

MKJ ENTERPRISES LIMITED

MKJ ENTERPRISES LIMITED

SAGAR ESTATE, 4TH FLOOR, 2, CLIVE GHAT STREET, KOLKATA- 700 001
Phn: (033) 2230 4571/72/73, Fax: (033) 2248 7669/2243 4736; Email: mkjrsls@keventer.com
CIN: L51909WB1982PLC035468

NOTICE

NOTICE is hereby given that the 37th Annual General Meeting of the Shareholders of **MKJ ENTERPRISES LIMITED** will be held at its Registered office at 'Sagar Estate', 2, Clive Ghat Street, Kolkata - 700 001, on Monday, the 30th day of September, 2019 at 12:30 PM to transact the following business: -

ORDINARY BUSINESS:

1. To receive, consider and adopt:
 - a. the Audited Standalone Balance Sheet as at 31st March, 2019, the Statement of Profit and Loss and Cash Flow Statement for the year ended on that date together with the Reports of the Directors, Auditors and Secretarial Auditor.
 - b. the Audited Consolidated Financial Statements of the Company for the year ended 31st March, 2019 together with the Report of the Auditors thereon.
2. To appoint a Director in place of Mr. Mahendra Kumar Jalan (DIN: 00598710), who retires by rotation at the ensuing Annual General Meeting and being eligible offers himself for re-appointment.

To consider and if thought fit, to pass with or without modification(s), the following resolution as an Ordinary Resolution:

“**RESOLVED THAT** Mr. Mahendra Kumar Jalan (DIN: 00598710), who is liable to retire by rotation pursuant to Section 152 of the Companies Act, 2013 and being eligible has offered himself for re-appointment, be and is hereby re-appointed as a Director of the Company.”

SPECIAL BUSINESS:

3. To re-appoint Mr. Mahendra Kumar Jalan as Managing Director for a further period of 3 (Three) Years

To consider and if thought fit, to pass with or without modification(s), the following resolution as a Special Resolution:

“**RESOLVED THAT** pursuant to the provisions of Section 196,197, 203 and other applicable provisions, if any, of the Companies Act, 2013, read with Schedule V and related rules of the Companies Act, 2013 or any amendment or re-enactment thereof and subject to such other approval as may be necessary and in terms of recommendation of the Nomination & Remuneration Committee, consent of the Company be and is hereby accorded to the re-appointment of Mr. Mahendra Kumar Jalan (DIN: 00598710), aged seventy years, as Managing Director of the Company for a further period of three years with effect from 1st April, 2019, on the terms and conditions as specifically mentioned in the agreement to executed between the Company and Mr. Mahendra Kumar Jalan, a copy of which is placed before the meeting and initialed by the Chairman for the purpose of identification and at remuneration, details of which are given below:

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A) Salary: Rs. 100,000/- per month

B) Perquisites & Allowances: In addition to the aforesaid salary, Mr. Mahendra Kumar Jalan will be entitled to following perquisites and allowances:

(i) Housing: The expenditure by the Company on hiring furnished accommodation for Mr. Jalan shall be subject to the following ceiling:

(a) Sixty percent of the salary over and above ten percent payable by him.

(b) In case the accommodation provided to him is owned by the Company, ten percent of his salary shall be deducted by the Company.

(c) If the Company does not provide accommodation to him, he will be provided house rent allowance @ 60% of his salary.

(ii) The Expenditure incurred by the Company on gas, electricity, water and furnishings, medical reimbursement, leave travel concession for self and family, club fees, personal accident insurance etc.

However, the following shall not be included in the aforesaid perquisite limit:

i) Use of Company's car(s) for Company's business and telephone at residence (including payment for local calls and long distance official calls).

ii) Contribution to Provident Fund and superannuation/Annuity Fund to the extent these either singly or together are not taxable under the Income Tax Act, 1961. Gratuity payable, and encashment of unavailed leave at the time of retirement/cessation of service.

Explanation(s):

(i) The said perquisites and allowances shall be evaluated at actual cost or if the cost is not ascertainable the same shall be valued as per the Income Tax Act, 1961 or any rules thereunder as are in force from time to time. The above remuneration shall be subject to statutory deductions, tax deduction at source, as the case may be.

(ii) The Company shall bear/reimburse all travelling, entertainment and other out-of-pocket business promotion expenses actually and properly incurred by the Managing Director in the course of the legitimate business of the Company in accordance with rules and regulations of the Company in force from time to time. Expenses relating to spouse accompanying on any official domestic and overseas trip or other facilities, if any, shall be dealt with in accordance with the practices and policies of the Company as applicable from time to time."

"RESOLVED FURTHER THAT the Board of Directors (which term shall be deemed to include the Nomination and Remuneration committee or any other Committee constituted by the Board) is entitled to revise the remuneration payable to Mr. Mahendra Kumar Jalan at any time, such that the aggregate of salary and perquisite/allowances in any financial year shall not exceed the overall ceiling laid down in Sections 196, 197 read with Schedule V of the Companies Act, 2013 including any statutory modification(s), re-enactment thereof or any amendment made thereto."

"RESOLVED FURTHER THAT where, during the term of employment Mr. Mahendra Kumar Jalan, if in any financial year, the Company has no profits or its profits are inadequate, unless otherwise approved by any Statutory Authority, as may be required, the remuneration payable to him including salary, perquisites and any other allowances shall be governed and be subject to the conditions and ceiling provided under the provisions of Section II of Part II of Schedule V to the Companies Act, 2013

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or such other limits as may be prescribed by the Government from time to time as minimum remuneration.”

