-	-	-	-	-	-	-	-
Total share-holding A.	33799-	3995997	4029796	56.1777	33799-	3995997	4029796	56.1777	-

# Enchanté Jewellery Limited

Category of Shareholders	No. of Shares Held at the beginning of the year(March 31, 2020)				No. of Shares held at the end of the year(March 31, 2021)				% Change during the year
	Demat	Physical	Total	% of Total shares	Demat	Physical	Total	% of Total shares	
B. Public Shareholding									
1. Institutions									
a. Mutual funds	-	-	-	-	-	-	-	-	-
b. Banks/FI	-	-	-	-	-	-	-	-	-
c. Central Govt	-	-	-	-	-	-	-	-	-
d. State Govt(s)	-	-	-	-	-	-	-	-	-
e. Venture Capital Funds	-	-	-	-	-	-	-	-	-
f. Insurance Companies	-	-	-	-	-	-	-	-	-
g. FIIs	-	-	-	-	-	-	-	-	-
h. UTI	-	-	-	-	-	-	-	-	-
i. Foreign Venture Capital Funds	-	-	-	-	-	-	-	-	-
j. Others (specify)	-	-	-	-	-	-	-	-	-
Sub-Total (B) (1)	-	-	-	-	-	-	-	-	-

<b>2.Non-institutions</b>									
a. Bodies Corporate	93300	125200	218500	3.046	93300	125200	218500	3.046	-
i) Indian	-	-	-	-	-	-	-	-	-
ii) Overseas	-	-	-	-	-	-	-	-	-
b. Individuals									
i. Individual shareholders holding nominal share capital upto Rs.2 lakh	487132	1738072	2225204	31.02	487432	1737872	2225304	31.02	-
ii. Individual shareholders holding nominal share capital in excess of Rs.2 lakh	-	75100	75100	1.0468	-	75100	75100	1.0469	-
c. Other (specify)	-	-	-	-	-	-	-	-	-
Non Resident Indians	-	-	-	-	-	-	-	-	-

# Enchanté Jewellery Limited

Overseas Corporate Bodies	-	-	-	-	-	-	-	-	-
Foreign Nationals	-	612000	612000	8.5316	-	612000	612000	8.5316	-
Clearing Members	100		100	.0014	100	-	100	.0014	-
HUF	12600		12600	.1757	12500	-	12500	.1743	-0.79
Foreign Bodies - D R	-	-	-	-	-	-	-	-	-
<b>Sub total (B) (2)</b>	593132	2550372	3143504	43.8223	593332	2550172	3143504	43.8223	-
<b>Total Public Shareholding (B)= (B)(1) + (B)(2)</b>	593132	2550372	3143504	43.8223	593332	2550172	3143504	43.8223	-
<b>C. Shares held by Custodian for GDRs &amp; ADRs</b>	-	-	-	-					-
<b>Grand Total (A+B+C)</b>	626931	6546769	7173300	100.00	627131	6546169	7173300	100	-

## B) Shareholding of Promoter-

SN	Shareholder's Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% change in share hold-ing during the year
		No. of Shares	% of total Shares of the company	%of Shares Pledged / encumbered to total shares	No. of Shares	% of total Shares of the company	%of Shares Pledged / encumbered to total shares	
1	Barkha Exports Ltd.	2145000	29.9	-	2145000	29.9	-	-
2	Mehrasons Jewellers Pvt Ltd.	500000	6.97	-	500000	6.97	-	-
3	Naraini Gems And Investments Limited	379400	5.29	-	379400	5.29	-	-
4	C.L. Mehra	254900	3.55	-	254900	3.55	-	-
5	Chand Mehra	209293	2.91	-	209293	2.91	-	-
6	Vinay Mehra	200001	2.79	-	200001	2.79	-	-
7	Mehra Jewel Palace (P) Ltd.	31000	0.43	-	31000	0.43	-	-
8	Pawan Mehra	101	0.00	-	101	0.00	-	-
9	Namita Mehra	310101	4.32	-	310101	4.32	-	-

# Enchanté Jewellery Limited

## C) Change in Promoters' Shareholding (please specify, if there is no change)

	Name & Type of Transaction	NO.OF SHARES HELD	% OF TOTAL SHARES OF THE COMPANY	DATE OF TRANSACTION	NO. OF SHARES	NO OF SHARES HELD	% OF TOTAL SHARES OF THE COMPANY
1	Barkha Exports Ltd	2145000	29.9025			2145000	29.9025
	At the end of the year					2145000	29.9025
2	Mehrasons Jewellers Pvt Ltd	500000	6.9703			500000	6.9703
	At the end of the year					500000	6.9703
3	Naraini Gems And Investments Limited.	379400	5.2905			379400	5.2905
	At the end of the year					379400	5.2905
4	C L Mehra	254900	3.5536			254900	3.5536
	At the end of the year					254900	3.5536
5	Chand Mehra	208293	2.9037			208293	2.9037
	At the end of the year					208293	2.9037
6	Vinay Mehra	200001	2.7881			200001	2.7881
	At the end of the year					200001	2.7881
7	Mehra Jewel Palace (P) Ltd	31000	0.4322			31000	0.4322
	At the end of the year					31000	0.4322
8	Pawan Mehra	101	0.0014			101	0.0014
	At the end of the year					101	0.0014
9	Namita Mehra	310101	4.3231			310101	4.3231
	At the end of the year					310101	4.3231



# Enchanté Jewellery Limited

## D) Shareholding Pattern of top ten Shareholders:

(Other than Directors, Promoters and Holders of GDRs and ADRs):

SN	For Each of the Top 10 Shareholders	Shareholding at the beginning of the year		Shareholding at the end of year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1	Puran Chand Sharma	300000	4.1821	300000	4.1821
2	Pramode Metre	162000	2.2583	162000	2.2583
3	Ratna Devi Saraf	150000	2.0910	150000	2.0910
4	Chadha Finlease Ltd.	98000	1.3661	98000	1.3661
5	Nalin Satyakam Kohli	47100	0.6567	47100	0.6567
6	Vandana Kohli	28000	0.3903	28000	0.3903
7	Suryasakti Advisory Private Limited	17400	0.2426	17400	0.2426
8	Anupama Kohli	16400	0.22	16400	0.22
9	Hunger Ford Consultant Pvt Ltd	15600	0.22	15600	0.22
10	MLB Financial Services ltd	15500	0.22	15500	0.22

## E) Shareholding of Directors and Key Managerial Personnel:

SN	Shareholding of each Directors and each Key Managerial Personnel	Shareholding at the beginning of the year		Shareholding at the end of the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1	Pawan Mehra	101	0.00	101	0.00
2	Charanjit Lal Mehra	254900	3.55	254900	3.55
3	Lata Rani Mehra	1	0.00	1	0.00
4	Vinay Mehra	200001	2.78	200001	2.78

# Enchanté Jewellery Limited

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**F)INDEBTEDNESS** -Indebtedness of the Company including interest outstanding/acrued but not due for payment.

	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year	-	28260144	-	28260144
i) Principal Amount	-	-	-	-
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	-	-	-	-
Total (i+ii+iii)	-	-	-	-
Change in Indebt- edness during the financial year	-	-	-	-
* Addition	-	1822143	-	1822143
* Reduction	-		-	
Net Change	-			
Indebtedness at the end of the financial year	-	-	-	-
i) Principal Amount	-	-	-	-
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	-	-	-	-
Total (i+ii+iii)	-	30082287	-	30082287

## XI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL-

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

SN.	Particulars of Remuneration	Name of Executive Director
1	<b>Gross salary</b>	Pawan Mehra
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	10,00,000
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	-
	(c) Profits in lieu of salary under section 17(3) Income- tax Act, 1961	-
2	<b>Stock Option</b>	-
3	<b>Sweat Equity</b>	-
4	<b>Commission - as % of profit</b>	
5	<b>Others, please specify</b>	
	<b>Total (A)</b>	10,00,000

The excess (as per section 197 of the Companies Act 2013) amount paid as remuneration to the directors has been recovered by the Company.

# Enchanté Jewellery Limited

## B. Remuneration to other directors

SN.	Particulars of Remuneration	Name of Directors				Total Amount
1	Independent Directors	-	-	-	-	-
	Fee for attending board committee meetings	-	-	-	-	-
	Commission	-	-	-	-	-
	Others, please specify	-	-	-	-	-
	Total (1)	-	-	-	-	-
2	Other Non-Executive Directors	-	-	-	-	-
	Fee for attending board committee meetings	-	-	-	-	-
	Commission	-	-	-	-	-
	Others, please specify	-	-	-	-	-
	Total (2)	-	-	-	-	-
	Total (B)=(1+2)	-	-	-	-	-
	Total Managerial Remuneration	-	-	-	-	-
	Overall Ceiling as per the Act	-	-	-	-	-

## C. REMUNERATION TO KEY MANAGERIAL PERSONNEL OTHER THAN MD/ MANAGER/ WTD

SN	Particulars of Remuneration		Key Managerial Personnel		
			CS	CFO	Total
1	Gross salary		3,60,000	500,000	8,60,000
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961		-	-	-
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961		-	-	-
	(c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961		-	-	-
2	Stock Option		-	-	-
3	Sweat Equity		-	-	-
4	Commission		-	-	-
	- as % of profit		-	-	-
	others, specify...		-	-	-
5	Others, please specify		-	-	-
	Total		360000	500,000	860000

# Enchanté Jewellery Limited

## XII. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES:

Type	Section of the Companies Act	Brief Description	Details of Penalty / Punishment/ Compounding fees imposed	Authority [RD / NCLT/ COURT]	Appeal made, if any (give Details)
<b>A. COMPANY</b>					
Penalty	-	-	-	-	-
Punishment	-	-	-	-	-
Compounding	-	-	-	-	-
<b>B. DIRECTORS</b>					
Penalty	-	-	-	-	-
Punishment	-	-	-	-	-
Compounding	-	-	-	-	-
<b>C. OTHER OFFICERS IN DEFAULT</b>					
Penalty	-	-	-	-	-
Punishment	-	-	-	-	-
Compounding	-	-	-	-	-

## ANNEXURE II

### Declaration under sub-section (6) of section 149;

To,  
**The Board of Directors,**  
Enchanté Jewellery Limited  
Plot No.3 &4, UdyogVihar, Phase-IV,  
Gurgaon, Haryana

### Sub: Declaration under sub-section (6) of section 149;

I, **Kunal Sharma**, hereby certify that I am a Non-executive Director of **Enchanté Jewellery Limited** and comply with all the criteria of independent director envisaged in Clause 49 of the Listing Agreement and applicable provisions of Companies Act, 2013 as & when it may be notified. I hereby certify that:

- I am not a promoter of the company or its holding, subsidiary or associate company
- I am not related to promoters or directors in the company, its holding, subsidiary or associate company.
- I have/had no pecuniary relationship with the company, its holding, subsidiary or associate company, or their promoters, or directors, during the two immediately preceding financial years or during the current financial year;
- None of my relatives has or had pecuniary relationship or transaction with the company, its holding, subsidiary or associate company, or their promoters, or directors, amounting to 2% or more of its gross turnover **or** total income **or** Rs. 50 Lacs **or** such higher amount as may be prescribed, whichever is lower, during the two immediately preceding financial years or during the current financial year.
- Neither Me nor any of my relatives:
  - (i) holds or has held the position of a key managerial personnel or is or has been employee of the company or its holding, subsidiary or associate company in any of the three financial years immediately preceding the financial year
  - (ii) is or has been an employee or proprietor or a partner, in any of the three financial years immediately preceding the financial year of:

- (A) a firm of auditors or company secretaries in practice or cost auditors of the company or its holding, subsidiary or associate company; **or**
- (B) any legal or a consulting firm that has or had any transaction with the company, its holding, subsidiary or associate company amounting to 10% or more of the gross turnover of such firm;
- (iii) holds together with his relatives 2% or more of the total voting power of the company; **or**
- (iv) is a Chief Executive or director, by whatever name called, of any non-profit organisation that receives 25% or more of its receipts from the company, any of its promoters, directors or its holding, subsidiary or associate company or that holds 2% or more of the total voting power of the company; or

Thanking you,  
Yours faithfully,

**Kunal Sharma**  
**Independent Director**  
**DIN:00793241**

**Date : 30/06/2021**  
**Place: Gurgaon**

## Form No. MR-3

### SECRETARIAL AUDIT REPORT

FOR THE FINANCIAL YEAR ENDED 31st MARCH, 2021

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

### SECRETARIAL AUDIT REPORT

FOR THE FINANCIAL YEAR ENDED 31st MARCH, 2021

To,  
The Members,  
Enchante Jewellery Limited  
CIN: L74899HR1995PLC032759  
Add: Plot No. 3 & 4, Udyog Vihar,  
Phase-IV, Gurgaon- (Haryana)

I have conducted the Secretarial Audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by 'Enchante Jewellery Limited' (hereinafter called 'the Company'). Secretarial Audit was conducted in a manner that provided me a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing my opinion thereon.

Based on the verification, to the extent possible due to lockdown announced by Government of India and Covid019 pandemic, of the Company's books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of Secretarial Audit, I hereby report that in my opinion, the Company has, during the Audit Period covering the Financial Year ended on 31st March, 2021, has not fully Complied with the statutory provisions listed hereunder and also that the Company doesn't have the proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

I have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the Financial Year ended on 31st March, 2021 according to the provisions of:

- (i) The Companies Act, 2013 (the Act) and the rules made there under;



- (ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made there under;
- (iii) The Depositories Act, 1996 and the Regulations and Bye-laws Framed there under;
- (iv) Foreign Exchange Management Act, 1999 and the rules and regulations made there under to extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial borrowings- Not applicable as there are no transactions pertaining to any receipt/ incoming or payments/ outgoing of any foreign currency during the Financial Year under review.
- (v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):
  - (a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
  - (b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 1992;

*The Shares of the Company have not been traded on the Stock Exchange during the year under review & thus, there has been no event pertaining to insider trading during the Audit Period.*

- (c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009;

*The Company has not issued any fresh capital during the year under review & therefore the above regulations are not applicable.*

- (d) The Securities and Exchange Board (Employee Stock Option Scheme and Scheme) Guidelines, 1999 I Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014.

*The Company has not issued any Shares under the scheme to any of its employees and therefore the above regulations are not applicable to the Company.*

- (e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008 The Company has not issued any Debt Securities during the year under review and therefore, the same is not applicable to the Company;
- (f) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client

# Enchanté Jewellery Limited

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*The Company is not registered as 'Registrar to Issue and Share Transfer Agent' during the financial year under review therefore, the same is not applicable.*

- (g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009 The Company has not delisted/ proposed to delist its Equity Shares from any Stock Exchange during the Financial Year under review and therefore, the above is not applicable to the Company.
- (h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998 *The Company has neither bought back nor proposed to buyback any of its Securities during the Financial Year under review and therefore, the said Regulations are not applicable to the Company.*
- (i) The Securities and Exchange Board of India (Listing Obligations & Disclosure Requirements), 2015. *No compliance regarding the SEBI (LODR) could be effectuated by the Company as its status on the Bombay Stock Exchange was marked as 'Delisted' due to nonpayment of the Listing Fees by the Company during the previous years.*

*However, an Appeal bearing Appeal No. 550 of 2020 before the Hon'ble Securities Appellate Tribunal is already lying sub-judice in this regard.*

## **I have also examined compliance with the applicable clauses of the following:**

- (i) Secretarial Standards of the Institute of Company Secretary of India (ICSI) with respect to the General and Board Meetings were improved by the Central Government under Section 118(10) of the Companies Act, 2013;
- (ii) The Listing Agreements entered into by the Company with Bombay Stock Exchange is pending adjudication before the Securities Appellate Tribunal as already mentioned above.

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

- *The Annual General Meeting of the Company for the Financial Year 2019-20 was convened on 25.02.2021 however, the last date for convening the same as approved by the Registrar of Companies, NCT of Delhi & Haryana was settled down at 31.12.2020. Therefore, there is a delay of almost 2 months by the Company in convening its Annual General Meeting for the Financial Year 2019-20. As per the information received from the Management, the Company is undergoing Voluntary Compounding for the same under the provisions of the Companies Act, 2013.*

- *The requisite filings of the Financial Statements of the Company for the Financial Year 2019- 20 in Form AOC-4 XBRL under Section 137 of the Companies Act, 2013 were also filed with a delay of almost three & a half months.*
- *The Annual General Meeting of the Company for the Financial Year 2019-20 was convened on 25.02.2021 and the Annual Return (as required to be filed under Section 92 of the Companies Act, 2013) for the said Year has been filed on 15.07.2021, i.e., with a delay of almost 2 and a half months.*
- *The Company is not maintaining its Books of Accounts at its Registered Office. Yet, the requisite E-Form AOC-5 under Section 128 of the Companies Act, 2013 has not been filed with the Registrar of Companies in this regard.*
- *The notice of the Annual General Meeting for the Financial Year 2019-20 has been dispatched through e-mail to only a few hundred shareholders whose e-mail ids were in the record of the Registrar & Transfer Agent of the Company.*
- *The requisite Disclosure of Interest of Directors in form MBP-1 under Section 184 of the Companies Act, 2013 & the necessary disclosures in Form DIR-8 under Section 164 of the Companies Act, 2013 have not been filed by the Company with the Registrar of Companies during the year ended under review.*
- *The Minutes of the Board & General Meetings of the Company are maintained whilst having minor deviations from the extant Secretarial Standards as prescribed by the Institute of Company Secretaries of India.*
- *It has been observed that the Board's Report for the Financial Year 2019-20 is not in consonance with the provisions of Section 134 as it does not categorically contain the comments of the Board upon the qualifications raised by the Statutory Auditors & the Secretarial Auditor of the Company.*
- *Further, the Director KYC for Mr. Kunal Sharma & Mr. Charanjit Lal Mehra as on the date of issuance of this report appears to be deactivated on the MCA Portal in the 'Enquire DIN' Tab.*

**I further report that:**

The Board of Directors of the Company is not constituted in consonance with the provisions of the Companies Act, 2013 wherein, there is one Independent Director falling short on the Board during the year under review. Accordingly, the changes in the composition of the Board of Directors that took place during the period under review were not carried out in compliance with the provisions of the Act.