“RESOLVED FURTHER THAT Board of Directors of the Company be and are hereby severally authorized to get the agreement dated 1st Day of April, 2019 between the Company and Mr. Mahendra Kumar Jalan ratified by the members and to make any modifications, if any, approved by the members.”

Regd. Office:
"Sagar Estate"
2, Clive Ghat Street,
Kolkata - 700 001

Dated: 4th September, 2019
Place: Kolkata

For and on behalf of the Board of Directors

Sd/-
Radhe Shyam Khetan
Director
DIN: 01188712

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NOTES:

- 1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE ANNUAL GENERAL MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF/HERSELF. A PROXY NEED NOT BE A MEMBER OF THE COMPANY. A PROXY FORM DULY COMPLETED AND SIGNED SHOULD BE DEPOSITED AT THE REGISTERED OFFICE OF THE COMPANY NOT LESS THAN 48 HOURS BEFORE THE SCHEDULED TIME OF THE ANNUAL GENERAL MEETING.**

As per Section 105 of the Companies Act, 2013 and Rules framed there under, a person can act as a Proxy on behalf of members not exceeding fifty and holding in the aggregate not more than ten percent of the total share capital of the Company carrying voting rights. However, a member holding more than ten percent of the total share capital of the Company carrying voting rights may appoint a single person as Proxy and such person shall not act as a Proxy for any other person or shareholder.

2. Corporate members intending to send their Authorised Representatives to attend the Meeting are requested to send to the Company a certified copy of the Board Resolution authorising their representative to attend and vote on their behalf at the Meeting.
3. A Statement pursuant to Section 102(1) of the Companies Act, 2013, relating to the Special Business to be transacted at the meeting is annexed hereto.
4. Members are requested to bring their attendance slip along with their copy of Annual Report to the Meeting.
5. The disclosures required pursuant to Regulation 36(3) of Securities and Exchange Board of India (Listing Obligation and Disclosure Requirements) Regulations, 2015 in respect of the Directors seeking appointment/re-appointment at the Annual General Meeting (AGM) are given as an Annexure to this Notice.
6. The Register of Members and Share Transfer Books of the Company will remain closed from Tuesday, 24th September, 2019 to Monday, 30th September, 2019 (both days inclusive).
7. As per Regulation 40 of SEBI Listing Regulations, as amended, securities of listed companies can be transferred only in dematerialized form with effect from April 1, 2019, except in case of request received for transmission or transposition of securities. In view of this and to eliminate all risks associated with physical shares and for ease of portfolio management, members holding shares in physical form are requested to consider converting their holdings to dematerialized form. Members can contact the Company or Company's Registrars and Transfer Agents, CB Management Services Private Limited, P-22, Bondel Road, Kolkata-700 019 for assistance in this regard.
8. Members are requested to notify immediately any change of address:
 - i. To their Depository participants (DP's) in respect of shares held in electronic form; and
 - ii. To the Company at its Registered Office, in respect of their Physical Shares, if any, quoting their folio number.
9. The annual accounts of the subsidiary company of the Company is available for inspection by any shareholder in the Registered Office of the holding and concerned subsidiary company and the hard copy of the same and related detailed information will be furnished, on demand, to any shareholder.
10. The Register of Directors and Key Managerial Personnel (KMPs) and their shareholding maintained under Section 170 of Companies Act, 2013 and the Register of Contracts or arrangements in which Directors are interested maintained under Section 189 of the Companies Act, 2013 will be available for inspection by the Members at the Annual General Meeting.

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11. Voting through electronic means (E-voting)

In compliance with provisions of Section 108 of the Companies Act, 2013 and Rule 20 of the Companies (Management and Administration) Rules, 2014, as amended and the provisions of Regulation 44 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 and Secretarial Standards on General Meeting (SS-2) issued by The Institute of Company Secretaries of India, the Company is pleased to provide e-voting facility to its members to exercise their right to vote on resolutions proposed to be considered at the meeting by electronic means and the items of business given in the Notice of meeting may be transacted through e-Voting Services. The facility of casting the votes by the members using an electronic voting system from a place other than venue of the meeting ("remote e-voting") will be provided by Central Depository Services (India) Limited (CDSL).

The facility for voting, through ballot paper shall also be made available at the venue of the Annual General Meeting (AGM), apart from the remote e-voting facility provided prior to the date of AGM. No voting by show of hands will be allowed at the Meeting. The members attending the meeting, who have not already cast their vote through remote e-voting shall be able to exercise their voting rights at the meeting. The members who have already cast their vote by remote e-voting prior to the meeting may also attend the meeting but shall not be entitled to cast their vote again at the AGM. Members who have casted their vote by both the modes, than vote casted through poll will be treated invalid.

The voting rights of members shall be in proportion to their Shares of the paid up equity capital of the Company as on the cut-off date of Friday, 13th September, 2019. In case of joint holders, only one of the joint holders may cast his vote.

The Company has appointed Mr. Mohan Ram Goenka, Practicing Company Secretary, (COP No. 2551), as Scrutinizer for conducting the e-voting process in accordance with the law and in a fair and transparent manner. The results on the resolution will be declared not later than three (3) days from the conclusion of the AGM i.e. 3rd October, 2019. The declared results along with the Scrutinizer's Report shall be placed on the Company's website and on the website of CDSL at www.evotingindia.com and will also be forwarded to the Stock Exchanges where the Company's shares are listed subject to receipt of requisite number of votes, the resolutions set out in the Notice shall be deemed to be passed on the date of the AGM.

Please see the instruction below on E-voting facility:

- (i) The voting period begins on Thursday, 26th September, 2019 (9.00 A.M. IST) and ends on Saturday, 28th September, 2019 (5.00 P.M. IST). During this period shareholders of the Company, holding shares either in physical form or in dematerialized form as on the cut-off date i.e. Friday, 13th September, 2019 may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter. Once the vote on a resolution is cast by the member, the member shall not be allowed to change it subsequently
- (ii) Shareholders who have already voted prior to the meeting date would not be entitled to vote at the meeting venue.
- (iii) The shareholders should log on to the e-voting website www.evotingindia.com during the voting period.
- (iv) Click on "Shareholders/Members" tab to cast your votes
- (v) Now Enter your User ID

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- a. For CDSL: 16 digits beneficiary ID,
 - b. For NSDL: 8 Character DP ID followed by 8 Digits Client ID,
 - c. Members holding shares in Physical Form should enter Folio Number registered with the Company.
- (vi) Next enter the Image Verification as displayed and Click on Login.
- (vii) If you are holding shares in demat form and had logged on to www.evotingindia.com and voted on an earlier voting of any company, then your existing password is to be used.
- (viii) If you are a first time user follow the steps given below:

For Members holding shares in Demat Form and Physical Form	
PAN	<p>Enter your 10 digit alpha-numeric PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders).</p> <p>) Members who have not updated their PAN with the Company/Depository Participant are requested to use the sequence number appearing on the enclosed Attendance Slip cum Electronic Voting Particulars in the PAN field.</p>
Dividend Bank Details or Date of Birth (DOB)	<p>) Enter the Dividend Bank Details or Date of Birth (in dd/mm/yyyy format) as recorded in your demat account or in the company records in order to login.</p> <p>) If both the details are not recorded with the depository or company please enter the member id/folio number in the Dividend Bank details field as mentioned in instruction (v).</p>

- (ix) After entering these details appropriately, click on "SUBMIT" tab.
- (x) Members holding shares in physical form will then directly reach the Company selection screen. However, members holding shares in demat form will now reach 'Password Creation' menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the demat holders for voting for resolutions of any other company on which they are eligible to vote, provided that company opts for e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.
- (xi) For Members holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.
- (xii) Click on the EVSN (**190903094**) on which you choose to vote for MKJ Enterprises Limited from the drop down menu and click on "SUBMIT".
- (xiii) On the voting page, you will see "RESOLUTION DESCRIPTION" and against the same the option "YES/NO" for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.
- (xiv) Click on the "RESOLUTIONS FILE LINK" if you wish to view the entire Resolution details.

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- (xv) After selecting the resolution, you have decided to vote on, click on "SUBMIT". A confirmation box will be displayed. If you wish to confirm your vote, click on "OK", else to change your vote, click on "CANCEL" and accordingly modify your vote.
- (xvi) Once you "CONFIRM" your vote on the resolution, you will not be allowed to modify your vote.
- (xvii) You can also take out print of the voting done by you by clicking on "Click here to print" option on the Voting page.
- (xviii) If Demat account holder has forgotten the login password, then Enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.
- (xix) Shareholders can also cast their vote using CDSL's mobile app m-Voting available for android based mobiles. The m-Voting app can be downloaded from Google Play Store. iPhone and Windows phone users can download the app from the App Store and the Windows Phone Store respectively. Please follow the instructions as prompted by the mobile app while voting on your mobile.
- (xx) **Note for Non – Individual Shareholders and Custodians**
 - Non-Individual shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodian are required to log on to www.evotingindia.com and register themselves as Corporates.
 - A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to helpdesk.evoting@cdslindia.com.
 - After receiving the login details a compliance user should be created using the admin login and password. The Compliance user would be able to link the account(s) for which they wish to vote on.
 - The list of accounts linked in the login should be mailed to helpdesk.evoting@cdslindia.com and on approval of the accounts they would be able to cast their vote.
 - A scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.

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 under help section or write an email to helpdesk.evoting@cdslindia.com

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Explanatory Statement under Section 102(1) of Companies Act, 2013

Item No. 3

Mr. Jalan has been re-appointed as the Managing Director of the Company vide Board Resolution dated 31st Day of August, 2015 from 1st April, 2016 for a period of three years and his tenure as Managing Director of the Company has expired on 31st March, 2019. The Board of Directors of the Company at its meeting held on 12th Day of March, 2019, on recommendation of Nomination & Remuneration Committee has re-appointed Mr. Jalan as the Managing Director of the Company for a further period of 3 (Three) years with effect from 1st April, 2019. The said re-appointment is subject to the approval of shareholders in the general meeting of the Company. Mr. Jalan is 70 years in age.

Section 196(3) of the Companies Act, 2013 read with Part I of Schedule V to the Act, inter alia, provides that no company shall continue the employment of a person who has attained the age of 70 years, as Managing Director, Whole time director or Manager unless it is approved by the members by passing a special resolution.

Mr. Mahendra Kumar Jalan is the founder director of the Company and has been associated with the Company since incorporation. A graduate from St. Xavier's College, Kolkata, and an alumni member of Harvard Business School, he has business interests in dairy, food processing, real estate, port, steel, and other industrial sectors. Mr. Jalan's knowledge in international marketing and his experience in steel industry has helped the Company to grow immensely. His dedication and sincerity towards the Company is also noteworthy.

Therefore it would be in the interest of the Company to continue the employment of Mr. Mahendra Kumar Jalan as Managing Director of the Company.

Hence, the Company seeks consent of the Members by way of special resolution for continuation of his holding of existing office after the age of 70 years under the provisions of Section 196(3)(a) of the Companies Act, 2013 and for his re- appointment as Managing Director of the Company for a further period of three years.