# Enchanté Jewellery Limited

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As per the information received by the Management the notices to the Directors have been duly given to all Directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent at least seven days in advance, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting. However, the Physical set of such notices & agendas is not properly maintained by the Company. Also, the Company being presently in dispute with the Bombay Stock Exchange as aforesaid, no notices of the same were sent to the Stock Exchange.

The Resolutions at the Annual General Meeting for the Financial Year 2019-20 have been unanimously passed. Therefore, no dissenting members' views was required to be captured and recorded as part of the minutes.

I further report that there are adequate systems and processes in the Company commensurate with the size and operations of the Company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

I further report that apart from above-mentioned deviations, the Company has in my opinion, reasonably complied with the provisions of the Companies Act, 2013 and the Rules framed there under including the amendments as notified by Ministry of Corporate Affairs from time to time and the Memorandum and Articles of Association of the company

On the basis of the perused documents and the information received from management, it is material to mention that the Company was a sick Company and was not able to pay the arrears of the listing fees and the interest thereon. The officials at BSE did not respond to the same and subsequently ordered the delisting of the Company on the 4th July, 2018. The Company challenged the above-mentioned order stating that the BSE cannot delist the company without giving a reasonable opportunity of being heard. Accordingly, the order was reversed, however, after service of a due notice, the Company was again marked as delisted. The same has been again challenged before Hon'ble Securities Appellate Tribunal vide Appeal No. 550 of 2020 which is pending adjudication.

Presently, the status of the Company is marked as delisted and thus the Company is unable to comply with requirements of the listing agreements SEBI (LODR) are not being complied with.

Place: Delhi  
Date: 03.09.2021

Sd/-  
Signature:

Name of the Company  
Secretary in Practice: Shashank Tandon  
ACS No.: 35126  
C.P. No.: 14722

## ANNEXURE IV

### AUDITORS' CERTIFICATE REGARDING COMPLIANCE OF CONDITIONS OF CORPORATE GOVERNANCE

#### **To the Members of Enchanté Jewellery Limited**

We have reviewed the relevant records of Enchanté Jewellery Limited (the company) for the year ended on 31st March, 2021 relating to compliance with the requirements of Corporate Governance as stipulated in Clause 49 of the Listing Agreement of the Company with the Stock Exchange.

The compliance of conditions of Corporate Governance is the responsibility of the Management. Our review was limited to the procedures and implementation thereof, adopted by the Company for ensuring the compliance of the conditions of Corporate Governance. It is neither an audit nor an expression of opinion on the financial statements of the Company.

In our opinion and according to information and explanations given to us, we state that to the best of our knowledge the Company has complied with the conditions of Corporate Governance except the information and reports to be submitted to the Stock Exchange. The reasons are explained by the management to you in the Annual Report.

We have to state that no investor grievance against the Company is pending for a period exceeding one month as per the records maintained and certified by the Registrars of the Company.

We further state that such compliance is neither an assurance as to future viability of the company nor the efficiency or effectiveness with which the Management has conducted the affairs of the Company.

**For Manoj C. Agarwal and Co.**  
**Chartered Accountants**  
**FRN: 011072C**

**Place: New Delhi**  
**Date: 26/8/2021**

**Manoj Agarwal**  
**(Partner)**  
**M.No.: 400804**

## MANAGEMENT DISCUSSIONS AND ANALYSIS REPORT

The Board takes pleasure in presenting your Company's 35th Annual Report for the year 2020-2021 along with the compliance report on corporate governance. This chapter on Management Discussion and Analysis forms a part of the compliance report on Corporate Governance.

The following Management Discussion and Analysis (MD &A) is intended to help the reader to understand the results of operation, financial condition of GOLDLINE:

The financial statements have been prepared in compliance with the requirements of the Companies Act 2013, guidelines issued by the Securities and Exchange Board of India (SEBI) and any other provisions as applicable, if any. Our Management accepts responsibility for the integrity and objectivity of these financial statements, as well as for the various estimates and judgments used therein. The estimates and judgments relating to the financial statements have been made on a prudent and reasonable basis, so that the financial statements reflect in a true and fair manner the form and substance of transactions and reasonably present our state of affairs, profits and cash flows for the year.

The following discussions on our financial condition and result of operations should be read together with our audited consolidated financial statements and notes to these statements included in the Annual Report. MD & A is provided as a supplement to and should be read in conjunction with, our financial statements and the accompanying Notes to Financial Statements.

### Strength

The Company was engaged in the manufacturing and selling of gold and diamond jewellery. The Company had established its brand and had built up considerable goodwill in the market for its branded Jewellery. Its manufacturing infrastructure is intact and the Company hopes to restart manufacturing activities shortly. The Company is building rental income so as to provide it with a base with which to mobilize working capital and fund the Company's efforts to revive manufacturing. The Company is creating a strong base from which to launch its revival.

### Economy and Business Outlook

The domestic gems and Jewellery business in India is a Rs.1.2 lakh Crore business on account of the role Jewellery plays in our culture, heritage, traditions etc. As the size of our economy grows and the purchasing power of the India people increases, the potential of the Jewellery business will continue to increase.

**Risk & Concern**

The Company is mainly exposed to market risk. It does not have any borrowings from Banks / Financial Institutions and therefore does not have any interest or credit risk.

**Internal Control System & their Adequacy**

The Company strongly believes that internal control systems are necessary for Good Corporate Governance and has in place an effective system of internal controls to ensure that all assets are properly safeguarded and protected and used optimally and financial transactions are reported accurately.

**Cautionary Statement**

Statements in this management discussion and analysis describing the Company's objectives, projections, estimates and expectations may be forward looking statement within the meaning of applicable laws and regulations. Actual results may differ substantially or materially from those expressed or implied. Important development that could affect the Company's operations include a downtrend in the Industry - global or domestic or both, significant changes in political and economic environment in India, applicable statutes, litigation etc.

## **Corporate Governance Report for the year ended on 31st March, 2021**

### **1 Company Philosophy:**

We continue to believe that good Corporate Governance is essential to achieve long-term corporate goals and to enhance stockholders value. Company was a listed company on the Bombay Stock Exchange. The securities are not being traded at Stock Exchanges because of a legacy issue that exists from the time that the Company became a sick Company, was registered with the Hon'ble BIFR, and wherein because of the Company's sickness the Company was unable to pay the listing fees, and the Company's trading was suspended. The situation was on account of factors beyond the Company's control and the Company was working to resolve the matter with the BSE. BSE ordered the delisting of our Company on the 4th July, 2018. The Company challenged the order of BSE. The Securities Appellate Tribunal has ordered that BSE cannot delist the Company without giving a reasonable opportunity of being heard.

### **2 Board of Directors:**

Category	No. of directors
Non-Executive Directors including the Chairman	2
Independent	1
Executive Director	3
Total	6

The Chairman of the Board is not an Independent Director

Other Relevant details of Directors:



# Enchanté Jewellery Limited

Name of Director	Date of Appointment	Category	No. of Directorship(s) held in Indian public & private Limited Companies (Including Enchan-te Jewellery)	Committee(s) position (including Enchante Jewellery)	
				Member	Chairman
C.L. Mehra	30-04-2013	Non-Executive Director	4	SRC,AC,RC	RMC
Pawan-Mehra	11-08-2016	Executive Director	4	SRC,RMC	-
Vinayak Mehra	10-10-2018	Executive Director	2	AC	-
Lata Rani Mehra	31-03-2015	Non-Executive Director	3	RC,AC	-
Kunal Sharma	11-08-2016	Independent Director	1	RMC	AC,RC, SRC
Vinay Mehra	10-10-2020	Executive Director	4	RC	-

SRC: Stakeholders' Relationship Committee earlier called Share Transfer and Investo Grievance committee

AC : Audit Committee

RC : Remuneration Committee

RMC: Risk Management Committee

# Enchanté Jewellery Limited

Board Meetings held during the year

Dates on which the Board Meetings were held	Total Strength of the Board	No. of Directors Present
4th May 2020	5	5
24th August 2020	5	5
12th October 2020	6	6
25th January 2021	6	6
3rd February 2021	6	6

Name of Director	04/05/20	24/08/20	12/10/20	25/01/21	3/02/21	Attendance at the AGM on 25th February 2021
C.L. Mehra	Present	Present	Present	Present	Present	Present
Pawan-Mehra	Present	Present	Present	Present	Present	Present
Vinayak-Mehra	Present	Present	Present	Present	Present	Present
Lata Rani Mehra	Present	Present	Present	Present	Present	Present
Kunal Sharma	Present	Present	Present	Present	Present	Absent
Vinay Mehra	NA	NA	Present	Present	Present	Present

## 3 COMMITTEES OF THE BOARD.

### (a) Audit Committee (mandatory committee)

The Audit Committee was working under Chairmanship of Mr. Kunal Sharma. Mrs. Lata Rani Mehra, Mr. Vinayak Mehra and Shri C.L. Mehra were co-members. During the year, the sub-committee met on four occasions with full attendance of all the members.

The composition of the Audit Committee as at March 31, 2021 and details of the Members participation at the Meetings of the Committee are as under:

# Enchanté Jewellery Limited

Name of Director	Category	Attendance at the Committee Meetings held on			
		24/04/20	13/08/20	10/11/20	25/01/21
C.L.Mehra	Non-Executive	Present	Present	Present	Present
Lata Rani Mehra	Non independent	Present	Present	Present	Present
Kunal Sharma	Independent	Present	Present	Present	Present
Vinayak Mehra	Executive	Present	Present	Present	Present

The Committee is governed by a Charter which is in line with the regulatory requirements mandated by the Companies Act, 2013 and Clause 49 of the Listing Agreement. Some of the important functions performed by the Committee are:

## Financial Reporting and Related Processes

- Oversight of the Company's financial reporting process and financial information submitted to the Stock Exchanges, regulatory authorities or the public.
- Reviewing with the Management the quarterly unaudited financial statements and the Auditors' Limited Review Report thereon/audited annual financial statements and Auditors' Report thereon before submission to the Board for approval. This would, inter alia, include reviewing changes in the accounting policies and reasons for the same, major accounting estimates based on exercise of judgement by the Management, significant adjustments made in the financial statements and / or recommendation, if any, made by the Statutory Auditors in this regard.
- Review the Management Discussion & Analysis of financial and operational performance.
- Discuss with the Statutory Auditors its judgement about the quality and appropriateness of the Company's accounting principles with reference to the Generally Accepted Accounting Principles in India (IGAAP).
- Review the investments made by the Company.

All the Members on the Audit Committee have the requisite qualification for appointment on the Committee and possess sound knowledge of finance, accounting practices and internal controls.

# Enchanté Jewellery Limited

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During the year under review, the Audit Committee held a separate meeting with the Statutory Auditors and the Chief Internal Auditor to get their inputs on significant matters relating to their areas of audit.

## **(b) Remuneration Committee**

In compliance with Section 178 of the Companies Act, 2013, the Board has renamed the existing “Compensation Committee” as the “Nomination and Remuneration Committee”.

The terms of reference of the Committee inter alia, include the following:

- Succession planning of the Board of Directors and Senior Management Employees;
- Identifying and selection of candidates for appointment as Directors / Independent Directors based on certain laid down criteria;
- Identifying potential individuals for appointment as Key Managerial Personnel and to other Senior Management positions;
- Formulate and review from time to time the policy for selection and appointment of Directors, Key Managerial Personnel and senior management employees and their remuneration;
- Review the performance of the Board of Directors and Senior Management Employees based on certain criteria as approved by the Board.

The Remuneration Policy has been attached as annexure A.

The composition of the Nomination and Remuneration Committee as at March 31, 2021 and details of the Members participation at the Meeting of the Committee held on 20/07/2020, 26/11/2020 and 10/02/2021 are as under:

Name of Director	Category	Attendance at the Nomination and Remuneration Committee		
		20/07/2020	26/11/2020	10/02/2021
Lata Rani Mehra	Non-Executive Director	Present	Present	Present
Kunal Sharma	Independent	Present	Present	Present
C.L. Mehra	Non-Executive Director	Present	Present	Present
Vinay Mehra	Executive Director	NA	Present	Present

## **Risk Management Committee - Mandatory Committee....**

Business Risk Evaluation and Management is an on-going process within the Organization. The Company has a robust risk management framework to identify, monitor and minimize risks as also identify business opportunities.

The objectives and scope of the Risk Management Committee broadly comprises:

- Oversight of risk management performed by the executive management;
- Reviewing the BRM policy and framework in line with local legal requirements and SEBI guidelines;
- Reviewing risks and evaluate treatment including initiating mitigation actions and ownership as per a pre-defined cycle;
- Defining framework for identification, assessment, monitoring, mitigation and reporting of risks.

The Risk Management policy has been attached as Annexure B

The composition of the Risk Management Committee as at March 31, 2021 and details of the Members participation at the Meetings of the Committee are as under:

<b>Name of the Member</b>	<b>Category</b>	<b>Attendance at the Risk Management Committee meeting held on 23/09/2020</b>
C.L. Mehra	Executive	Present
PawanMehra	Executive	Present
Kunal Sharma	Non-Executiveand Independent	Present

## **(d) Stakeholders' Relationship Committee (mandatory committee)**

In compliance with the provisions of Section 178 of the Companies Act, 2013 and the Listing Agreement, the Board has renamed the existing "Shareholders'/Investors' Grievance Committee" as the "Stakeholders' Relationship Committee".

# Enchanté Jewellery Limited

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The terms of reference of the Committee are:

- transfer/transmission of shares/debentures and such other securities as may be issued by the Company from time to time;
- issue of duplicate share certificates for shares/debentures and other securities reported lost, defaced or destroyed, as per the laid down procedure;
- issue new certificates against subdivision of shares, renewal, split or consolidation of share certificates / certificates relating to other securities;
- issue and allot right shares / bonus shares pursuant to a Rights Issue / Bonus Issue made by the Company, subject to such approvals as may be required;
- to grant Employee Stock Options pursuant to approved Employees' Stock Option Scheme(s), if any, and to allot shares pursuant to options exercised;
- to issue and allot debentures, bonds and other securities, subject to such approvals as may be required;
- to approve and monitor dematerialization of shares / debentures / other securities and all matters incidental or related thereto;
- to authorize the Company Secretary and Head Compliance / other Officers of the Share Department to attend to matters relating to non-receipt of annual reports, notices, non-receipt of declared dividend / interest, change of address for correspondence etc. and to monitor action taken;
- monitoring expeditious redressal of investors / stakeholders grievances;
- all other matters incidental or related to shares, debenture

The composition of the Stakeholders' Relationship Committee at March 31st, 2021 and details of the Members participation at the Meetings of the Committee are as under:

Name of the Member	Category	9/05/2020	12/08/2020	10/10/2020
Kunal Sharma (Chairman)	Non-Executive	Present	Present	Present
Pawan Mehra	Executive	Present	Present	Present
C.L. Mehra	Executive	Present	Present	Present

During the year, no complaints were received from shareholders. as on March 31st, 2021, no investor grievance has remained unattended/ pending for more than thirty days. The Company had no share transfers pending as on March 31st, 2021.

## **Compliance Committee - Non Mandatory Committee** **Capex Committee - Non Mandatory Committee**

### **PERFORMANCE EVALUATION**

Pursuant to the provisions of the Companies Act, 2013 and Clause 49 of the Listing Agreement, the Board has carried out the annual performance evaluation of its own performance, the Directors individually as well as the evaluation of the working of its Audit, Nomination and Remuneration and Compliance Committees. A structured questionnaire was prepared after taking into consideration inputs received from the Directors, covering various aspects of the Board's functioning such as adequacy of the composition of the Board and its Committees, Board culture, execution and performance of specific duties, obligations and governance.

A separate exercise was carried out to evaluate the performance of individual Directors including the Chairman of the Board, who were evaluated on parameters such as level of engagement and contribution, independence of judgement safeguarding the interest of the Company and its minority shareholders etc. The performance evaluation of the Independent Directors was carried out by the entire Board. The performance evaluation of the Chairman and the Non Independent Directors was carried out by the Independent Directors. The Directors expressed their satisfaction with the evaluation process. The Board Evaluation Policy is in Annexure C

### **TERMS OF APPOINTMENT & REMUNERATION - CEO & MD**

Mr Pawan Mehra, director of the Company was paid remuneration of Rs10,00,000 during the financial year 2020-2021.

### **4 DISCLOSURES:**

- (a) Materially Significant related party transactions  
There was no transaction of material nature with any of the related party, which is in conflict with the interest of the company.
- (b) Details of noncompliance by the company, penalties, strictures imposed on the company by the Stock Exchange or SEBI or any authority on any matter related to capital markets during last 3 years. The Company was unable to pay any listing fees since 2001-2002 on account of the Company becoming a sick industrial company and its registration with the Hon'ble BIFR. The situation was a result of factors beyond the

# Enchanté Jewellery Limited

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Company's control. Upon approval of the DRS (Draft Rehabilitation Scheme) the Company will move for re-listing. Therefore, the listing clauses were also not complied. The Company is in the process of working with the BSE to resolve the matter.

There was no instance of levy of any penalties during the last three years.

## **Compliance with Accounting Standards**

In the preparation of the financial statements, the Company has followed the Accounting Standards notified pursuant to Companies (Accounting Standards) Rules, 2006 (as amended) and the relevant provision of the Companies Act, 1956 read with General Circular 8/2014 dated April 04, 2014, issued by the Ministry of Corporate Affairs. The significant accounting policies which are consistently applied have been set out in the Notes to the Financial Statements.

## **Internal Controls**

The Company has a formal system of internal control testing which examines both the design effectiveness and operational effectiveness to ensure reliability of financial and operational information and all statutory / regulatory compliances

## **CEO & MD / CFO Certification**

The director has issued certificate pursuant to the provisions of Clause 49 of the Listing Agreement certifying that the financial statements do not contain any untrue statement and these statements represent a true and fair view of the Company's affairs. The said certificate is annexed as Annexure D and forms part of the Annual Report.

## **CODE OF CONDUCT**

The Board of Directors has approved a Code of Business Conduct which is applicable to the Members of the Board and all employees. The Company believes in "Zero Tolerance" to bribery and corruption in any form and the Board has laid down the "Anti-Bribery & Corruption Directive" which forms an Appendix to the Code. The Code has been posted on the Company's website [www.enchantejewellery.co.in](http://www.enchantejewellery.co.in)

## **VIGIL MECHANISM / WHISTLE BLOWER POLICY**

In staying true to our values of Strength, Performance and Passion and in line with our vision of being one of the most respected companies in India, the Company is committed to the high standards of Corporate Governance and stakeholder responsibility. E-Mail: [enchante@enchantejewellery.co.in](mailto:enchante@enchantejewellery.co.in)

## **PREVENTION OF INSIDER TRADING**

The Company has adopted a Code of Conduct for Prevention of Insider Trading with a view to regulate trading in securities by the Directors and designated employees of



the Company. The Code requires pre-clearance for dealing in the Company's shares and prohibits the purchase or sale of Company shares by the Directors and the designated employees while in possession of unpublished price sensitive information in relation to the Company and during the period when the Trading Window is closed. The Company Secretary & Head Compliance is responsible for implementation of the Code.

All Board Directors and the designated employees have confirmed compliance with the Code.

## 5 MEANS OF COMMUNICATION:

i. Annual report sent to each shareholders registered address	YES
ii. Any Website where results or official news are displayed	<a href="http://www.enchantejewellery.co.in">www.enchantejewellery.co.in</a>

No presentation made to institutional investors or to the analysts. Management Discussion & Analysis are not a part of Annual Report.

## 6 GENERAL SHAREHOLDER INFORMATION

### Market Information

#### Listing on Stock Exchanges

The Company's shares were listed on the following Stock Exchanges and the Listing Fees has not been paid to the Exchange. Because of the Company's sickness the Company was unable to pay the listing fees, and the Company's trading was suspended. The BSE has now delisted the Company.

Name & Address of the Stock Exchanges	Stock Code/ Scrip Code	ISIN Number for NSDL/CDSL (Dematerialised share)
BSE Limited PhirozeJeejeebhoy Towers, Dalal Street, Mumbai 400001	531148	ISIN INE772C01012

# Enchanté Jewellery Limited

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## SHARE TRANSFER SYSTEM / DIVIDEND AND OTHER RELATED MATTERS

### Share transfers

Share transfers in physical form are processed and the share certificates are generally returned to the transferees within a period of fifteen days from the date of receipt of transfer provided the transfer documents lodged with the Company are complete in all respects.

### Nomination facility for shareholding

As per the provisions of the Companies Act, 2013, facility for making nomination is available for Members in respect of shares held by them. Members holding shares in physical form may obtain nomination form, from the Share Department of the Company or download the same from the Company's website. Members holding shares in dematerialized form should contact their Depository Participants (DP) in this regard.

### Permanent Account Number (PAN)

Members who hold shares in physical form are advised that SEBI has made it mandatory that a copy of the PAN card of the transferee/s, members, surviving joint holders / legal heirs be furnished to the Company while obtaining the services of transfer, transposition, transmission and issue of duplicate share certificates.

## v. Dividend

### a. Payment of dividend through National Electronic Clearing Service (NECS)

The Company provides the facility for remittance of dividend to the Members through NECS. To facilitate dividend payment through NECS, Members who hold shares in Demat mode should inform their Depository Participant and such of the Members holding shares in physical form should inform the Company of the core banking account number allotted to them by their bankers. In cases where the core banking account number is not intimated to the Company / Depository Participant, the Company will issue dividend warrants to the Members.

### b. Unclaimed Dividends

The Company is required to transfer dividends which have remained unpaid / unclaimed for a period of seven years to the Investor Education & Protection Fund established by the Government. There is no dividend which is unpaid by the Company.

## VI. PENDING INVESTORS' GRIEVANCES

Any Member / Investor, whose grievance has not been resolved satisfactorily, may kindly write to the Company Secretary and Head Compliance at the Registered Office with a copy of the earlier correspondence.

# Enchanté Jewellery Limited

S. No.	Nature of Queries/ Compliant	Pending as on April 1,2020	Received during the year	Redressed during the year	Pending as on March 31, 2021
1	Transfer/Transmission of Duplicate Share Certificate	-	-	-	-
2	Non-receipt of Dividend	-	-	-	-
3	Dematerialisation/ Rematerialisation of Shares	-	-	-	-
4	Complaints received from:	-	-	-	-
	SEBI				
	Stock Exchanges/ NSDL/CDSL				
	ROC/MCA/Others				
	Advocates				
	Consumer Forum/ Court Case				
5	Others				
	Grand Total	-	-	-	-

# Enchanté Jewellery Limited

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## Dematerialisation of Shares and Liquidity

The break-up of equity shares held in Physical and Dematerialised form as on March 31st, 2021, is given below:

Particulars	No. of Shares	Percentage
Physical Segment	6546169	91.26%
Demat Segment		
NSDL	444494	06.19%
CDSL	182637	02.52%
Total	7173300	100%

## Distribution of Shareholding as on March 31st, 2021

Category	Number of Shareholders	(%) Percentage of Shareholders	Number of Shares	(%) Percentage of Shareholding
1-500	7750	90.97	1253799	17.4717
501-1000	486	5.70	406308	5.6642
1001-2000	172	2.02	259900	3.6232
2001-3000	39	0.46	99600	1.3885
3001-4000	19	0.23	69200	0.9647
4001-5000	10	0.12	41000	0.6287
5001-10000	19	0.22	116800	1.6283
10001 and above	24	0.28	4923093	68.6308
<b>TOTAL</b>	<b>8519</b>	<b>100</b>	<b>7173300</b>	<b>100</b>

# Enchanté Jewellery Limited

## Shareholding Pattern as on March 31st, 2021

Particulars	No. of shares held	%
<b>Promoters</b>		
1. Individuals including Directors	9,74,396	13.58
2. Bodies Corporate	30,55,400	42.60
Bank, Financial Institutions, Insurance Companies & Mutual Funds	-	-
Bank	-	-
Financial Institutions	-	-
Insurance Companies	-	-
Mutual Funds/UTI	-	-
Central & State Governments	-	-
Foreign Institutional Investors	-	-
NRI/Foreign Nationals	6,12,000	8.54
Public and Others	25,31,504	35.29
<b>Total</b>	<b>71,73,300</b>	<b>100.00</b>

## General Body Meetings

Particulars of last three Annual general meetings

AGM	Year ended 31st March,	Venue	Date	Time	Special Resolutions Passed
32nd	2018	at Registered office	29.09.2018	09:30 am	No Special Resolution passed
33rd	2019	at Registered office	30.09.2019	09:30 am	No Special Resolution passed
34th	2020	at Regis- tered office through VC	25.02.2021	11:00 am	No Special Resolution passed

## Extraordinary General Meeting (EGM)

The Company did not hold an Extraordinary General Meeting.

During the year under review, no resolution has been passed through the exercise of postal ballot.

# Enchanté Jewellery Limited

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## FINANCIAL CALENDAR 2021:

<b>AGM – Date, time and venue</b>	29th September 2021, 9:30 AM at the Registered Office of the Company
<b>Financial Year</b>	1st April ,2020 to 31st March 2021
<b>Book Closure Date</b>	23rd September 2021 to 29th September 2021
<b>Dividend Payment Date</b>	Dividend not recommended
<b>Listing of Eq. shares on stock exchanges</b>	The Stock Exchange , Mumbai
<b>Stock Code</b>	531148
<b>Market Price Data and other related informations</b>	Market Price Data is not available , as the shares are not being traded in the Stock Exchange
<b>Registrar &amp; Transfer Agents</b>	M/s Link Intime India Pvt Ltd. Noble Heights ,1St floor, Plot No-NH-2, LSC, C-1, Block, Near,Savitri,Market,Janakpuri,New Delhi-110058
<b>Share Transfer System</b>	Share transfers, which are received in physical form are processed by the Registrar of Share Transfer Agent and approved by the Share Transfer Committee, which normally meets once in a month or more depending on the volume of transfer . The Company has also offered the facility of transfer cum demat as per SEBI guidelines.
<b>Dematerialization of Shares</b>	The equity shares are held in dematerialization form by National Securities Depository Limited and Central Depository Services (India) Limited under ISIN INE772C01012.
<b>GDRs / ADRs / Warrants</b>	As on date the Company has not issued or any convertible instruments
<b>Plant Location.</b>	Plot No. 3&4, Phase-IV, Udyog Vihar, Guagaon (Haryana)
<b>Board Meeting for consideration of Accounts for the financial year ended March 31, 2019 and recommendation of dividend</b>	3rd September 2021, No Dividend has been recommended.
<b>Address for Correspondence</b>	Plot No.3&4, Phase-IV, Udyog Vihar, Guagaon (Haryana)

For and on behalf of the Board

Place: Gurgaon

Date: 3<sup>rd</sup> September 2021

Sd/-

C.L. Mehra  
Director

## **ANNEXURE “A” TO THE CORPORATE GOVERNANCE REPORT**

### **NOMINATION AND REMUNERATION POLICY**

#### **Introduction:**

In pursuance of the Company’s policy to consider human resources as its invaluable assets, to pay equitable remuneration to all Directors, Key Managerial Personnel (KMP) and employees of the Company, to harmonize the aspirations of human resources consistent with the goals of the Company and in terms of the provisions of the Companies Act, 2013 and the Listing Agreement as amended from time to time this policy on nomination and remuneration of Directors, Key Managerial Personnel and Senior Management has been formulated by the Nomination and Remuneration Committee and approved by the Board of Directors.

#### **Objective and purpose of the Policy:**

The objective and purpose of this policy are:

- To lay down criteria and terms and conditions with regard to identifying persons who are qualified to become Directors (Executive and Non-Executive) and persons who may be appointed in Senior Management and Key Managerial positions and to determine their remuneration.
- To determine remuneration based on the Company’s size and financial position and trends and practices on remuneration prevailing in peer companies, in the Auto Component Industry.
- To carry out evaluation of the performance of Directors, as well as Key Managerial and Senior Management Personnel.
- To provide them reward linked directly to their effort, performance, dedication and achievement relating to the Company’s operations.
- To retain, motivate and promote talent and to ensure long term sustainability of talented managerial persons and create competitive advantage. In the context of the aforesaid criteria the following policy has been formulated by the Nomination and Remuneration Committee and adopted by the Board of Directors.

# Enchanté Jewellery Limited

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## **Constitution of the Nomination and Remuneration Committee:**

As per the provisions of Section 178 of the Companies Act, 2013 and Clause 49 of the Listing agreement, The Board has changed the nomenclature of Remuneration Committee by renaming it as Nomination and Remuneration Committee on 31st July, 2014. The Nomination and Remuneration Committee comprises of following Directors:

## **Definitions**

- **Board** means Board of Directors of the Company.
- **Directors** means Directors of the Company.
- **Committee** means Nomination and Remuneration Committee of the Company as constituted or reconstituted by the Board.
- **Company** means Raunaq Automotive Components Limited.
- **Independent Director** means a director referred to in Section 149 (6) of the Companies Act, 2013.

**Key Managerial Personnel (KMP)**, in relation to a company, means—

- (i) the Chief Executive Officer or the Managing Director or the Manager;
  - (ii) the Company Secretary;
  - (iii) the Whole-Time Director;
  - (iv) the Chief Financial Officer; and
  - (v) Such other officer as may be prescribed under the applicable statutory provisions / regulations.
- 
- Senior Management means who are members of its core management team excluding Board of Directors and all members of the management one level below the Executive Director, including the functional Heads. Unless the context otherwise requires, words and expressions used in this policy and not defined herein but defined in the Companies Act, 2013 as may be amended from time to time shall have the meaning respectively assigned to them therein.

## **Applicability**

The Policy is applicable to;

- Directors (Executive and Non Executive).
- Key Managerial Personnel.
- Senior Management Personnel.

## **General**

- This Policy is divided in three parts:

**Part - A** covers the matters to be dealt with and recommended by the Committee to the Board,

**Part - B** covers the appointment and nomination and;

**Part - C** covers remuneration and perquisites etc.



## **PART - A**

### **MATTERS TO BE DEALT WITH, PERUSED AND RECOMMENDED TO THE BOARD BY THE NOMINATION AND REMUNERATION COMMITTEE**

The Committee shall:

- Formulate the criteria for determining qualifications, positive attributes and independence of a director.
- Identify persons who are qualified to become Director and persons who may be appointed in Key Managerial and Senior Management positions in accordance with the criteria laid down in this policy.
- Recommend to the Board, appointment and removal of Director, KMP and Senior Management Personnel.

## **PART – B**

### **POLICY FOR APPOINTMENT AND REMOVAL OF DIRECTOR, KMP AND SENIOR MANAGEMENT**

- **Appointment criteria and qualifications:**
  1. The Committee shall identify and ascertain the integrity, qualification, expertise and experience of the person for appointment as Director, KMP or at Senior Management level and recommend to the Board his / her appointment.
  2. A person should possess adequate qualification, expertise and experience for the position he / she is considered for appointment. The Committee has discretion to decide whether qualification, expertise and experience possessed by a person is sufficient / satisfactory for the concerned position.
  3. The Company shall not appoint or continue the employment of any person as Whole time Director who has attained the age of seventy years. Provided that the term of the person holding this position may be extended beyond the age of seventy years with the approval of shareholders by passing a special resolution based on the explanatory statement annexed to the notice for such motion indicating the justification for extension of appointment beyond seventy years.

# Enchanté Jewellery Limited

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- **Term / Tenure:**

1. **Managing Director/Whole-time Director:**

- The Company shall appoint or re-appoint any person as its Executive Chairman, Managing Director or Executive Director for a term not exceeding five (5) years at a time. No re-appointment shall be made earlier than one year before the expiry of term.

2. **Independent Director:**

- An Independent Director shall hold office for a term up to five consecutive years on the Board of the Company and will be eligible for re-appointment on passing of a special resolution by the Company and disclosure of such appointment in the Board's report.
- No Independent Director shall hold office for more than two consecutive terms, but such Independent Director shall be eligible for appointment after expiry of three years of ceasing to become an Independent Director. Provided that an Independent Director shall not, during the said period of three years, be appointed in or be associated with the Company in any other capacity, either directly or indirectly. However, if a person who has already served as an Independent Director for 5 (five) years or more in a company as on October 1, 2014 shall be eligible for appointment, on completion of his/her present term, for one more term of upto 5 (five) years only or such other date as may be determined by the Committee as per regulatory requirement, he / she shall be eligible for appointment for one more term of 5 years only.
- At the time of appointment of Independent Director it should be ensured that number of Boards on which such Independent Director Serves is restricted to seven listed companies as an Independent Director and three listed companies as an Independent Director in case such person is serving as a Whole-time Director of a listed company.

## **Senior Management Appointment**

In order to carry out day-to-day recruitments/appointments of the Senior Management Personnel the power is delegated to the Chairman & Managing Director, who shall short-list, finalize, appoint the suitable person and fix the remuneration subject to review, endorsement and approval of the Nomination & Remuneration Committee.

- **Evaluation**

The Committee shall carry out evaluation of performance of every Director at regular interval (yearly).

## **Mechanism/Criteria for evaluating the performance of every Director (Including Independent Directors ) and Board:**

The evaluation of performance of every Director (Including Independent Directors ) and Board shall be carried out annually based on the criteria of attendance and contributions at Board/Committee Meetings as also for the role played other than at Meetings and other criteria as may be deemed fit by the committee time to time.

- **Removal:**

Due to reasons for any disqualification mentioned in the Companies Act, 2013, rules made thereunder or under any other applicable Act, rules and regulations, the Committee may recommend, to the Board with reasons recorded in writing, removal of a Director, KMP or Senior Management Personnel subject to the provisions and compliance of the said Act, rules and regulations.

- **Retirement:**

The Director, KMP and Senior Management Personnel shall retire as per the applicable provisions of the Companies Act, 2013 and the prevailing policy of the Company. The Board will have the discretion to retain the Director, KMP, Senior Management Personnel in the same position / remuneration or otherwise even after attaining the retirement age, for the benefit of the Company.

## **PART - C**

### **POLICY RELATING TO THE REMUNERATION FOR THE WHOLE-TIME DIRECTOR, KMP AND SENIOR MANAGEMENT PERSONNEL**

- **General:**

1. The remuneration to be paid to the Chairman and Managing Director or Whole Time Director, if any shall be in accordance with the provisions of the Companies Act, 2013, and the rules made thereunder.
2. The remuneration to the KMP (other than Managing Director or Whole Time Director) and Senior Management Personnel will be determined by the Committee (as may be recommended by the Chairman & Managing Director) and subject to the Board approval, if required.
3. Increments to the existing remuneration structure may be recommended by the Committee to the Board which shall be in accordance with the provisions of the Companies Act, 2013, and the rules made thereunder. .
4. Where any insurance is taken by the Company on behalf of its Chairman and Managing Director, Joint Managing Director, Chief Executive Officer, Chief Financial Officer, the Company Secretary and any other employees for indemnifying them

# Enchanté Jewellery Limited

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against any liability, the premium paid on such insurance shall not be treated as part of the remuneration payable to any such personnel. Provided that if such person is proved to be guilty, the premium paid on such insurance shall be treated as part of the remuneration.