The Board therefore recommends the special resolution in Item No. 3 for your approval.

None of the other Directors or Key Managerial Personnel of the Company or their relatives other than Mr. Mahendra Kumar Jalan or his relatives (to the extent of their shareholding interest, if any, in the Company) are, in any way, concerned or interested, financially or otherwise, in the proposed Resolution.

Information Pursuant to Part II Section II of Schedule V of the Companies Act, 2013

A) General Information

- 1) Nature of Industry: Trading of Stainless Steel.
- 2) Date of Commencement of Commercial Production: The Company does not have any commercial production.
- 3) Financial Performance: (Audited Figs.)

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(Rs. In Millions)

Particulars	Year Ended March 31, 2018
Revenue from operations (net)	6654.57
Other Income	8595.07
Gross Income	15349.64
Profit/Loss before Taxation	(149.44)
Less: Tax including Deferred Tax (Net)	-
Profit/Loss after Tax	(149.44)
Other Comprehensive Income	3015.87
Total Comprehensive Income for the year	2871.05

4) Export Performance and Net Foreign Exchange Collaborations: The Company does not have any export performance.

5) Foreign Investments and Collaborators: The Company does not have any Foreign Investments or collaborations.

B) II) Information about Mr. Mahendra Kumar Jalan

1) Background Details: Mr. Mahendra Kumar Jalan is a noted industrialist, a Graduate from St. Xavier's College, Kolkata and alumni member of Harvard Business School. He has business interest in diary, food processing, real estate, port, steel and other industrial sectors. He has for years spearheaded a business empire which has added value to many lives across the country and has overseen the diversification of his group into myriad industries. Formerly, he has served as the French Honorary Consul General and the Honorary Consul of Ireland in Kolkata. He is also a trustee member of Heritage School and Heritage School of Technology and a member of Several Chambers of Commerce. Mr. Jalan is active Rotarian and has received prestigious Rajiv Gandhi Excellence Awards for his outstanding contribution to the society.

2) Past Remuneration: The past detail remuneration of Mr. Mahendra Kumar Jalan as received from the Company is as under:

A) Salary: Rs. 100,000/- per month

B) Perquisites & Allowances: In addition to the aforesaid salary, Mr. Jalan will be entitled to following perquisites and allowances:

(i) Housing: The expenditure by the Company on hiring furnished accommodation for Mr. Jalan shall be subject to the following ceiling:

(a) Sixty percent of the salary over and above ten percent payable by him.

(b) In case the accommodation provided to him is owned by the Company, ten percent of his salary shall be deducted by the Company.

(c) If the Company does not provide accommodation to him, he will be provided house rent allowance @ 60% of his salary.

(ii) The Expenditure incurred by the Company on gas, electricity, water and furnishings, medical reimbursement, leave travel concession for self and family, club fees, personal accident insurance etc.

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However, the following shall not be included in the aforesaid perquisite limit:

- i) Use of Company's car(s) for Company's business and telephone at residence (including payment for local calls and long distance official calls).
- ii) Contribution to Provident Fund and superannuation/Annuity Fund to the extent these either singly or together are not taxable under the Income Tax Act, 1961. Gratuity payable, and encashment of unavailed leave at the time of retirement/cessation of service.

3) Recognition or Awards: Mr. Mahendra Kumar Jalan was awarded with prestigious Rajiv Gandhi Excellence Award for his outstanding contribution to the society.

4) Job Profile and Suitability: Mr. Mahendra Kumar Jalan is a multi-tasker with positive and flexible attitude. He has high degree of maturity, professionalism, loyalty, confidentiality and the ability to communicate effectively at all levels. His presence will help the Company to achieve growth.

5) Pecuniary Relationships- Mr. Mahendra Kumar Jalan is one of the promoter of the Company and holds 126000 equity shares in the Company.

III Other Information

- 1) Reasons for loss or inadequate profit- The Company has been earning profits in the past. However anticipating the recessionary times and economic slow down, the Company is unsure about the profitability in the years to come.
- 2) Steps taken/proposed to be taken for improvement- The Board of the Company is constantly planning and tracking the international and national markets to increase the revenue.
- 3) Expected increase in productivity and profits in measurable terms- it is difficult to forecast the productivity and profitability in measurable terms.