- **Remuneration to Managing Director, KMP and Senior Management Personnel:**

1. **Remuneration and Perquisites:**

The Managing Director, KMP and Senior Management Personnel shall be eligible for a monthly remuneration as may be approved by the Board on the recommendation of the Committee.

The breakup of the pay scale and quantum of perquisites including, employer's contribution to P.F, pension scheme, medical expenses, club fees etc. shall be decided and approved by the Board on the recommendation of the Committee and approved by the shareholders and Central Government, wherever required.

2. **Minimum Remuneration:**

If, in any financial year, the Company has no profits or its profits are inadequate, the Company shall pay remuneration to its Managing Director or Whole time Director in accordance with the provisions of Schedule V of the Companies Act, 2013.

- **Remuneration to Non- Executive / Independent Director:**

**Sitting Fees:**

The Non- Executive / Independent Director may receive remuneration by way of fees for attending meetings of Board or Committee thereof or fee/compensation etc. for any other purpose whatsoever as may be decided by the Board. Provided that the amount of such fees shall not exceed such amount as may be prescribed by the Central Government from time to time.

**Other employees Remuneration**

The Managing Director and other senior executives (as relevant) will review the remuneration of all other employees not otherwise specified in this policy.

## **ANNEXURE “B” TO THE CORPORATE GOVERNANCE REPORT**

### **Risk Management Policy under New Companies Act, 2013**

Background and Context Applicability: Enterprise risk management was not mandatory according to the Companies Act 1956. However, as per the new law, there are specific requirements that a company needs to comply with. In addition, the board and audit committee have been vested with specific responsibilities in assessing the robustness of risk management policy, process and systems.

Key Compliance Requirements: Section 134 : The board of directors report must include a statement indicating development and implementation of a risk management policy for the company including identification of elements of risk, if any, which in the opinion of the board may threaten the existence of the company.

RISK MANAGEMENT: Risk management, by and large involves reviewing the operations of the organization followed by identifying potential threats to the organization and the likelihood of their occurrence, and then taking appropriate actions to address the most likely threats.

The risk management process involves identifying the risks an organization is subject to, deciding how to manage it, implementing the management technique, measuring the ongoing effectiveness of management and taking appropriate correction action. The basic activities in any risk management system are.

- (I) Risk identification.
- (II) Risk assessment and finally
- (III) Risk control.

Each of the risks needs to be assessed by the enterprise for its impact on profit and cash flow. Likelihood of occurrence and scope for mitigation or reduction. Draft risk matrix is enclosed for Board's reference and further suggestions to prepare a risk management policy of the Company. Risk matrix for Board's reference and further suggestions to prepare a risk management policy of the Company.

# Enchanté Jewellery Limited

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1. Risk Management Committee will be of All Working Directors, One Member from Technical Experts, One Member from Finance and Company Secretary who will be convener of the meeting.
2. The Chairman of the Committee will be elected from the members.
3. The Risk Management Committee will meet at least Once in a year.
4. The Risk Management Policies are based on philosophy of achieving substantial growth while mitigating and managing risks involved.

## **ANNEXURE “C” TO THE CORPORATE GOVERNANCE REPORT**

### **PERFORMANCE EVALUATION POLICY**

#### **INTRODUCTION**

The Company conducts its operations under the directions of Board of Directors within the framework laid down by various statutes, more particularly by the Companies Act, 2013, the Articles of Association, Listing Agreement with stock exchanges and Code of Conduct and policies formulated by the Company for its internal execution. The Company's Board of Directors is dedicated to act in good faith; exercise their judgment on an informed basis, in the best interest of the company and its stakeholders. Accordingly, the present policy for performance evaluation is being put into place in accordance with the requirements of section 178 of the Companies Act, 2013 which provides for a policy to be formulated and recommended to the Board, setting the criteria, based on which the performance of each and every director including the performance of the Board as a whole shall be assessed by the Board of Directors of the Company. Such an evaluation procedure will provide a fine system of checks and balances on the performance of the directors and will ensure that they exercise their powers in a rational manner.

The Act, under clause VIII of Schedule IV, casts an obligation on part of the board of directors for evaluating the performance of independent directors. All the directors on the board of a company, except the independent director whose performance is being evaluated, will assess the performance of the independent director. Accordingly, a report of performance evaluation of each independent director of the company would be prepared, which would determine whether to extend or continue the term of appointment of the concerned independent director or not.

With an aim to maintain an energized, proactive and effective Board, the Board is committed to a continuing process of recommending and laying down the criteria to evaluate the performance of the entire Board of the Company.

As one of the most important functions of the Board of Directors is to oversee the functioning of Company's top management, this Board Performance Evaluation process aims to ensure individual directors ("Directors") and the Board of Directors of the Company ("Board") as a whole work efficiently and effectively in achieving their functions. This policy aims at establishing a procedure for conducting periodical evaluation of its own performance and of its committees and individual directors. Hence it is important that every individual Board Member effectively contributes in the Board deliberations.

## EFFECTIVENESS OF THE BOARD

The overall effectiveness of the Board shall be measured on the basis of the ratings obtained by each Director and accordingly the Board shall decide the Appointments, Re-appointments and Removal of the non-performing Directors of the Company. For this reason, based on the fore stated criteria of evaluation the remuneration of the Directors and Key Managerial Personnel shall be determined and reviewed from time to time.

## RESPONSIBILITY OF BOARD / INDEPENDENT DIRECTORS

It shall be the duty of the Board, who shall be supported by the Management to organize the evaluation process and accordingly conclude the steps required to be taken. The evaluation process will be used constructively as a system to improve the directors' and committees' effectiveness, to maximize their strength and to tackle their shortcomings.

### **The Board of Directors shall undertake the following activities on an annual basis:**

- I. Review the various strategies of the Company and accordingly set the performance objectives for directors, in consistency with varying nature and requirements of Company's business.
- II. The Board as a whole shall discuss and analyze its own performance during the year together with suggestions for improvement thereon, pursuant to the performance objectives.

In conformity with the requirement of the Act, the performance evaluation of all the directors shall be done by the entire Board of Directors, excluding the director being evaluated.

Independent Directors are duty bound to evaluate the performance of non - independent directors and board as a whole. The independent directors of the Company shall hold at least one meeting in a year to review the performance of the non- independent directors, performance of chairperson of the Company and board as a whole, taking into account the views of executive directors and non-executive directors.

## EVALUATION FACTORS

The Board of Directors shall pay regards to the following parameters for the purpose of evaluating the performance of a particular director:

In respect of each of the evaluation factors, various aspects have been provided to assist with the evaluation process in respect of performance of Board itself, and of its committees and individual directors as, such evaluation factors may vary in accordance with their respective functions and duties.



# Enchanté Jewellery Limited

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Evaluation of Independent Director shall be carried on by the entire Board in the same way as it is done for the Executive Directors of the Company except the Director getting evaluated.

Appraisal of each Director of the Company shall be based on the criteria as mentioned herein below.

## Rating Scale

Performance	Rating
Satisfactory	1
Not Satisfactory	0

The Company has chosen to adopt the following Board Performance Evaluation Process:

## INDEPENDENT DIRECTORS

Some of the specific issues and questions that should be considered in a performance evaluation of Independent Director, in which the concerned director being evaluated shall not be included, are set out below:

*Name of Director being assessed:* \_\_\_\_\_

S. No.	Assessment Criteria	Rating	Remarks/ Comments
1.	Attendance and participations in the meetings		
2.	Raising of concerns to the Board		
3.	Safeguard of confidential information		
4.	Rendering independent, unbiased opinion and resolution of issues at meetings		
5.	Initiative in terms of new ideas and planning for the Company		
6.	Safeguarding interest of whistle-blowers under vigil mechanism		
7.	Timely inputs on the minutes of the meetings of the Board and Committee's, if any		

# Enchanté Jewellery Limited

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## NON – INDEPENDENT DIRECTORS / EXECUTIVE DIRECTORS

Some of the specific issues and questions that should be considered in a performance evaluation of Chairperson/Non-Independent Director / Executive Director by Independent Directors, in which the concerned director being evaluated shall not be included, are set out below:

*Name of Director being assessed:* \_\_\_\_\_

S. No.	Assessment Criteria	Rating	Remarks/ Comments
1.	Leadership initiative		
2.	Initiative in terms of new ideas and planning for the Company		
3.	Professional skills, problem solving, and decision-making		
4.	Compliance with policies of the Company, ethics, code of conduct, etc.		
5.	Reporting of frauds, violation etc.		
6.	Safeguarding of interest of whistle blowers under vigil mechanism		
7.	Timely inputs on the minutes of the meetings of the Board and Committee, if any		

## BOARD OF DIRECTORS

Some of the specific issues and questions that should be considered in a performance evaluation of the entire Board by Independent Directors, are set out below:

S. No.	Assessment Criteria	Rating	Remarks/ Comments
1.	The Board of Directors of the company is effective in decision making.		
2.	The Board of Directors is effective in developing a corporate governance structure that allows and encourages the Board to fulfill its responsibilities.		
3.	The Company's systems of control are effective for identifying material risks and reporting material violations of policies and law.		
4.	The Board reviews the organization's performance in carrying out the stated mission on a regular basis.		

5.	The Board of Directors is effective in providing necessary advice and suggestions to the company's management.		
6.	Is the board as a whole up to date with latest developments in the regulatory environment and the market?		
7.	The information provided to directors prior to Board meetings meets your expectations in terms of length and level of detail.		
8.	Board meetings are conducted in a manner that encourages open communication, meaningful participation, and timely resolution of issues.		
9.	The Board Chairman effectively and appropriately leads and facilitates the Board meetings and the policy and governance work of the board.		
10.	The Board appropriately considers internal audit reports, management's responses, and steps towards improvement.		
11.	The Board oversees the role of the independent auditor from selection to termination and has an effective process to evaluate the independent auditor's qualifications and performance.		
12.	The board considers the independent audit plan and provides recommendations.		

## COMMITTEES OF BOARD

The Board has constituted the following committees:

1. Audit Committee;
2. Nomination and Remuneration Committee; and
3. Stakeholders Relationship Committee
4. Risk Management Committee;

For evaluating the performance of each committee, the Board of Directors shall pay regards to the following aspects as set out in the annexure below:

# Enchanté Jewellery Limited

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S. No	<u>Audit Committee (for Audit Committee members only)</u>	Rating	Remarks/ Comments
1.	Committee meetings are conducted in a manner that encourages open communication, meaningful participation and timely resolution of issues		
2.	Timely inputs on the minutes of the meetings		

S. No.	<u>Nomination and Remuneration Committee (For Nomination and Remuneration Committee members only)</u>	Rating	Remarks/ Comments
1.	Committee meetings are conducted in a manner that encourages open communication, meaningful participation and timely resolution of issues.		
2.	Timely inputs on the minutes of the meetings		

S. No.	<u>Stakeholders Relationship Committee (For Stakeholders Relationship Committee members only)</u>	Rating	Remarks/ Comments
1.	Committee meetings are conducted in a manner that encourages open communication, meaningful participation and timely resolution of issues.		
2.	Timely inputs on the minutes of the meetings		

S. No.	<u>Risk Management Committee</u>	Rating	Remarks/ Comments
1.	Committee meetings are conducted in a manner that encourages open communication, meaningful participation and timely resolution of issues.		
2.	Timely inputs on the minutes of the meetings		

## KEY MANAGERIAL PERSONNEL AND SENIOR EXECUTIVES

For evaluating the performance of Key Managerial Personnel and other Senior Executives, the Board of Directors shall pay regards to the following aspects as set out below:

*Name of person being assessed:* \_\_\_\_\_

S. No.	Assessment Criteria	Rating	Remarks/ Comments
1.	Abidance and behavior in accordance with ethical standards & code of conduct of Company		
2.	Interpersonal and communication skills		
3.	Compliance with policies of the Company, ethics, code of conduct, etc.		
4.	Safeguarding interest of whistle-blowers under vigil mechanism		
5.	Team work attributes		
6.	Safeguard of confidential information		

## REVIEW

The performance evaluation process will be reviewed annually by the “Nomination and Remuneration Committee”.

Subject to the approval of Board of Directors, the Committee may amend the Policy, if required, to ascertain its appropriateness as per the needs of the Company.

## DISCLOSURE

Company will disclose details of its Board Performance Evaluation processes in its Board's Report. The Board's report containing such statement shall indicate the manner in which formal evaluation has been made by the Board of its own performance and that of the committees of the Board and individual directors of the Company.

## **ANNEXURE “D” TO THE CORPORATE GOVERNANCE REPORT**

### **CERTIFICATE PURSUANT TO THE PROVISIONS OF CLAUSE 49 OF THE LISTING AGREEMENT**

Ithe undersigned, in my respective capacity as Director of Enchanté Jewellery Limited (“the Company”) to the best of my knowledge and belief certify that:

- a. I have reviewed financial statements and the cash flow statement for the financial year ended, 31st March 2021 and that to the best of my knowledge and belief, I state that:
  - i. these statements do not contain any materially untrue statement or omit any material fact or contain any statements that might be misleading;
  - ii. these statements together present a true and fair view of the Company’s affairs and are in compliance with existing accounting standards, applicable laws and regulations.
- b. I further state that to the best of my knowledge and belief, there are no transactions entered into by the Company during the year, which are fraudulent, illegal or violative of the Company’s Code of Conduct.
- c. I hereby declare that all the members of the Board of Directors and Executive Committee have confirmed compliance with the Code of Conduct as adopted by the Company.
- d. I am responsible for establishing and maintaining internal controls for financial reporting and that I have evaluated the effectiveness of internal control systems of the Company pertaining to financial reporting of the Company and have disclosed to the Auditors and Audit Committee, deficiencies in the design or operation of internal controls, if any, of which I am aware and the steps I have taken or proposed to take to rectify these deficiencies.
- e. I have indicated, based in my most recent evaluation, wherever applicable, to the Auditors and the Audit Committee:

- i. significant changes, if any, in internal control over financial reporting during the year;
- ii. significant changes, if any, in the accounting policies during the year and that the same has been disclosed in the notes to the financial statements; and
- iii. instances of significant fraud of which I have become aware and the involvement therein, if any, of the management or an employee having significant role in the Company's internal control system over the financial reporting.

**C.L.Mehra**

**Place: Gurgaon Director**

**Date: 3rd September 2021**

**DECLARATION BY THE DIRECTOR UNDER CLAUSE 49 OF THE LISTING AGREEMENT**

I, C.L. Mehra Director of Enchante Jewellery Limited, hereby declare that all the members of the Board of Directors and the Senior Management Executives have affirmed compliance with the Company's "Code of Conduct for Directors and Senior Management Personnel" for the financial year ended on March 31, 2020.

**C.L.Mehra**

**Place: Gurgaon Director**

**Date: 3rd September 2021**

# Enchanté Jewellery Limited

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**Manoj C. Agarwal & Co.**

**Chartered Accountant**

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**R-32-33, Nand Gram, Ghaziabad-201003 U.P.**

**Tel: 011-22475346**

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## INDEPENDENT AUDITOR'S REPORT

To The Members Of  
Enchante Jewellery Limited.

### I. Report on the Audit of the Standalone Financial Statements

#### 1. Opinion

- A. We have audited the accompanying Standalone Financial Statements of ENCHANTE JEWELLERY LIMITED ("the Company"), which comprise the Balance Sheet as at March 31, 2021, the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Changes in Equity and the Statement of Cash Flows for the year ended on that date, and a summary of the significant accounting policies and other explanatory information (hereinafter referred to as "the Standalone Financial Statements").
- B. In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Standalone 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 Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2021, the profit and total comprehensive income, changes in equity and its cash flows for the year ended on that date

#### 2. Basis for Opinion

We conducted our audit of the Standalone 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 Responsibilities for the Audit of the Standalone 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 independence requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules made there under, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Standalone Financial Statements.

### **3. Key Audit Matters**

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the Standalone Financial Statements of the current period. These matters were addressed in the context of our audit of the Standalone 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.

### **4. Information Other than the Standalone Financial Statements and Auditor's Report Thereon**

- A. The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Management Discussion and Analysis, Board's Report including Annexure to Board's Report, Business Responsibility Report, Corporate Governance and Shareholder's Information, but does not include the Standalone Financial Statements and our auditor's report thereon. Our opinion on the standalone financial statements does not cover the other information and we do not express any form of assurance conclusion thereon
- B. 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 standalone 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.

### **5. Management's Responsibility for the Standalone Financial Statements**

- A. 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 Standalone Financial Statements that give a true and fair view of the financial position, financial performance, total comprehensive income, changes in equity and cash flows of the Company in accordance with the Ind AS and other accounting principles generally accepted in India. This responsibility also includes maintenance of adequate accounting re-

cords in accordance with the provisions of the Act for safeguarding 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 standalone financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

- B. In preparing the Standalone 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 responsible for overseeing the Company's financial reporting process.

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

- A. Our objectives are to obtain reasonable assurance about whether the Standalone 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 Standalone Financial Statements.