IV Disclosures under Corporate Governance

Not Applicable

Regd. Office:
"Sagar Estate"
2, Clive Ghat Street,
Kolkata - 700 001

Dated: 4th September, 2019
Place: Kolkata

For and on behalf of the Board of Directors

Sd/-
Radhe Shyam Khetan
Director
DIN: 01188712

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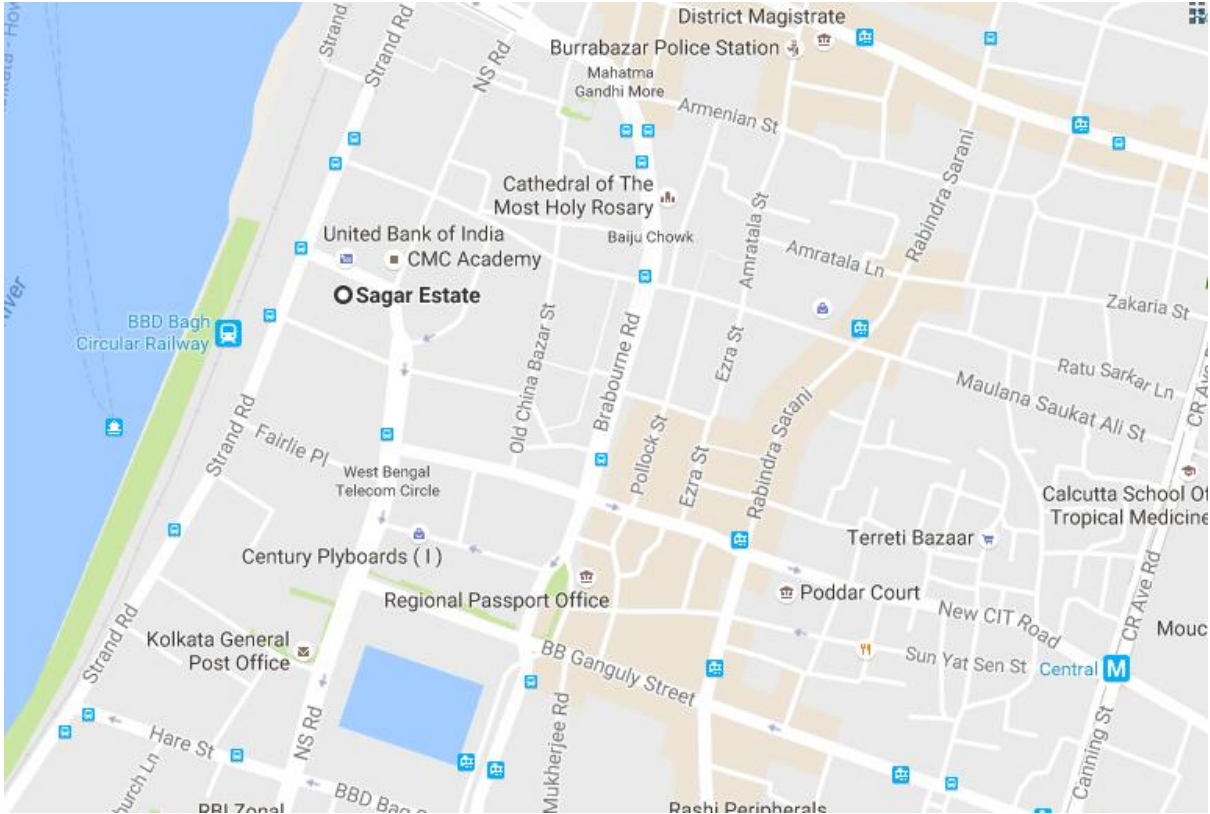
Details of Directors seeking appointment/ re-appointment at the Annual General Meeting under Regulation 36(3) of The Securities Exchange and Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015

Name of Director	Mr. Mahendra Kumar Jalan
Date of Birth	08-03-1948
Qualifications	Graduate from St. Xaviers College
Brief resume and expertise in specific functional area	Mr. Mahendra Kumar Jalan, is a noted industrialist. He has business interests in dairy, food processing, real estate, port, steel, and other industrial sectors. He has extensive knowledge in international marketing, especially on the trends in UK, USA, Germany, and Japan. He is also a trustee member of Heritage School and Heritage School of Technology He is a philanthropist, a humanitarian, and a guiding force for many and his name, stature, and legacy is noteworthy.
Date of appointment on the Board	22-11-1982
Directorships held in other companies as on 31.03.2019	MKJ DEVELOPERS LTD RIGHT INNUVA KHOW-HOW LTD KULPI PORT HOLDING PRIVATE LIMITED MKJ TRADEX LTD KEVENTER CAPITAL LIMITED DANKUNI PROJECTS LIMITED
Membership/ Chairmanship of Committees of the Board of Directors of the Company as on 31.03.2019	No
Membership/ Chairmanship of Committees of other companies as on 31.03.2019	Chairman of Audit Committee-MKJ Developers Limited
Shareholding in the Company	126000
Relationship with other Directors/ KMP	None
No. of Board Meetings attended during FY 2018-19 [out of 13 (thirteen)] held	13
Terms and conditions of Appointment or Re-appointment	Appointed as Executive Director liable to retirement by rotation.
Details of Remuneration sought to be paid and the Remuneration last drawn	Mr. Mahendra Kumar Jalan is not entitled to sitting fees for attending meetings of the Board thereof.

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Route Map to the Venue of 37th Annual General Meeting

2, Clive Ghat Street
'Sagar Estate'
Kolkata - 700 001



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Proxy form

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

Venue of the meeting: SAGAR ESTATE, 2, CLIVE GHAT STREET, KOLKATA-700 001

Date & Time: Monday, 30th Day of September, 2019 at 12.30 P.M.

CIN:	L51109WB1974PLC029635
Name of the Company:	MKJ ENTERPRISES LTD
Registered Office :	SAGAR ESTATE, 2, CLIVE GHAT STREET, KOLKATA-700 001
Name of the Member(s) :	
Registered Address :	
E-mail Id :	
Folio No. / DP ID / Client ID :	

I/We, being the member(s) holding _____ (number) shares of the above named company, hereby appoint:

Name :	E-mail Id:
Address:	
Signature of Proxy:	

OR FAILING HIM

Name :	E-mail Id:
Address:	
Signature of Proxy:	

OR FAILING HIM

Name :	E-mail Id:
Address:	
Signature of Proxy:	

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as my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the 37th Annual General Meeting of the Company, to be held on Monday, 30th Day of September, 2019 at 12.30 P.M. at its Registered office at Sagar Estate, 2, Clive Ghat Street, Kolkata-700 001 and at any adjournment thereof in respect of such resolutions as are indicated below:

Sl. No.	Resolution(s)	Vote	
		For	Against
ORDINARY BUSINESS			
Resolution 1.	To receive, consider and adopt: a. the Audited Standalone Balance Sheet as at 31 st March, 2019, the Statement of Profit and Loss and Cash Flow Statement for the year ended on that date together with the Reports of the Directors, Auditors and Secretarial Auditor. b. the Audited Consolidated Financial Statements of the Company for the year ended 31 st March, 2019 together with the Report of the Auditors thereon.		
Resolution 2.	To appoint a Director in place of Mr. Mahendra Kumar Jalan (DIN: 00598710), who retires by rotation at the ensuing Annual General Meeting and being eligible offers himself for re-appointment.		
Resolution 3.	To re-appoint Mr. Mahendra Kumar Jalan as Managing Director for a further period of 3 (Three) years		

Signed this _____ day of _____ 2019

Signature of Shareholder: _____

Signature of Proxyholder: _____

Affix 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.