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

- i) Identify and assess the risks of material misstatement of the standalone 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.
- ii) 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 with reference to financial statements in place and the operating effectiveness of such controls

- iii) Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management
  - iv) 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 Standalone 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
  - v) Evaluate the overall presentation, structure and content of the Standalone Financial Statements, including the disclosures, and whether the Standalone Financial Statements represent the underlying transactions and events in a manner that achieves fair presentation
- C. Materiality is the magnitude of misstatements in the Standalone Financial Statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the Standalone 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 Standalone Financial Statements.
- D. 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.
- E. 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.
- F. From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the Standalone 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

## II. 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. 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 including Other Comprehensive Income, Statement of Changes in Equity and the Statement of Cash Flow dealt with by this Report are in agreement with the relevant books of account
  - D. In our opinion, the aforesaid standalone financial statements comply with the Ind AS 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 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 with reference to financial statements 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 with reference to financial statements.
  - 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 which would impact its financial position.
  - ii) The Company does not have any long-term contracts including derivative contracts For which there were any material foreseeable losses.
  - iii) There were no amounts which required to be transferred to the Investor Education and Protection Fund by the Company.
2. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government in terms of Section 143(11) of the Act, we give in "Annexure B" a statement on the matters specified in paragraphs 3 and 4 of the Order.

**For MANOJ C. AGARWAL AND CO.  
CHARTERED ACCOUNTANTS  
FRN: 011072C**

**MANOJ AGARWAL  
(Partner)  
(M. No. 400804)**

**Place: U.P.  
Date: 26.08.2021**

## **ANNEXURE TO THE AUDITORS' REPORT**

**The Annexure referred to in our report to the members of ENCHANTE JEWELLERY LIMITED for the year ended 31st March, 2021.**

On the basis of the information and explanation given to us during the course of our audit, we report that:

1. (a) A. whether the company is maintaining proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment;
- B. whether the company is maintaining proper records showing full particulars of intangible assets;
- (b) whether these Property, Plant and Equipment have been physically verified by the management at reasonable intervals; whether any material discrepancies were noticed on such verification and if so, whether the same have been properly dealt within the books of account;
- (c) Whether the title deeds of all the immovable properties (other than properties where the Company is the lessee and the lease agreements are duly executed in favor of the lessee) disclosed in the financial statements are held in the name of the company, if not, provide the details thereof in the format below: -

Description of property	Gross carrying value	Held in The name of	Whether promoter, director or their relative or employee	Period held – indicate range, where appropriate	Reason for not being held in held in the name of the company*
-	-	-	-	-	*also indicate if in dispute

- (d) Whether the Company has revalued its Property, Plant and Equipment (including Right of Use assets) or intangible assets or both during the year and, if so, whether the revaluation is based on the valuation by a Registered valuer; specify the amount of change, if change is 10% or more in the aggregate of the net carrying value of each class of Property, Plant and Equipment or intangible assets not applicable.

- (e) Whether any proceedings have been initiated or are pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder, if so, whether the Company has appropriately disclosed the details in its financial statements not applicable.;
2. (a) whether physical verification of inventory has been conducted at reasonable intervals by the management and whether, in the opinion of the auditor, the coverage and procedure of such verification by the management is appropriate; whether any discrepancies of 10% or more in the aggregate for each class of inventory were noticed and if so, whether they have been properly dealt with in the books of account;
- (b) whether during any point of time of the year, the company has been sanctioned working capital limits in excess of five crore rupees, in aggregate, from banks or financial institutions on the basis of security of current assets; whether the quarterly returns or statements filed by the company with such banks or financial institutions are in agreement with the books of account of the Company, not applicable.
3. whether during the year the company has made investments in, provided any guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or any other parties, if so, -
- (a) whether during the year the company has provided loans or provided advances in the nature of loans, or stood guarantee, or provided security to any other entity [not applicable to companies whose principal business is to give loans], if so, indicate-
- A. the aggregate amount during the year, and balance outstanding at the balance sheet date with respect to such loans or advances and guarantees or security to subsidiaries, joint ventures and associates;
  - B. the aggregate amount during the year, and balance outstanding at the balance sheet date with respect to such loans or advances and guarantees or security to parties other than subsidiaries, joint ventures and associates (GIVEN IN NOTES ON ACCOUNT 31.3)
- (b) whether the investments made, guarantees provided, security given and the terms and conditions of the grant of all loans and advances in the nature of loans and guarantees provided are not prejudicial to the company's interest;

- (c) in respect of loans and advances in the nature of loans whether the schedule of repayment of principal and payment of interest has been stipulated and whether the repayments or receipts are regular;
  - (d) if the amount is overdue, state the total amount overdue for more than ninety days, and the reasonable steps have been taken by the company for recovery of the principal and interest;
  - (e) whether any loan or advance in the nature of loan granted which has fallen due during the year, has been renewed or extended or fresh loans granted to settle the over dues of existing loans given to the same parties, if so, specify the aggregate amount of such dues renewed or extended or settled by fresh loans and the percentage of the aggregate to the total loans or advances in the nature of loans granted during the year [not applicable to companies whose principal business is to give loans] -not applicable.;
  - (f) whether the company has granted any loans or advances in the nature of loans either repayable on demand or without specifying any terms or period of repayment, if so, specify the aggregate amount, percentage thereof to the total loans granted, aggregate amount of loans granted to Promoters, related parties as defined in clause (76) of section 2 of the Companies Act, 2013;  
**(GIVEN IN NOTES ON ACCOUNT 31.3)**
- 4. in respect of loans, investments, guarantees, and security, whether provisions of sections 185 and 186 of the Companies Act have been complied.
  - 5. in respect of deposits accepted by the company or amounts which are deemed to be deposits, whether the directives issued by the Reserve Bank of India and the provisions of sections 73 to 76 or any other relevant provisions of the Companies Act and the rules made thereunder, where applicable, have been complied.
  - 6. whether maintenance of cost records has been specified by the Central Government under sub-section (1) of section 148 of the Companies Act and whether such accounts and records have been so made and maintained not applicable.
  - 7 (a) the company is regular in depositing undisputed statutory dues including Goods and Services Tax, provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues to the appropriate authorities.



- (b) where statutory dues referred to in sub-clause (a) have not been deposited on account of any dispute, then the amounts involved and the forum where dispute is pending shall be mentioned (a mere representation to the concerned Department shall not be treated as a dispute) not applicable.
8. whether any transactions not recorded in the books of account have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961), if so, whether the previously unrecorded income has been properly recorded in the books of account during the year not applicable;
9. (a) whether the company has defaulted in repayment of loans or other borrowings or in the payment of interest thereon to any lender, if yes, the period and the amount of default to be reported as per the format below: -

Nature of borrowing, including debt securities	Name of lender*	Amount not paid on due date	Whether principal or interest	No. of days delay or unpaid	Remarks, if any
NA	*Lender wise details to be provided in case of defaults to banks, financial institutions and Government				

- (b) whether the company is a declared willful defaulter by any bank or financial institution or other lender- not applicable.
- (c) whether term loans were applied for the purpose for which the loans were obtained; if not, the amount of loan so diverted and the purpose for which it is used may be reported- not applicable
- (d) whether funds raised on short term basis have been utilized for long term purposes, if yes, the nature and amount to be indicated; - not applicable
- (e) whether the company has taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, associates or joint ventures, if so, details thereof with nature of such transactions and the amount in each case; - not applicable

- (f) whether the company has raised loans during the year on the pledge of securities held in its subsidiaries, joint ventures or associate companies, if so, give details thereof and also report if the company has defaulted in repayment of such loans raised; - not applicable
10. (a) whether moneys raised by way of initial public offer or further public offer (including debt instruments) during the year were applied for the purposes for which those are raised, if not, the details together with delays or default and subsequent rectification, if any, as may be applicable, be reported; - not applicable
- (b) whether the company has made any preferential allotment or private placement of shares or convertible debentures (fully, partially or optionally convertible) during the year and if so, whether the requirements of section 42 and section 62 of the Companies Act, 2013 have been complied with and the funds raised have been used for the purposes for which the funds were raised, if not, provide details in respect of amount involved and nature of non-compliance; - not applicable
11. (a) whether any fraud by the company or any fraud on the company has been noticed or reported during the year, if yes, the nature and the amount involved is to be indicated; - not applicable
- (b) whether any report under sub-section (12) of section 143 of the Companies Act has been filed by the auditors in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government; - not applicable
- (c) whether the auditor has considered whistle-blower complaints, if any, received during the year by the company; - not applicable
12. (a) whether the Nidhi Company has complied with the Net Owned Funds to Deposits in the ratio of 1: 20 to meet out the liability; - not applicable
- (b) Whether the Nidhi Company is maintaining ten percent unencumbered term deposits as specified in the Nidhi Rules, 2014 to meet out the liability; - not applicable
- (c) whether there has been any default in payment of interest on deposits or repayment thereof for any period and if so, the details thereof; - not applicable

13. whether all transactions with the related parties are in compliance with sections 177 and 188 of Companies Act where applicable and the details have been disclosed in the financial statements, etc., as required by the applicable accounting standards; (GIVEN IN NOTES ON ACCOUNT 31.3)
14. (a) The company has an internal audit system commensurate with the size and nature of its business;  
  
(b) The reports of the Internal Auditors for the period under audit were considered by the statutory auditor;
15. The company has not entered into any non-cash transactions with directors or persons connected with him and the provisions of section 192 of Companies Act have been complied with;
16. (a) whether the company is required to be registered under section 45-IA of the Reserve Bank of India Act, 1934 (2 of 1934) and if so, whether the registration has been obtained; not applicable  
  
(b) whether the company has conducted any Non-Banking Financial or Housing Finance activities without a valid Certificate of Registration (CoR) from the Reserve Bank of India as per the Reserve Bank of India Act, 1934; not applicable  
  
(c) whether the company is a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India, if so, whether it continues to fulfil the criteria of a CIC, and in case the company is an exempted or unregistered CIC, whether it continues to fulfil such criteria; not applicable  
  
(d) whether the Group has more than one CIC as part of the Group, if yes, indicate the number of CICs which are part of the Group; not applicable
17. Whether the company has incurred cash losses in the financial year and in the immediately preceding financial year, if so, state the amount of cash losses; not applicable
18. whether there has been any resignation of the statutory auditors during the year, if so, whether the auditor has taken into consideration the issues, objections or concerns raised by the outgoing auditors; not applicable
19. on the basis of the financial ratios, ageing and expected dates of realisation of

# Enchanté Jewellery Limited

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financial assets and payment of financial liabilities, other information accompanying the financial statements, the auditor's knowledge of the Board of Directors and management plans, whether the auditor is of the opinion that no material uncertainty exists as on the date of the audit report that company is capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date;

20. (a) whether, in respect of other than ongoing projects, the company has transferred unspent amount to a Fund specified in Schedule VII to the Companies Act with in a period of six months of the expiry of the financial year in compliance with second proviso to sub-section (5) of section 135 of the said Act; not applicable
- (b) whether any amount remaining unspent under sub-section (5) of section 135 of the Companies Act, pursuant to any ongoing project, has been transferred to special account in compliance with the provision of sub-section (6) of section 135 of the said Act; not applicable
21. There have not been any qualifications or adverse remarks by the respective auditors in the Companies (Auditor's Report) Order (CARO) reports of the companies included in the consolidated financial statements.

**For MANOJ C. AGARWAL AND CO.**  
**CHARTERED ACCOUNTANTS**  
**FRN: 011072C**

**MANOJ AGARWAL**  
**(Partner)**  
**(M. No. 400804)**

**Place: U.P.**  
**Date: 26.08.2021**

# ENCHANTE JEWELLERY LIMITED

REGD OFF: PLOT NO 3&4, UDOYG VIHAR, PHASE-4, GURUGRAM, HARYANA-122015

## STANDALONE BALANCE SHEET AS AT 31ST MARCH 2021

Particulars	Note No.	As at 31.03.2021		As at 31.03.2020	
<b>I. ASSETS</b>					
<b>1 Non-current assets</b>					
(a) Property, Plant and equipment	3	8,954,442.00		9,677,779.96	
(b) Capital work-in-progress		-		-	
(c) Other Intangible assets		-		-	
(d) Intangible Assets under Development		-		-	
(e) Financial Assets		-		-	
(i) Investments		-		-	
(ii) Others	4	1,767,213.00		581,927.00	
(f) Other Non Current assets	5	3,995,858.26	14,717,513.26	3,360,037.26	13,619,744.22
<b>2 Current assets</b>					
(a) Inventories	6	15,714,732.00		15,714,732.00	
(b) Financial Assets	7				
(i) Investments					
(ii) Trade Receivables	7.1	12,066.78		12,067.00	
(iii) Cash and cash equivalents	7.2	2,066,334.84		565,691.00	
(c) Current Tax Assets( Net)	8	8,133,809.27		7,444,847.78	
(d) Other Current assets	9	114,054.00	26,040,996.89	114,054.00	23,851,391.78
<b>Total Assets</b>			<b>40,758,510.15</b>		<b>37,471,136.00</b>
<b>II. EQUITY AND LIABILITIES</b>					
<b>1 Equity</b>					
(a) Equity Share Capital	10	71,733,000.00		71,733,000.00	
(b) Other Equity	11	-62,941,895.53	8,791,104.47	-64,845,183.00	6,887,817.00
<b>2 Liabilities</b>					
<b>Non-current liabilities</b>					
(a) Financial Liabilities	12				
(i) Borrowing	12.1	30,082,287.00		28,260,144.00	
(b) Provisions		-		-	
(c) Deferred Tax Liability (Net)	13	64,209.00		124,525.00	
		-	30,146,496.00		28,384,669.00
<b>4 Current liabilities</b>					
(a) Financial Liabilities	14				
(i) Borrowing					
(ii) Trade payables	14.1	659,520.68		940,547.00	
(ii) Others	14.2	195,502.00		146,400.00	
(b) Other Current liabilities	15	934,116.00		1,079,932.00	
(c) Provisions	16	31,771.00		31,771.00	
(d) Current Tax liability (Net)		-	1,820,909.68	-	2,198,650.00
<b>Total Equity and Liabilities</b>			<b>40,758,510.15</b>		<b>37,471,136.00</b>

General Information 1  
Summary of Significant Accounting Policies 2  
The Notes are an integral part of these financial statements

3 to 33

As per our Report of even date attached

FOR & ON BEHALF OF THE BOARD

For MANOJ C. AGARWAL AND CO.

Chartered Accountants  
FRN: 011072C

CHARANJIT LAL MEHRA  
Director  
DIN: 02132465

LATA RANI MEHRA  
Director  
DIN: 07172171

CA MANOJ AGARWAL  
(Partner)  
M.NO.:400804

MAMTA JOLLY  
Company Secretary  
PAN: AFPPJ9191P

PLACE: UTTAR PRADESH  
Date: 26.08.2021

**ENCHANTE JEWELLERY LIMITED**

REGD OFF: PLOT NO 3&4, UDOYG VIHAR, PHASE-4, GURUGRAM, HARYANA-122015  
STANDALONE STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH, 2021

		(C in Rs)	
Particulars	Note No.	Year ended 31.03.2021	Year ended 31.03.2020
I. <b>Revenue :</b>			
II. <b>Revenue :</b>		-	-
Other income	17	10,040,144.00	9,894,456.00
III. <b>Total Income (I + II)</b>		<b>10,040,144.00</b>	<b>9,894,456.00</b>
IV. <b>Expenses:</b>			
Cost of Material Consumed	18	-	-
Purchase of Stock-in-Trade	19	-	-
Changes in Inventories of finished goods, work-in-progress and Stock-in-Trade	20	-	-
Excise duty on Goods			
Manufacturing & Direct Expenses		-	-
Employee Benefit Expenses	21	3,501,374.00	4,580,632.00
Finance Costs	22	2,182,607.00	2,279,635.00
Depreciation and Amortization Expense	23	736,812.00	738,765.00
Other Expenses	24	1,776,379.89	3,513,227.00
<b>Total Expenses (IV).</b>		<b>8,197,172.89</b>	<b>11,112,259.00</b>
V. <b>Profit/loss Before exceptional items and Tax (I - IV)</b>		<b>1,842,971.11</b>	<b>-1,217,803.00</b>
VI. Exceptional items		-	-
VII. Profit/(Loss) before tax (V - VI)		<b>1,842,971.11</b>	<b>-1,217,803.00</b>
VIII. Tax expense:	25		
(1) Current tax			
- For the year		-	-
- For earlier years		-	-
(2) Deferred tax (net)		60,316.00	(56,361.00)
Total Tax Expense (VIII)		60,316.00	-56,361.00
IX. <b>Profit/(loss) for the period from continuing operation (VII - VIII)</b>		<b>1,903,287.11</b>	<b>-1,161,442.00</b>
X Profit/(loss) from discontinued operations		-	-
XI Tax Expense of discontinued operations		-	-
XII Profit/(loss) from discontinued operations (after tax) (X-XI)		-	-
XIII <b>Profit/(loss) for the period (IX+XII)</b>		<b>1,903,287.11</b>	<b>-1,161,442.00</b>
XIV <b>Other Comprehensive Income</b>			
<b>Items that will not be reclassified to profit and loss</b>			
Remeasurement gains (losses) on defined benefit plans		-	-
Income tax effect on Remeasurement gains (losses) on defined benefit plans			
XV <b>Total Comprehensive Income for the period (XIII +XIV) (Comprehensive profit and other comprehensive income for the period)</b>		<b>1,903,287.11</b>	<b>-1,161,442.00</b>
XVI Earnings Per Equity Share:	26		
(For Continuing Operation)			
(1) Basic		0.27	-
(2) Diluted		0.27	-
XVII Earnings Per Equity Share:			
(For discontinuing Operation)			
(1) Basic			-
(2) Diluted			-
XVIII Earnings Per Equity Share:			
(For discontinued and continuing Operation)			
(1) Basic		0.27	-
(2) Diluted		0.27	-

General Information

1

Summary of Significant Accounting Policies

2

The Notes are an integral part of these financial statements

3 to 33

As per our Report of even date attached

FOR & ON BEHALF OF THE BOARD

For MANOJ C.AGARWAL AND CO.