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ATTENDANCE SLIP

37th ANNUAL GENERAL MEETING

Monday, 30th Day of September, 2019 at 12.30 P.M. at its Registered office at Sagar Estate, 2, Clive Ghat Street, Kolkata-700 001.

PLEASE COMPLETE THIS ATTENDANCE SLIP AND HAND IT OVER AT THE ENTRANCE OF THE MEETING VENUE

Name and Address of the Equity Shareholder (IN BLOCK LETTERS):

.....
.....
.....
.....

Name and Address of the Proxy (IN BLOCK LETTERS, to be filled in by the proxy attending instead of the Equity Shareholder):

.....
.....
.....
.....

I hereby record my presence at the 37th Annual General Meeting of the company, to be held on Monday, 30th Day of September, 2019 at 12.30 P.M. at its Registered office at Sagar Estate, 2, Clive Ghat Street, Kolkata-700 001.

Folio No. / DP ID / Client ID:	Number of Shares held :
Signature of the Shareholder/ Proxy/Representative present	

NKAS & ASSOCIATES

(Formerly – NAMITA KEDIA & ASSOCIATES)

CHARTERED ACCOUNTANTS

202, JESSORE ROAD, SHYAM LAKE GARDEN, BLOCK-E, 1ST FLOOR, KOLKATA – 700 089

Firm Registration No. : 328509E

E-mail: nkas.associates2013@gmail.com; Phone: 9883867720

**Independent Auditors' Report
To the Members of MKJ Enterprises Ltd.**

Report on the Audit of the Standalone Ind AS Financial Statements

Opinion

We have audited the accompanying standalone Ind AS Financial Statements of **MKJ Enterprises Ltd.** ("the Company") which comprise the Balance Sheet as at March 31st 2019, the Statement of Profit and Loss including Other Comprehensive Income, the Statement of Changes in Equity and the Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone Ind AS financial statements give the information required by the Companies Act, 2013, as amended ("the Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31st 2019, its profits including other Comprehensive Income, the statement of changes in equity and the Cash Flow Statement for the year ended on that date.

Basis for Opinion

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

Key Audit Matters

Key Audit Matters ('KAM') are those matters that in our professional judgment were of most significance in our audit of the standalone Ind AS Financial Statements for the financial year ended March 31st 2019. These matters were addressed in the context of our audit of the standalone Ind AS financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. There are no Key Audit Matters and so the same have not been communicated in our report.

Other Information

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Director's Report, but does not include the Standalone Ind AS Financial Statements and our auditor's report thereon.

Our opinion on the standalone Ind AS Financial Statements does not cover the other information and we do not express any form of assurance conclusion thereon.



NKAS & ASSOCIATES

(Formerly – NAMITA KEDIA & ASSOCIATES)

CHARTERED ACCOUNTANTS

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Firm Registration No. : 328509E

E-mail: nkas.associates2013@gmail.com; Phone: 9883867720

In connection with our audit of the standalone Ind AS 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 Ind AS Financial Statements or our knowledge obtained in the 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.

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

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

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

The Board of Directors is also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Standalone Ind AS Financial Statements

Our objectives are to obtain reasonable assurance about whether the standalone Ind AS Financial Statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this standalone Ind AS Financial Statements. As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the standalone Ind AS 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.



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- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
 - Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
 - Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the standalone Ind AS Financial Statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
 - Evaluate the overall presentation, structure and content of the standalone Ind AS Financial Statements, including the disclosures, and whether the standalone Ind AS Financial Statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the standalone Ind AS 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.



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Report on Other Legal and Regulatory Requirements

- (1) As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of Section 143(11) of the Act, we give in "**Annexure - A**", a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
- (2) As required by Section 143(3) of the Act, we report that:
 - a. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
 - b. In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
 - c. The Balance Sheet, the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Changes in Equity and the Statement of Cash Flows dealt with by this report are in agreement with the books of account;
 - d. In our opinion, the aforesaid standalone Ind AS Financial Statements comply with the Indian Accounting Standards specified under Section 133 of the Act read with relevant rules issued thereunder;
 - e. On the basis of the written representations received from the directors as on March 31, 2019, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2019 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, we give our separate report in "**Annexure - B**";
 - g. With respect to 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 / provided 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, in our opinion and to the best of our information and according to the explanations given to us:



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- i) The Company does not have any pending litigations;
- ii) The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses;
- iii) There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

For NKAS & ASSOCIATES
Chartered Accountants
Firm's Registration No. 328509E

A. K. Sahoo
(Ashok Kumar Sahoo)
Partner
Membership No. 306453



Kolkata

Dated: 04th September, 2019

UDIN: 19306453AAAABT5982

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Annexure – A to the Independent Auditor's Report of Even Date on the Standalone financial statements of MKJ Enterprises Ltd.

[Referred to in paragraph 1 under "Report on other Legal and Regulatory Requirements" in our Independent Auditor's Report of even date]

- (1)
 - a) The company has maintained proper records showing full particulars, including quantitative details and situation of its property, plant and equipments.
 - b) All the property, plant and equipments have not been physically verified by the management during the year but there is a regular programme of verification which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. No material discrepancies were noticed on such verification.
 - c) According to the information and explanations given to us, the title deeds of immovable properties are held in the name of the company as on the balance sheet date.
- (2) According to the information and explanations given to us and in our opinion, the management has conducted physical verification of inventories at reasonable intervals during the year. As informed, no material discrepancies were noticed on such physical verification.
- (3) According to the information and explanations given to us and in our opinion, the Company has granted unsecured loan to companies covered in the register maintained under section 189 of the Act.
 - a) According to information and explanations given to us and based on the audit procedures conducted by us, we are of the opinion that the terms and conditions on which such loans have been granted are not prejudicial to the interest of the Company.
 - b) The principal and interest in respect of such loans are repayable on demand.
 - c) According to information and explanations given to us in respect of the aforesaid loans, there is no overdue amount of loans outstanding as on balance sheet date.
- (4) In our opinion and according to the information and explanations given to us, the company has complied with the provisions of section 185 and 186 of the Companies Act, 2013 In respect of loans, investments, guarantees and securities.
- (5) The Company has not accepted any deposits from the public. Therefore, paragraph 3(v) of the Order is not applicable to the Company.
- (6) As informed to us, the maintenance of Cost Records has not been specified by the Central Government under sub-section (1) of Section 148 of the Act, in respect of the activities carried on by the company.



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- (7) (a) The Company is generally regular in depositing with appropriate authorities, undisputed statutory dues including provident fund, employees' state insurance, income-tax, sales tax, service tax, goods and services tax, value added tax, duty of customs, duty of excise, cess and any other material statutory dues to the extent applicable to it, with the appropriate authorities. According to the information and explanations given to us, no undisputed amounts payable in respect of the above were in arrears as at March 31, 2019 for a period of more than six months from the date on when they become payable.
- b) According to the information and explanations given to us, there is no disputed amounts payable in respect of provident fund, employees' state insurance, income-tax, sales tax, service tax, value added tax, goods and services tax, customs duty, excise duty, cess and any other material statutory dues applicable to it were outstanding, at the year end.
- (8) In our opinion and according to the information and explanations given to us, the Company has been regular in payment of loan taken from the government, financial institutions and banks and has not issued any debenture.
- (9) Based upon the audit procedures performed and the information and explanations given by the management, the company has not raised money by way of initial public offer or further public offer including debt instruments .
- (10) During the course of our examination of the books and records of the Company carried out in accordance with the generally accepted audited practices in India, and according to the information and explanations given to us, we have neither come across any instance of fraud by the Company or any fraud in the Company by its officers or employees, noticed or reported during the year, nor have we been informed of any such instance by the management.
- (11) Based upon the audit procedures performed and the information and explanations given by the management, the managerial remuneration has been paid or provided in accordance with the requisite approvals mandated by the provisions of Section 197 read with Schedule V to the Act.
- (12) In our opinion and according to the information and explanations given to us, the Company, the Company is not a Nidhi Company. Therefore, paragraph 3(xii) of the Order is not applicable to the Company.
- (13) According to the information and explanations given to us, all transactions with the related parties are in compliance with Sections 177 and 188 of the Act, where applicable and the details have been disclosed in the Standalone financial statements, etc., as required by the applicable accounting standards.
- (14) The company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review. Therefore, paragraph 3 (xiv) of the Order is not applicable to the Company.



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- (15) According to the information and explanations given to us, the company has not entered into any non-cash transactions with directors or persons connected with him during the year.
- (16) According to the information and explanations given to us, the Company is not required to be registered under Section 45 IA of the Reserve Bank of India Act, 1934.

For NKAS & ASSOCIATES

Chartered Accountants

Firm's Registration No. 328509E

A. K. Sahoo

(Ashok Kumar Sahoo)

Partner

Membership No. 306453

Kolkata

Dated: 04th September, 2019

UDIN: 19306453AAAABT5982



NKAS & ASSOCIATES

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Annexure - B to the Independent Auditors' Report of Even Date on the Standalone financial statements of MKJ Enterprises Limited.

[Referred to in paragraph 2 under "Report on other Legal and Regulatory Requirements" in our Independent Auditors' Report of even date]

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

We have audited the internal financial controls over financial reporting of **MKJ Enterprises Ltd.** ("the Company") as of March 31, 2019 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

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

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

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

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



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Meaning of Internal Financial Controls over Financial Reporting

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

Inherent Limitations of Internal Financial Controls over Financial Reporting

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

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2018, based on "the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India".

For NKAS & ASSOCIATES

Chartered Accountants

Firm's Registration No. 328509E

A. K. Sahoo

(Ashok Kumar Sahoo)

Partner

Membership No. 306453

Kolkata

Dated: 04th September, 2019

UDIN: 19306453AAAABT5982



MKJ ENTERPRISES LTD.
(CIN: L51909WB1982PLC035468)