Chartered Accountants

FRN: 011072C

CHARANJIT LAL MEHRA

Director

DIN: 02132465

LATA RANI MEHRA

Director

DIN: 07172171

CA MANOJ AGARWAL

(Partner)

M.No.: 400804

MAMTA JOLLY

Company Secretary

PAN: AFPPJ9191P

PLACE: UTTAR PRADESH

DATE: 26.08.2021

**ENCHANTE JEWELLERY LIMITED**

REGD OFF: PLOT NO 3&4, UDOYG VIHAR, PHASE-4, GURUGRAM, HARYANA-122015  
CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2021

(' in Rs.)

Particulars	Year ended 31.03.2021	Year ended 31.03.2020
<b>A. CASH FLOW FROM OPERATING ACTIVITIES</b>		
Net Profit before income tax & extraordinary items	1,842,971.11	(1,217,803.00)
<b>Adjustments for</b>		
Depreciation	736,811.56	738,764.56
(Profit) / Loss on sale of fixed assets	-	-
Interest received	-	-
Interest paid	-	-
(Profit)/Loss of sale of Investments (Profit)	(160,688.00)	-
Effect of Exchange differences on translation of Foreign Currency	-	-
	<b>576,123.56</b>	<b>738,764.56</b>
<b>Operating Profit before working Capital Changes</b>	<b>2,419,094.67</b>	<b>(479,038.44)</b>
<b>Adjustments for</b>		
(Increase)/Decrease in Trade Receivables	0.65	(12,066.78)
(Increase)/Decrease in Inventories	-	-
(Increase)/Decrease in Non-Current Financial Assets Loans	(1,185,286.00)	-
(Increase)/Decrease in Other Non Current assets	(635,821.00)	(1,214,026.00)
Decrease / (Increase) in Other current financial asset	-	-
Decrease / (Increase) in Other Current assets	(688,961.49)	(383,209.00)
(Decrease) / Increase in Long term Provisions	-	-
(Decrease) / Increase in Current Trade Payables	(281,026.32)	145,935.28
(Decrease) / Increase in Other financial Liability	49,102.00	(271,744.00)
(Decrease) / Increase in Other Liabilities	(145,816.00)	136,862.00
(Decrease) / Increase in Short term Provisions	-	-
(Decrease) / Increase in Income Tax Provisions	-	-
	<b>(2,887,808.16)</b>	<b>(1,598,249)</b>
<b>Cash generated from operations</b>	<b>(468,713.49)</b>	<b>(2,077,287)</b>
<b>NET CASH FROM OPERATING ACTIVITIES</b>	<b>(468,713.49)</b>	<b>(2,077,287)</b>
<b>B. CASH FLOW FROM INVESTING ACTIVITIES</b>		
Net Investment in Shares & Units	-	-
Addition to fixed assets (Project)	(13,474.00)	(625,334.00)
Proceeds from sale of fixed assets	-	-
(Profit)/Loss of sale of Investments (Profit)	160,688.00	-
Interest received	-	-
Decrease / (Increase) in Bank Balance other than those taken to Cash and Cash Equivalent	-	-
<b>NET CASH FROM INVESTING ACTIVITIES</b>	<b>147,214.00</b>	<b>(625,334.00)</b>
<b>C. CASH FLOW FROM FINANCING ACTIVITIES</b>		
Net Proceed/Repayment of borrowings	1,822,143.00	1,627,782.00
Dividend paid	-	-
Dividend Distribution tax paid	-	-
Interest paid	-	-
<b>NET CASH FROM FINANCING ACTIVITIES</b>	<b>1,822,143.00</b>	<b>1,627,782.00</b>
<b>D. Effect of Exchange differences on translation of Foreign Currency</b>	<b>-</b>	<b>-</b>
<b>Net increase/(Decrease) in cash &amp; cash equivalents (A+B+C+D)</b>	<b>1,500,643.51</b>	<b>(1,074,838.94)</b>
<b>Cash and cash equivalents as at 01.04.2020</b>	<b>565,691.00</b>	<b>1,640,529.83</b>
<b>Cash and cash equivalents as at 31.03.2021</b>	<b>2,066,334.51</b>	<b>565,691.00</b>

As per our Report of even date attached

FOR & ON BEHALF OF THE BOARD

For MANOJ C.AGARWAL AND CO.  
Chartered Accountants  
FRN: 011072C

**CHARANJIT LAL MEHRA**  
Director  
DIN: 02132465

**LATA RANI MEHRA**  
Director  
DIN: 07172171

**CA MANOJ AGARWAL**  
(Partner)  
M.No.: 400804

PLACE: UTTAR PRADESH  
DATE: 26.08.2021

**MAMTA JOLLY**  
Company Secretary  
PAN: AFPPJ9191P

# Enchanté Jewellery Limited

ENCHANTE JEWELLERY LIMITED			
STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31st MARCH, 2021			
A. Equity share capital			
Particulars	Number of shares	Amount ( ' in Rs)	
Balance as at April 1, 2020	7,173,300	71,733,000.00	
Issue of equity shares capital during the year	-	-	
Balance as at March 31, 2021	7,173,300	71,733,000.00	
B. Other Equity			Amount ( ' in Rs)
Particulars	Reserves & Surplus		Total
	General Reserve	Retained Earnings	
Balance at the beginning of the year	-	-64,845,183.00	-64,845,183.00
Changes in accounting policy or prior period errors	-	-	-
Restated balance at the beginning of the year	-	-64,845,183.00	-64,845,183.00
Profit for the year	-	1,903,287.11	1,903,287.11
Other Comprehensive Income for the year (net of income tax)	-	-	-
Total Comprehensive Income for the year	-	1,903,287.11	1,903,287.11
Payment of dividend on equity shares	-	-	-
Payment of dividend tax on dividend paid to equity shares	-	-	-
Transfer to general reserves	-	-	-
Balance at the end of the year	-	-62,941,895.89	-62,941,895.89
As per our Report of even date attached		FOR & ON BEHALF OF THE BOARD	
For MANOJ C.AGARWAL AND CO. Chartered Accountants FRN: 011072C		CHARANJIT LAL MEHRA Director DIN: 02132465	LATA RANI MEHRA Director DIN: 07172171
CA MANOJ AGARWAL (Partner) M.No.: 400804		MAMTA JOLLY Company Secretary PAN: AFPPJ9191P	
PLACE: UTTAR PRADESH DATE: 26.08.2021			



# Enchanté Jewellery Limited

## ENCHANTE JEWELLERY LIMITED

### STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31st MARCH, 2020

#### A. Equity share capital

Particulars	Number of shares	Amount (‘ in Rs)
Balance as at April 1, 2019	7,173,300.00	71,733,000.00
Issue of equity shares capital during the year	-	-
<b>Balance as at March 31, 2020</b>	<b>7,173,300.00</b>	<b>71,733,000.00</b>

#### B. Other Equity

Particulars	Reserves & Surplus		Amount (‘ in Rs)
	General Reserve	Retained Earnings	Total
Balance at the beginning of the year	-	-63,683,741.44	-63,683,741.44
Changes in accounting policy or prior period errors	-	-	-
<b>Restated balance at the beginning of the year</b>	<b>-</b>	<b>-63,683,741.44</b>	<b>-63,683,741.44</b>
Profit for the year	-	-1,161,442.00	-1,161,442.00
Other Comprehensive Income for the year (net of income tax)	-	-	-
<b>Total Comprehensive Income for the year</b>	<b>-</b>	<b>-1,161,442.00</b>	<b>-1,161,442.00</b>
Payment of dividend on equity shares	-	-	-
Payment of dividend tax on dividend paid to equity shares	-	-	-
Transfer to general reserves	-	-	-
<b>Balance at the end of the year</b>	<b>-</b>	<b>-64,845,183.44</b>	<b>-64,845,183.44</b>

As per our Report of even date attached

FOR & ON BEHALF OF THE BOARD

For MANOJ C.AGARWAL AND CO.

Chartered Accountants  
FRN: 011072C

CHARANJIT LAL MEHRA

Director  
DIN: 02132465

LATA RANI MEHRA

Director  
DIN: 07172171

CA MANOJ AGARWAL

(Partner)  
M.No.: 400804

PLACE: UTTAR PRADESH

DATE: 26.08.2021

MAMTA JOLLY  
Company Secretary  
PAN: AFPPJ9191P

## Enchante Jewellery Limited

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2021

#### General Information

Enchante Jewellery Limited is a public limited company and listed with the Bombay Stock Exchange domiciled in India and was incorporated on March 11, 1986 for the business of manufacturing and trading of the gold, diamond and other ornaments. But presently there is no activities is done in the company and company has only rental and maintenance income. Presently status of company is delisted the exchange. Now directors of the company is coming upfront to get it listed again.

The address of its registered office is Plot No 3-4, Phase-IV, Udyog Vihar , Gurgram-122015,Haryana

#### 2. Basis of Preparation

##### 2.1 Statement of Compliance

The financial statements for year ended March 31, 2021 is prepared in accordance with Indian Accounting Standards (Ind-AS) notified under section 133 of the Companies Act 2013 as companies (Indian Accounting Standards) Rules, 2015 and Companies (Indian accounting standards) Amendment Rules 2017.

For all periods up to and including the year ended 31 March 2021, the company prepared its financial statements in accordance with accounting standards notified under the section 133 of the Companies Act 2013 (Indian GAAP).

##### 2.2 Basis of Measurement

The financial statements have been prepared under the historical cost convention and on an accrual basis.

(a) Certain financial assets and liabilities measured at fair value.

##### 2.3 Use of Estimates and Judgement

The preparation of financial statements in conformity with Ind AS requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, disclosure of contingent assets and liabilities at the date of financial statements and the reported amount of income and expenses. Examples of such estimates includes future obligations under employee retirement benefit plans and estimated useful life of property, plant and equipment, Employee benefit expenses, provisions etc. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on a periodic basis. Future results could differ due to changes in these estimates and difference between the actual result and the estimates are recognised in the period in which the results are known /materialized.

## 2.4 Statement of Cash Flow

Cash flows are reported using the indirect method, whereby profit / (loss) before tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Company are segregated based on the available information.

For the purposes of the cash flow statement, cash and cash equivalents include cash in hand, cash at banks and demand deposits with banks, net of outstanding bank overdrafts that are repayable on demand which are considered part of the Company's cash management system.

### Amendment to Ind-AS7

Effective April1, 2017, the company has adopted the amendment to Ind-AS 7, which require the entities to provide disclosures that enable users of financial Statements to evaluate changes in liabilities arising from financing activities, including both changes arising from cash flows and non-cash changes, suggesting inclusion of a reconciliation between the opening and closing balances in the Balance Sheet for liabilities arising from financing activities, to meet the disclosure requirement. The adoption of amendment did not have any material effect on the financial statements.

## 2.5 Functional and Presentation Currency

Items Included in the Financial Statements are measured using the currency of primary economic environment in which the Company operates (Functional Currency) The financial statements are presented in Indian Rupee (INR), which is functional as well as presentation currency of company.

## 2.6 Property, Plant and Equipment

Property, plant and equipment are measured at cost less accumulated depreciation and impairment losses, if any. Cost of asset includes the following:

- (a) Cost directly attributable to the acquisition of the assets
- (b) Present value of the estimated costs of dismantling & removing the items & restoring the site on which it is located if recognition criteria are met.

# Enchanté Jewellery Limited

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Cost of replacement, major inspection, repair of significant parts is capitalized if the recognition criteria are met. An item of property, plant and equipment is derecognized upon disposal or when no future economic benefits are expected to arise from continued use of assets. Any gain or loss arising on disposal or retirement of an item of property, plant and equipment is determined as the difference between the sale proceeds and the carrying amount of the asset and is recognised in statement of profit or loss.

As per management estimate there is no decommissioning, restoration or similar liabilities on its property, plant and equipment hence, no adjustment in has been made in this regard.

## Depreciation

- (a) Depreciation on Property, plant and Equipment is provided on Written down value method (WDV) over the useful life of the assets as specified in Schedule II of the Companies Act, 2013.
- (b) Each part of an item of Property, Plant and Equipment is depreciated separately if the cost of part is significant in relation to the total cost of the item and useful life of that part is different from the useful life of remaining asset.

The estimated useful life of assets for current and comparative period of significant items of property plant and equipment are as follows:

Particulars	Useful Life (Years)
Plant and Machinery	15
Computers	3
Office Equipment's	10
Building	30
Furniture and fixtures	10

- c) Depreciation methods, useful lives and residual values are reviewed at each reporting date. In the case of revision, the unamortised depreciable amount is depreciated on a prospective basis.
- d) Each part of an item of Property, Plant and Equipment is depreciated separately if the cost of that part is significant in relation to the total cost of the item and useful life of that part is different from the useful life of asset.

## 2.7 Intangible Assets

There is no Intangible assets exists in the company.

## 2.8 Investment Property

- a) Investment Properties are stated at cost, net of accumulated depreciation and accumulated impairment losses, if any.
- b) The company depreciates building component of investment property over the life described in schedule II of companies Act 2013 from the date of original purchase.
- c) Investment properties are derecognised either when they have been disposed of or when they are permanently withdrawn from use and no future economic benefit is expected from their disposal. Difference between the net disposal proceeds and the carrying amount of the asset is recognised in profit or loss in the period of de-recognition.

## 2.9 Inventory

- a) The consumption of raw materials is net of Cenvat Credit availed. Items of inventories are measured after providing for obsolescence, if any.
- b) Raw Material has been valued at lower of cost or net realizable value. All materials are valued on the basis of FIFO. In the case of finished goods cost comprises material, labour and factory overheads. And Finished Goods is valued at weighted Average cost method.

## 2.10 Provisions

Provisions are recognized in respect of liabilities which can be measured only by using a substantial degree of estimates when The Company has a present obligation as a result of a past event, Probable outflow of resources embodying economic benefits will be required to settle the obligation; and The amount of the obligation can be reliably estimated. Provisions are reviewed at each Balance Sheet date.

Where the effect of the time value of money is material the amount of a provision shall be the present value of the expenditure expected to be required to settle the obligation.

## 2.11 Revenue Recognition

- a) During the year under consideration there is Nil sale .
- b) The company follows the accrual System of Accounting and on assumptions of an ongoing concern. Revenue is recognized only when it can be reliably measured.
- c) In case of other income revenue is measured at the fair value of the consideration received or receivable.  
Rental and maintenance income is recognised on accrual basis.

## 2.12 Impairment of Non-Financial Assets

In accordance with IND AS-36 Impairment of Assets, the carrying amounts of Company's assets are reviewed at each Balance Sheet date to determine whether there is any indication of impairment.

An asset is treated as impaired when the carrying cost of assets exceeds its recoverable value and impairment loss is charged to the Statement of Profit & Loss in the year in which an asset is identified as impaired.

## 2.15 Employee Benefits

### a) Short Term Employee Benefits:

There is no benefit is given to employees excepts salary and staff welfare, so acturial valuation is not required.

### b) Long Term Employee Benefits:

There is no benefit is given to employees excepts salary and staff welfare, so acturial valuation is not required.

## 2.16 Taxes

### a) Current Income tax

Current tax is measured at the amount expected to be paid to the tax authorities using the applicable tax rates

Current income tax assets and liabilities for current and prior periods are measured at the amount expected to be recovered from or paid to the taxation authorities. Liability for additional taxes, if any, is provided / paid as and when assessments are completed. But during the yer no tax liability arised, du to loss in the company.

### b) Deferred Tax

Deferred income tax assets and liabilities are recognized for temporary differences which is computed using the tax rates and tax laws that have been enacted or substantively enacted at the reporting date.

Deferred income tax asset are recognized to the extent that it is probable that taxable profit will be available against which the deductible temporary differences, and the carry forward of unused tax credits and unused tax losses can be utilized.

The carrying amount of deferred income tax assets is reviewed at each reporting 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 income tax asset to be utilized.

Minimum Alternative Tax credit is recognised as an asset only when and to the extent there is convincing evidence that the company will pay normal income tax during the specified period. Such asset is reviewed at each Balance Sheet date and the carrying amount of the MAT credit asset is written down to the extent there is no longer a convincing evidence to the effect that the Company will pay normal income tax during the specified period.

## 2.17 Earning Per Share

“Basic 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. The weighted average number of equity shares outstanding during the period are adjusted for events of bonus issue and share split. For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares.

## 2.18 Contingent Liabilities and Contingent Assets

- a) Contingent Liabilities are disclosed in either of the following cases:
  - (i) A present obligation arising from a past event, when it is not probable that an outflow of resources will be required to settle the obligation; or
  - (ii) A reliable estimate of the present obligation cannot be made; or
  - (iii) A possible obligation, unless the probability of outflow of resource is remote.”
- b) Contingent Liability is net of estimated provisions considering possible outflow on settlement.

## 2.19 Fair Value Measurement

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

- i. in the principal market for the asset or liability, or
- ii. In the absence of a principal market, in the most advantageous market for the asset or liability. The principal or the most advantageous market must be accessible to the company. The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest. The company uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximizing the use of relevant observable

inputs and minimizing the use of unobservable inputs.

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

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

## 2.20 Dividend to Equity Shareholders

There is no dividend is declared and paid by the company.

## 2.21 Financial Instruments

### “Initial recognition and measurement

Financial assets and liabilities are recognized when the Company becomes a party to the contractual provisions of the instrument. All financial assets and liabilities are initially recognized at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities, that are not at fair value through profit or loss, are added to or deducted from the fair value measured on initial recognition of financial asset or financial liability.

### a) Subsequent measurement

### Financial Assets

Financial assets are classified in following categories:

### a) At Amortized Cost

A financial asset shall be measured at amortised cost if both of the following conditions are met:

- (i) the financial asset is held within a business model whose objective is to hold financial assets in order to collect contractual cash flows and
- (ii) The contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding. Financial assets measured at amortised cost using effective interest rate method less impairment if any. The EIR amortisation is included in finance income in the statement of profit and loss.”



## **b) At fair value through Other Comprehensive Income(FVTOCI)**

A debt instrument' is classified as at the FVTOCI if both of the following criteria are met:

- The objective of the business model is achieved both by collecting contractual cash flows and selling the financial assets, and
- The asset's contractual cash flows represent SPPI. Debt instruments included within the FVTOCI category are measured initially as well as at each reporting date at fair value. Fair value movements are recognised in the other comprehensive income (OCI). However, the company recognizes interest income, impairment losses & reversals and foreign exchange gain or loss in the P&L. On de-recognition of the asset, cumulative gain or loss previously recognised in OCI is reclassified from the equity to P&L. Interest earned is recognised using the EIR method.

## **c) "At Fair Value Through Profit and Loss**

FVTPL is a residual category for financial Assets. Any financial assets, which does not meet the criteria for categorization as at amortized cost or as FVTOCI, is classified as at FVTPL. In addition, the company may elect to designate financial asset, which otherwise meets amortized cost or FVTOCI criteria, as at FVTPL. If doing so reduces or eliminates a measurement or recognition inconsistency. The company has not designated any financial asset as at FVTPL. Financial assets included within the FVTPL category are measured at fair value with all changes recognised in the P&L.

## **Financial liabilities**

### **a) Financial liabilities at Amortized Cost**

Financial liabilities at amortised cost represented by trade and other payables, security deposits and retention money are initially recognised at fair value, and subsequently carried at amortized cost using the effective interest rate method."

### **b) Financial liabilities at FVTPL**

The company has not designated any financial liabilities at FVTPL."

## **c. Derecognition**

## **Financial Asset**

A financial asset (or, where applicable, a part of a financial asset or part of a group of similar financial assets) is derecognised only when the contractual rights to the cash flows from the asset expires or it transfers the financial assets and substantially all risks and rewards of the ownership of the asset. Financial Liability A financial liability is derecognised when the obligation under the liability is discharged or cancelled or expires. When an existing financial liability is replaced by another from the same

lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as a de-recognition of the original liability and the recognition of a new liability, and the difference in the respective carrying amounts is recognised in the income statement.

#### **d) Impairment of financial assets:**

Company applies expected credit loss (ECL) model for measurement and recognition of impairment loss. The Company follows 'simplified approach' for recognition of impairment loss allowance on trade receivable. The application of simplified approach does not require the Company to track changes in credit risk. Rather, it recognises impairment loss allowance based on lifetime ECLs at each reporting date, right from its initial recognition. Company assesses on a forward-looking basis the expected credit losses associated with its assets carried at amortised cost and FVTOCI debt instruments. The impairment methodology applies on whether there has been significant increase in credit risk.

ECL impairment loss allowance (or reversal) recognised during the period is recognised as income/expense in the statement of profit and loss.

## **2.22 Non Current Assets held for Sale**

Non-current assets (or disposal groups) are classified as assets held for sale when their carrying amount is to be recovered principally through a sale transaction and a sale is considered highly probable. The sale is considered highly probable only when the asset or disposal group is available for immediate sale in its present condition, it is unlikely that the sale will be withdrawn and sale is expected within one year from the date of the classification. Disposal groups classified as held for sale are stated at the lower of carrying amount and fair value less costs to sell. Property, plant and equipment and intangible assets are not depreciated or amortised once classified as held for sale. Assets and liabilities classified as held for sale are presented separately in the statement of financial position.

If the criteria stated by IND AS 105 "Non-current Assets Held for Sale and Discontinued Operations" are no longer met, the disposal group ceases to be classified as held for sale. Non-current asset that ceases to be classified as held for sale are measured at the lower of (i) its carrying amount before the asset was classified as held for sale, adjusted for depreciation that would have been recognized had that asset not been classified as held for sale, and (ii) its recoverable amount at the date when the disposal group ceases to be classified as held for sale.

## **2.23 Events Occuring after Balance Sheet Date**

Events occurring after Balance Sheet date are considered in the preparation of financial statements in accordance with Ind AS 10 (Contingencies and Events Occurring After Balance Sheet Date).

## 2.24 Other Points

- \* A case is lodged by Triple A Engineering Pvt Ltd against our company, in this regard high court, Delhi has directed to deposit an amount of Rs. 1185286 and company has deposited the same.
- \* Loan given to Ashrika Properties Pvt Ltd of Rs. 21,05,900 on which interest is charged @9% p.a.

# Enchanté Jewellery Limited

Note: - 3

Property, Plant and equipment

Particulars	Amount (₹ in RS.)								
	Land	Building	Plant & Machinery	Furniture & Fixtures	Office Equipments	Computers	Vehicles	R&D Equipments	Total
<b>Cost or deemed cost</b>									
At 31st March 2020	2,421,177.00	13,949,728.00	-	9,879,841.00	1,383,429.00	12,065.00	-	-	27,646,240.00
Additions	-	-	-	-	13,474.00	-	-	-	13,474.00
Disposals/Adjustments	-	-	-	-	-	-	-	-	-
At 31st March 2021	2,421,177.00	13,949,728.00	-	9,879,841.00	1,396,903.00	12,065.00	-	-	27,659,714.00
<b>Depreciation and impairment</b>									
At 31st March 2020	-	9,393,735.04	-	7,754,675.00	811,224.00	8,826.00	-	-	17,968,460.00
Depreciation charge for the year	-	152,170.00	-	394,202.00	188,397.00	2,043.00	-	-	736,812.00
Disposals/Adjustments	-	-	-	-	-	-	-	-	-
At 31st March 2021	-	9,545,905.04	-	8,148,877.00	999,621.00	10,869.00	-	-	18,705,272.00
<b>Net book value</b>									
At 31st March 2021	2,421,177.00	4,403,822.96	-	1,730,964.00	397,282.00	1,196.00	-	-	8,954,442.00
At 31st March 2020	2,421,177.00	4,555,992.96	-	2,125,166.00	572,205.00	3,239.00	-	-	9,677,780.00

Note - 3.1 Company has adopted to continue with carrying value of its Property, Plant & Equipment's as recognized in the financial statements as at the date of transition to Ind AS measured as per previous GAAP.

## Financial Assets

Note:- 4 Others

Particulars	31.03.2021	31.03.2020
Security Deposits	581,927	581,927
Other Deposit	1185286	
<b>Total</b>	<b>1,767,213</b>	<b>581,927</b>

Note: - 5 Other Non Current assets

Particulars	31.03.2021	31.03.2020
<b>Other Advances</b>		
Ashrika Properties Pvt Ltd.	2254537	1605900
Barkha Exports Limited	159445	123307
Mehrasons Jewellers Pvt Ltd.	797640	773922
Naraini Gems & Investment Ltd.	376763	335345
Vidhata Properties Pvt Ltd.	112473	88755
Aradhana Mehra	200000	50000
Pawan Mehra	-	287808
Jaguar Estate (P) Ltd.	95000	95000
<b>Total</b>	<b>3,995,858</b>	<b>3,360,037</b>

<b>Note: - 6 Inventories</b>		
<b>Particulars</b>	<b>31.03.2021</b>	<b>31.03.2020</b>
Raw Materials and others	10,648,642	10,648,642
Work-in-Progress	-	-
Finished Goods	5,066,090	5,066,090
<b>Total</b>	<b>15,714,732</b>	<b>15,714,732</b>
<b>7. Financial Assets</b>		
<b>Note:- 7.1 Trade Receivables</b>		
<b>Particulars</b>	<b>31.03.2021</b>	<b>31.03.2020</b>
Sundry Debtors	12067	12067
	-	-
	<b>12067</b>	<b>12067</b>
<b>Note:- 7.2 Cash and Cash Equivalent</b>		
<b>Particulars</b>	<b>31.03.2021</b>	<b>31.03.2020</b>
Cash in Hand	2,016,661	349,352
Cheque in Hand		-
<b>Balances with banks:-</b>		
Axis Bank	1,310	3,906
Corporation Bank GK-II	-	-
SBI Gurgaon	48,364	212,433
<b>Total</b>	<b>2,066,335</b>	<b>565,691</b>
<b>Note: - 8</b>		
<b>Current Tax Asset and Liability</b>		
<b>Particulars</b>	<b>31.03.2021</b>	<b>31.03.2020</b>
<b>Current tax Assets</b>		
Advance Income Tax	3,278,380	3,278,380
TDS Recoverable (F/Y 2014-15)	66,662	66,662
TDS Recoverable (F/Y 2015-16)	1,016,663	1,016,663
TDS Recoverable (F/Y 2016-17)	647,591	647,591
TDS Recoverable (F/Y 2018-19)	293,565	293,565
MAT Tax Receivable	1,272,403	1,272,403
TDS Recoverable (F-Y 19-20)	869,583	869,584
TDS Recoverable (F-Y 20-21)	688,962	
	<b>8,133,809.27</b>	<b>7,444,847.78</b>
		-
<b>Current tax Liability</b>		
Provision for Income Tax ( Net of advance tax & TDS)	-	-
<b>Note: - 9</b>		
<b>Other Current Assets</b>		
<b>Particulars</b>	<b>31.03.2021</b>	<b>31.03.2020</b>
<b>Others</b>		
HVAT Recoverable (07-08)	18,015	18,015
HVAT Recoverable (08-09)	96,039	96,039
<b>Total</b>	<b>114,054</b>	<b>114,054</b>

# Enchanté Jewellery Limited

Note: - 10

## Equity Share capital

(` in Rs.)

Particulars	As at 31.03.2021	As at 31.03.2020
<b>Authorised share capital</b>		
1,20,00,000 Equity shares of `10/- each (31.03.2020: 1,20,00,000 Equity Share of `10/- each, 01.04.2019: 1,20,00,000 Equity Share of `10/- each)	120,000,000.00	120,000,000.00
	<b>120,000,000.00</b>	<b>120,000,000.00</b>
<b>Issued/Subscribed and Paid up Capital</b>		
71,73,300 Equity shares of `10/- each (31.03.2020: 71,73,300 Equity Share of `10/- each, 01.04.2019: 71,73,300 Equity Share of `10/- each)	71,733,000.00	71,733,000.00
	<b>71,733,000.00</b>	<b>71,733,000.00</b>

## Note :10.1 Details of shareholder holding more than 5% in the company

Name of the shareholder	As at 31.03.2021		As at 31.03.2020	
	No in Shares	% holding in the class	No in Shares	% holding in the class
Barkha Exports Ltd.	2,145,000	29.90	2,145,000	29.90
Mehrasons Jewellers Pvt Ltd.	500,000	6.97	500,000	6.97
Naraini Gems & Investment Ltd.	379,400	5.29	379,400	5.29
<b>Total</b>	<b>3,024,400</b>	<b>42.16</b>	<b>3,024,400</b>	<b>42.16</b>

## 1. Rights, Preferences and Restrictions attaching to shares

Equity Shares: The Company has one class of Equity Shares having a par value of `10 per share. Each shareholder is eligible for one vote per share held. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company after distribution of all preferential amounts, in proportion to their shareholding.

## Note :-10.2 Reconciliation of the number of equity shares and share capital

Particulars	As at 31.03.2021		As at 31.03.2020	
	No of shares	(` in Rs.)	No of shares	(` in Rs.)
Issued/Subscribed and Paid up equity Capital outstanding at the beginning of the year	7,173,300	71,733,000.00	7,173,300	71,733,000.00
Add: Shares Issued during the year	-	-	-	-
<b>Issued/Subscribed and Paid up equity Capital outstanding at the end of the year</b>	<b>7,173,300</b>	<b>71,733,000.00</b>	<b>7,173,300</b>	<b>71,733,000.00</b>

<b>Note: - 11</b>		
<b>Other Equity</b>		<b>Amount (‘ in Rs.)</b>
<b>Particulars</b>	<b>31.03.2021</b>	<b>31.03.2020</b>
General Reserve	-	-
Retained Earnings	-62,941,896	-64,845,183
<b>Total</b>	<b>-62,941,896</b>	<b>-64,845,183</b>

**Note :- 11.1 Retained Earnings**

<b>Particulars</b>	<b>31.03.2021</b>	<b>31.03.2020</b>
<b>(b) Retained Earnings</b>		
As per last Balance Sheet	-64,845,183	-63,683,741
Add: Profit after Tax	1,903,287	-1,161,442
Less: Transfer to General Reserve	-	-
Less: Dividend declared and paid during the year	-	-
Less: Dividend distribution tax on dividend declared and paid	-	-
<b>Items of Other comprehensive income recognised directly in retained earnings</b>	<b>-</b>	<b>-</b>
Remeasurements of defined benefits plans, net of tax	-	-
<b>Closing Balance</b>	<b>-62,941,896</b>	<b>-64,845,183</b>

**Note: - 12 Financial Liability Non Current**

**12.1 Borrowings**

<b>Particulars</b>	<b>31.03.2021</b>	<b>31.03.2020</b>
<b>Unsecured</b>		
Long Term Loans from Related Person		
Saraswati Media Ltd.	758,720	864,540
Mehra Jewel Palace Private Limited	29,323,567	27,272,472
Lata Rani Mehra	-	123,132
	<b>30,082,287</b>	<b>28,260,144</b>

**Note: - 13**

**Deferred Tax**

<b>Particulars</b>	<b>31.03.2021</b>	<b>31.03.2020</b>
Deferred tax Liabilities	124,525.00	180,886
(a) Depreciation and Amortisation		
<b>Total of Deferred Tax Liabilities</b>	<b>124,525</b>	<b>180,886</b>
Deferred tax Assets	60,316	56,361
(a) Employee Benefits	-	-
<b>Total of Deferred Tax Assets</b>	<b>-</b>	<b>-</b>
<b>Net Deferred Tax Liability/ (Assets)</b>	<b>64,209</b>	<b>124,525</b>

**Movement in deferred tax liability/ (asset)**

Particulars	Property, Plant and Equipment ,Intangible Assets	Employee Benefits	Total
At 31st March 2020	124,525	-	124,525
Charged/(credited) during 2020-21		0.00	
To Profit & Loss	-60,316	-	-60,316
To other comprehensive income	-	-	0
At 31st March 2021	64,209	-	64,209

# Enchanté Jewellery Limited

## Note: - 14 Financial Liability Current

### Note:-14.1 Trade Payables

Amount ( ` in Rs)

Particulars	31.03.2021	31.03.2020
Trade Creditors	659,521	940,547
<b>Total</b>	<b>659,521</b>	<b>940,547</b>

### Note:-14.2 Other Financial Liability

Particulars	31.03.2021	31.03.2020
Gratuity Payable	-	
Salary Payable	195,502	146,400
<b>Total</b>	<b>195,502</b>	<b>146,400</b>

## Note: - 15

### Other Current Liability

Particulars	31.03.2021	31.03.2020
Advances		
MAT Tax Payable		-
Statutory dues	934,116	1,079,932
<b>Total</b>	<b>934,116</b>	<b>1,079,932</b>

## Note: - 16

### Provisions

Particulars	31.03.2021	31.03.2020
Provision for Gratuity	31,771	31,771
<b>Total</b>	<b>31,771</b>	<b>31,771</b>



# Enchanté Jewellery Limited

## Note: - 17

### Other Income

Particulars	Amount (₹ in Rs)	
	Year ended 31.03.2021	Year ended 31.03.2020
Rent Income	8,221,836	8,221,836
Maintenance Charges Receipt	1,657,620	1,657,620
Interest received	160,688	-
Other Income	-	15,000
Profit / Loss on Fixed Assets	-	-
<b>Total</b>	<b>10,040,144</b>	<b>9,894,456</b>

## Note: - 18

### Cost of Materials Consumed

Particulars	Amount (₹ in Rs)	
	Year ended 31.03.2021	Year ended 31.03.2020
Opening Stock: Raw Materials & others	10,648,642	10,648,642
Purchases: Raw Materials & others	-	-
	<b>10,648,642</b>	<b>10,648,642</b>
Less : Closing Stock: Raw Materials & others	10,648,642	10,648,642
<b>Total</b>	<b>-</b>	<b>-</b>

## Note: - 19

### Purchase of Stock in trade

Particulars	Amount (₹ in Rs)	
	Year ended 31.03.2021	Year ended 31.03.2020
Purchase of Stock in trade	-	-
<b>Total</b>	<b>-</b>	<b>-</b>

## Note :- 20

### Changes in Inventories of Finished Goods, Work in Progress & Stock in Trade

Particulars	Year ended	
	31.03.2021	31.03.2020
<b>Opening Stock</b>		
Raw Material	10,648,642	10,648,642
Finished Goods	5,066,090	5,066,090
	<b>15,714,732</b>	<b>15,714,732</b>
<b>Raw Material</b>	10,648,642	10,648,642
<b>Finished Goods</b>	5,066,090	5,066,090
	<b>15,714,732</b>	<b>15,714,732</b>
<b>Total</b>	<b>0.00</b>	<b>0.00</b>

# Enchanté Jewellery Limited

<b>Note: - 21</b>		
<b>Employees Benefit Expenses</b>		<b>Amount (₹ in Rs)</b>
<b>Particulars</b>	<b>Year ended 31.03.2021</b>	<b>Year ended 31.03.2020</b>
Salary, Wages & Bonus	2,501,374	2,180,632
Provision for Gratuity	-	-
Directors' Remuneration	1,000,000	2,400,000
<b>Total</b>	<b>3,501,374</b>	<b>4,580,632</b>
<b>Note:- 22</b>		
<b>Finance Costs</b>		<b>Amount (₹ in Rs)</b>
<b>Particulars</b>	<b>Year ended 31.03.2021</b>	<b>Year ended 31.03.2020</b>
Interest on TDS	51,694	20,449
	-	-
Interest on GST	-	105,973
Interest On loan	2,130,913	2,153,213
<b>Total</b>	<b>2,182,607</b>	<b>2,279,635</b>
<b>Note: - 23</b>		
<b>Depreciation &amp; Amortization Costs</b>		<b>Amount (₹ in Rs)</b>
<b>Particulars</b>	<b>Year ended 31.03.2021</b>	<b>Year ended 31.03.2020</b>
Depreciation on Tangible Assets (Refer Note-3)	736,812	738,765
Amortization on Intangible Assets (Refer Note-5)	-	-
<b>Total</b>	<b>736,812</b>	<b>738,765</b>
<b>Note: - 24</b>		
<b>Other Expenses</b>		<b>Amount (₹ in Rs)</b>

# Enchanté Jewellery Limited

Particulars	Year ended 31.03.2021	Year ended 31.03.2020
AGM Expenses	125,820	535,289
Annual Custody Fees	22,500	22,500
Bank Charges	7,440	20,260
Repairs & Maintenance	405,765	1,209,200
Computer Maintenance	-	12,020
Conveyance Expenses	4,500	4,000
Electricity Charges	41,674	10,934
Roc Fee	1,800	1,800
MISC Debit / Credit W/O	2,130	23,126
Insurance Charges	-	3,500
Late Fees	60,200	88,000
Labour Charges	-	168,300
Legal & Professional Fee	200,060	461,138
Office Expenses	149,756	51,474
Postage & Telephone expenses	4,314	3,556
Payment to Auditors (Note 24.1)	100,000	199,000
Website Expenses	25,200	48,231
Property Tax	13,721	13,651
Rent paid	242,000	242,000
Security Expenses	336,000	324,000
Share Transfer Expenses	33,500	32,705
GST	-	38,543
	<b>1,776,380</b>	<b>3,513,227</b>

**Total**

**Note: - 24.1**

**Payment to Auditors**

Payment to the Auditors comprises of the following:

**Amount (₹ in Rs)**

Particulars	Year ended 31.03.2021	Year ended 31.03.2020
Statutory Audit Fee	100,000	100,000
Advisory Services	-	-
Cost Auditors and Secretarial Auditor	-	99,000
	<b>100,000</b>	<b>199,000</b>

**Total**

**Note :- 25**

**Income Tax Expense**

**Amount (₹ in Rs)**

Particulars	Year ended 31.03.2021	Year ended 31.03.2020
<b>Current Income Tax Expenses</b>		
Current income tax charge	-	-
Adjustments in respect of current income tax of previous year	-	-
<b>Total Current Tax Expenses</b>	<b>-</b>	<b>-</b>
<b>Deferred Income Tax Expense</b>		
In respect of the current year	(60,316.36)	(56,361.00)
(For details Refer Note no 13)		
<b>Total Deferred Tax Expenses</b>	<b>-60,316.36</b>	<b>(56,361.00)</b>
<b>Income tax expenses attributable to continuing operations</b>	<b>-60,316.36</b>	<b>-56,361.00</b>

# Enchanté Jewellery Limited

Note: - 26

## Earnings per share (EPS)

Particulars	Amount (in Rs)	
	Year ended 31.03.2021	Year ended 31.03.2020
<b>Basic EPS</b>		
From continuing operation	0.27	-
From discontinuing operation	-	-
<b>Diluted EPS</b>		
From continuing operation	0.27	-
From discontinuing operation	-	-

### 26.1 Basic Earning per Share

The earnings and weighted average number of equity shares used in calculation of basic earning per share and the EPS for the previous year is restated after adjustment for issue of bonus shares during the year.

Particulars	Year ended 31.03.2021	Year ended 31.03.2020
Profit attributable to equity holders of the company:		
From Continuing operations	1,903,287.11	-
From discontinuing operation	-	-
Earnings used in calculation of Basic Earning Per Share	<b>1,903,287.11</b>	-
Weighted average number of shares for the purpose of basic earnings per share	7,173,300.00	7,173,300.00
Earning per Share	<b>0.27</b>	<b>0.00</b>
<b>26.2 Diluted Earning per Share</b>		
The earnings and weighted average number of equity shares used in calculation of diluted earning per share:-	<b>0.27</b>	<b>0.00</b>

Particulars	Year ended 31.03.2021	Year ended 31.03.2020
Profit attributable to equity holders of the company:		
Continuing operations	1,903,287.11	-
From discontinuing operation	-	-
Earnings used in calculation of diluted Earning Per Share from continuing operations	<b>1,903,287.11</b>	-

The weighted number of equity shares for the purpose of diluted earning per share reconciles to the weighted average number of equity shares used in calculation of basic earning per share as follows:

Particulars	Year ended 31.03.2021	Year ended 31.03.2020
Weighted average number of shares for the purpose of Effect of Dilution :	7173300.00	7173300.00
Weighted average number of shares for the purpose of Diluted earnings per share	<b>7173300.00</b>	<b>7173300.00</b>

# Enchanté Jewellery Limited

## Note 27:- Capital management

The company objective to manage its capital in a manner to ensure and safeguard their ability to continue as a going concern so that company can continue to provide maximum returns to share holders and benefit to other stake holders.

Further, company manages its capital structure to make adjustments in light of changes in economic conditions and the requirements of the financial covenants. The company maintain an optimal capital structure of Debt equity to reduce the cost

Particulars	Amount ( in Rs.)	
	As at 31.03.2021	As at 31.03.2020
Borrowing (Note No. 12.1)	30,082,287	28,260,144.00
<b>Net debt</b>	<b>30,082,287</b>	<b>28,260,144</b>
Equity (Note No. 10)	71,733,000	71,733,000
Other equity (Note No. 11)	-62,941,896	-64,845,183
<b>Total equity</b>	<b>8,791,104</b>	<b>6,887,817</b>
<b>Net Debt to equity ratio</b>	<b>3.42</b>	<b>4.10</b>

No changes were made in the objectives, policies or processes for managing capital during the year ended 31st March 2020

## Note :- 28 Fair Value measurements

### (i) Financial Instruments by Category

Particulars	As at 31.03.2021			As at 31.03.2020		
	FVTPL	FVTOCI	Amortized Cost	FVTPL	FVTOCI	Amortized Cost
<b>Financial Assets</b>						
(i) Investments in unquoted Equity Instruments	-	-	-	-	-	-
(ii) Investments in Mutual funds	-	-	-	-	-	-
(iii) Security Deposits	-	-	1,767,213	-	-	581,927
(iv) Trade Receivables	-	-	-	-	-	-
(v) Cash and cash equivalents	-	-	2,066,335	-	-	565,691
(vi) Bank Balance Other than (v) above	-	-	-	-	-	-
(vii) Other financial Assets	-	-	-	-	-	-
<b>Total Financial Assets</b>	-	-	<b>3,833,548</b>	-	-	<b>1,147,618</b>
<b>Financial Liabilities</b>						
(i) Borrowing	-	-	30,082,287	-	-	28,260,144
(ii) Trade payables	-	-	659,521	-	-	940,547
(iii) Other financial liabilities	-	-	-	-	-	-
<b>Total Financial Liabilities</b>	-	-	<b>30,741,808</b>	-	-	<b>29,200,691</b>

(c) For Other Financial assets and liabilities that are measured at fair value, the carrying amount are equal to fair values.

## Note :- 29 Financial Risk Management

The Company's principal financial liabilities comprise Borrowings (including Cash Credits), Trade Payables and other payables. The main purpose of these financial liabilities is to finance the company's operations and to provide guarantees to support its operation. The Company's principal financial assets includes trade receivables, other receivables and cash and cash equivalents that derive directly from its operations.

# Enchanté Jewellery Limited

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The Company is exposed to market risk, credit risk and liquidity risk. The company financial risk activities are governed by appropriated policies and procedures and that financial risk are identified, measured and managed in accordance with the companies policies and risk objectives. The board of directors reviews and agrees policies for managing each of these risk, which are summarized below:-

## **a) Market Risk**

Market risk is the risk that the fair value of future cash flows of a financial instruments will fluctuate because of changes in market prices. Market risk comprises Interest rate risk. Financial instruments affected by market risk includes Borrowings.

## **b) Interest Rate Risk**

Interest rate risk is the risk that the fair value of future cash flows of a financial instruments will fluctuate because of change in market interest rate. The company manages its interest risk in accordance with the companies policies and risk objective.

## **(c) Credit risk**

Credit risk is the risk of financial loss to the Company if a customer or counterparty to a financial instrument fails to meet its contractual obligations, and arises principally from the Company's receivables from customers. The company is exposed to credit risk from its financial activities including trade receivable, Security deposits and other financial instruments. The maximum credit risk as on the reporting risk is equal to the carrying value of the financial instruments.

## **d) Liquidity Risk**

Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they become due. The Company manages its liquidity risk by ensuring, as far as possible, that it will always have sufficient liquidity to meet its liabilities when due.

The Company's corporate treasury department is responsible for liquidity, funding as well as settlement management. In addition, processes and policies related to such risks are overseen by senior management. Company having Cash Credit facilities from various banks for maintaining the short term financial requirement.

## **Note :- 30 Key sources of Estimation uncertainty**

The followings are the key assumptions concerning the future, and the key sources of estimation uncertainty at the end of the reporting period that may have a significant risk of causing a material adjustment to the carrying amount of assets and liabilities with next financial year.

## a) Fair valuation measurement and valuation process

The fair values of financial assets and financial liabilities are measured using the valuation techniques including DCF model. The inputs to these methods are taken from observable markets where possible, but where this it is not feasible, a degree of judgement is required in arriving at fair values. Judgements include considerations of inputs such as liquidity risk, credit risk and volatility. Changes in assumptions about these factors could affect the reported fair value of financial instruments.

## b) Taxes

Deferred tax assets are recognized to the extent that it is probable that taxable profit will be available against which losses can be utilized significant management judgement is required to determine the amount of deferred tax asset that can be recognized, based upon the likely timing and level of future taxable profit together with future tax planning strategies.

## c) Useful Life of PPE

Company has defined useful life of property plant and equipment in accordance with Schedule-II of the Companies Act, 2013.

### Note :- 31

#### Related Party Disclosures

##### 31.1 Key management Personnel

S. No.	Name	Designation
1	Shri Charanjit Lal Mehra	Chairman & Executive Director
2	Shri Pawan Mehra	Executive Director
3	Smt Lata Mehra	Non.Executive Director
4	Vinayak Mehra	Director/CFO
5	Shri Kunal Sharma	Independent & Non Executive Director
6	Smt. Mamta Jolly	Company Secretary
7	Shri. Vinay Mehra	Director

##### 31.2 Other Related Person & Related Entities

###### Related Person

Chand Mehra	Brother of Director (Pawan Mehra)
Aradhana Mehra	Wife of Director (Pawan Mehra)

###### Related Entities

- 1 Saraswati Media Limited
- 2 Ashrika Properties Pvt Ltd.
- 3 Barkha Exports Ltd.
- 4 Mehraons Jewellers Pvt Ltd.
- 5 Naraini Gems & Investment Ltd.
- 6 Vidhata Properties Pvt Ltd.
- 7 Mehra Jewel Palace Pvt Ltd.

**31.3 Transaction with Related Parties**

S. No.	Particulars	Nature of Transaction	Transaction during the Period		Outstanding Amount Payable/ (Receivable)	
			Year ended 31.03.2021	Year ended 31.03.2020	Year ended 31.03.2021	Year ended 31.03.2020
1	Shri Pawan Mehra	Managerial Remuneration Loan taken Loan repaid Interest on loan	1,000,000.00 1,959,492.00 1,643,482.00 -	2,400,000.00 - - -	28,202.00	-287,808.00
2	Smt Lata Mehra	Managerial Remuneration Loan taken Loan repaid Interest on loan	- - 123,132.00 -	- 250,000.00 300,000.00 -	-	123,132.00
4	Saraswati Media Limited	Loan taken Loan repaid Interest on loan	- 105,820.00 -	- 110,110.00 -	758,720.00	864,540.00
5	Ashrika Properties Pvt Ltd.	Loan taken Loan repaid Interest on loan	- 500,000.00 148,637.00	220,000.00 826,500.00 -	-2,254,537.00	-1,605,900.00
6	Barkha Exports Ltd.	Loan taken Loan repaid Interest on loan	- 36,138.00 -	- 21,678.00 -	-159,445.00	-123,307.00
7	Naraini Gems & Investment Ltd.	Loan taken/Given Loan repaid Interest on loan	41,418.00	- 109,436.00 -	-376,763.00	-335,345.00
8	Mehrasons Jewellers Pvt Ltd.	Loan taken Loan repaid Interest on loan	- 23,718.00 -	- 94,736.00 -	-797,640.00	-773,922.00
9	Vidhata Properties Pvt Ltd.	Loan taken/Given Loan repaid Interest on loan	23,718.00	- 43,868.00 -	-112,473.00	-88,755.00
10	MEHRA JEWEL PALACE PRIVATE LIMITED	Loan Taken loan repaid Interest on loan	1,230,000.00 1,150,000.00 1,971,095.00	700,000.00 1,065,321.00 2,153,213.00	- 29,323,567.00 -	27,272,472.00
11	CAHND MEHRA	Received Professional Fees Professional Fees paid Payment	- - - -	4,131.00 - - 4,131.00	-	-
12	ARADHANA MEHRA	Advanced paid	150,000.00	50,000.00	-200,000.00	-50,000.00

**Note:-** Related Party Transactions are as identified by the Company and relied upon by the Auditors.

**Note : 32 Retirement Benefits**

The company has not made provisions for retirement benefits, hence there is no need to calculate defined benefit plans.

**Note : 33 Corporate Social Responsibility**

As per the requirement of the provisions of Companies Act, 2013, the Company is not required to made Corporate Social Responsibility contribution.



## Enchanté Jewellery Limited

Regd. Office: Plot No. 3 & 4, UdyogVihar, Phase- IV, Gurgaon, Haryana-122005 CINL74899HR-1995PLC032759, E mail - ID: enchante@enchantejewellery.co.

website: www.enchantejewellery.co.in

[Pursuant to section 105(6) of the Companies Act, 2013 and rule 19(3) of the Companies (Management and Administration) Rules, 2014]

### ATTENDANCE SLIP

Registered Folio No./DP ID No. / Client ID No.	
Name and address of the Member(s)	
Joint Holder 1 Joint Holder 2	
Number of Shares held:	

I certify that I am a member / proxy for the member of the Company.

I hereby record my presence at the 35th Annual General Meeting of the Company at Plot No.3&4, Phase-IV, Udyog Vihar, Guagaon (Haryana) on Wednesday , 29th September, 2021 at 9:30 am

\_\_\_\_\_  
Name of the member / proxy

\_\_\_\_\_  
Signature of member / proxy

*Note:*

- 1. Please fill up the attendance slip and hand it over at the entrance of the meeting hall.*
- 2. Members are requested to bring their copies of the Annual Report to the AGM.*

PLEASE CUT HERE AND BRING THE ABOVE ATTENDANCE SLIP TO THE MEETING HALL.

EVSN (Electronic Voting Sequence Number)	*Default PAN
210337	

\*Only Member who have not updated their PAN with Company / Depository Participant shall use default PAN in the Pan field.

Note: Please read the instructions printed in the Notice of 35th Annual General Meeting dated 29th September, 2021. The Voting period starts from 26th September, 2021 at 9.00 am and ends on 28th September, 2021 at 5.00 pm. The voting module shall be disabled by Instavote for voting thereafter.



# Enchanté Jewellery Limited

## Form No. MGT-11

### Proxy form

**[Pursuant to section 105(6) of the Companies Act, 2013 and rule 19(3) of the Companies (Management and Administration) Rules, 2014]**

Name of the Member(s)		
Registered Address		
E-mail Id	Folio No /Client ID	DP ID

I/We, being the member(s) of \_\_\_\_\_ shares of the above named company. Hereby appoint

Name :	E-mail Id:
Address:	
Signature , or failing him	

Name :	E-mail Id:
Address:	
Signature , or failing him	

Name :	E-mail Id:
Address:	
Signature , or failing him	

as my/ our proxy to attend and vote( on a poll) for me/us and on my/our behalf at the \_\_\_\_\_ Annual General Meeting / Extra-Ordinary General Meeting of the company, to be held on the \_\_\_\_\_ day of \_\_\_\_\_ at \_\_\_\_\_ a.m. / p.m. at \_\_\_\_\_ (place) and at any adjournment thereof in respect of such resolutions as are indicated below:

### Resolution No.

Sl. No.	Resolution(S)	Vote	
		For	Against
1.	Adoption of statement of Profit & Loss, Balance Sheet, report of Director's and Auditor's for the financial year 31st March, 2021		
2.	Reappointment of Mr.C.L.Mehra as Director.		
3.	Appointment of <b>M/s Manoj C. Agarwal Co., Chartered Accountants</b> , Chartered Accountants as Statutory Auditors & fixing their remuneration.		

\* Applicable for investors holding shares in Electronic form.

Signed this \_\_\_\_\_ day of \_\_\_\_\_ 20 \_\_\_\_\_

Affix  
Revenue  
Stamps

Signature of Shareholder

Signature of Proxy holder

Signature of the shareholder  
across Revenue Stamp

### Note:

- 1) This form of proxy in order to be effective should be duly completed and deposited at the Registered Office of the Company not less than 48 hours before the commencement of the Meeting.
- 2) The proxy need not be a member of the company



*If undelivered, please return to :*

**Enchanté Jewellery Limited**

Plot No. 3 & 4, Udyog Vihar, Phase-IV, Gurgaon, Haryana