Balance Sheet as at 31st March, 2019

	Note No.	As at 31st March, 2019		As at 31st March, 2018	
		₹ in lakhs	₹ in lakhs	₹ in lakhs	₹ in lakhs
I. ASSETS					
1. NON-CURRENT ASSETS					
a) Property, Plant & Equipment	2	663.26		664.54	
b) Financial Assets					
i) Investments	3	25,194.70		23,955.33	
ii) Loans	4	34.75		34.77	
ii) Other Financial Assets	5	5,322.83		2,226.60	
TOTAL NON-CURRENT ASSETS			31,215.54		26,881.24
2. CURRENT ASSETS					
a) Inventories	6	76.04		96.07	
b) Financial Assets					
i) Trade Receivables	7	1,473.56		1,428.19	
ii) Cash & Cash Equivalents	8	1,703.78		2,794.50	
iii) Loans	9	102,254.71		104,541.43	
iv) Other Financial Assets	10	26.22		114.66	
c) Current Tax Assets	11	1,260.50		777.79	
d) Other Current Assets	12	316.02		71.30	
TOTAL CURRENT ASSETS			107,110.83		109,823.94
TOTAL ASSETS			138,326.37		136,705.18
II. EQUITY & LIABILITIES					
1. EQUITY					
a) Equity Share Capital	13	455.78		455.78	
b) Other Equity	14	12,162.56		11,250.07	
TOTAL EQUITY			12,618.34		11,705.85
2. LIABILITIES					
a) Non-Current Liabilities					
Financial Liabilities					
Borrowings					
	15	640.50		703.85	
	16	32.04		32.04	
	17	2,565.15		2,759.15	
TOTAL NON-CURRENT LIABILITIES			3,237.69		3,495.04
b) Current Liabilities					
Financial Liabilities					
i) Borrowings					
	18	2,239.53		2,066.72	
ii) Trade Payables					
Dues to MSME					
	19	110,689.23		100,693.72	
Dues to other than MSME					
	20	54.70		20.38	
iii) Other Financial Liabilities					
	21	9,486.88		18,723.46	
TOTAL CURRENT LIABILITIES			122,470.34		121,504.28
TOTAL EQUITY & LIABILITIES			138,326.37		136,705.18

Statement of Significant Accounting Policies adopted by the Company and Notes forming part of the Financial Statements 1 - 37

The accompanying notes form an integral part of the financial statements

As per our report of even date attached.

For NKAS & ASSOCIATES
Chartered Accountants
Firm Registration No. 328509E

A. K. Sahoo
(Ashok Kumar Sahoo)
Partner
Membership No. 306453

Place: Kolkata

Dated: 4th September, 2019



For and on behalf of the Board of Directors

Mahendra Kumar Jalan

Mahendra Kumar Jalan (DIN: 00598710)
Director

Radhe Shyam Khetan

Radhe Shyam Khetan (DIN: 01188712)
Director

MKJ ENTERPRISES LTD.

(CIN: L51909WB1982PLC035468)

Statement of Profit and Loss for the year ended 31st March, 2019

(Amount ₹ in lakhs)

	Note No.	For the year ended 31st March, 2019	For the year ended 31st March, 2018
INCOME:			
I. Revenue from Operations	22	5,824.41	6,654.57
Other Income	23	10,970.86	8,695.07
II. Total Income		16,795.27	15,349.64
III. EXPENSES:			
Purchase of Stock in Trade		5,630.94	6,529.43
Changes in Inventories	24	20.03	-
Employee Benefit Expenses	25	298.83	91.30
Finance Costs	26	2,912.63	8,355.89
Depreciation & Amortisation Expenses	2	157.34	162.40
Other Expenses	27	6,859.24	360.07
Total Expenses		15,879.01	15,499.08
IV. Profit/(Loss) before exceptional items and tax (II-III)		916.25	-149.44
Extra-ordinary items:			
Income Tax Provision for earlier years		-	-
Profit/(Loss) before tax		916.25	(149.44)
V. Tax Expenses			
Current tax		194.00	54.73
Less: MAT credit entitlement		194.00	54.37
		-	0.36
Deferred Tax charge / (credit)		-	(5.10)
Tax adjustment for earlier years		3.76	0.12
			(4.62)
VI. Profit/(Loss) for the year (V - VI)		912.49	(144.82)
Other Comprehensive Income			
VI. Other Comprehensive Income not to be reclassified to profit or loss in subsequent periods			
Remeasurement gains or losses on Defined Benefit Plans		-	(9.15)
Fair Value gain of Investments		-	4,373.65
Tax related to items that will not be reclassified to Profit & Loss		-	(1,348.63)
Other Comprehensive Income for the year		-	3,015.87
Total Comprehensive Income for the year		912.49	2,871.05
VII. Earnings per Equity Share:			
(1) Basic		20.02	(3.18)
(2) Diluted		20.02	(3.18)

Statement of Significant Accounting Policies adopted by the Company and Notes forming part of the Financial Statements

1 - 37

The Accompanying notes form an integral part of the financial statements

As per our report of even date attached.

For NKAS & ASSOCIATES
Chartered Accountants
Firm Registration No. 328509E

A. K. Sahar
(Ashok Kumar Sahoo)
Partner
Membership No. 306453

Place: Kolkata

Dated: 4th September, 2019



For and on behalf of the Board of Directors

Mahendra Kumar Jalan
Mahendra Kumar Jalan (DIN: 00598710)
Director

Radhe Shyam Khetan
Radhe Shyam Khetan (DIN: 01188712)
Director

Cash Flow Statement for the year ended 31st March, 2019

(Amount ₹ in lakhs)

	31st March, 2019	31st March, 2018
A. Cash flow from Operating Activities:		
Net Profit before Tax and Extra-ordinary items:	916.25	(149.44)
a) Finance Costs	2,912.63	8,355.89
b) Interest Received	(10,927.71)	(8,704.42)
c) Dividend Received	(19.62)	0.00
d) Rent Received	(3.90)	(6.89)
e) (Profit) / Loss on Assignment	(6.60)	-
f) (Profit) / Loss on Sale of Fixed Assets	(0.24)	-
g) (Profit) / Loss on Sale of Investments	(11.77)	16.23
h) Provision for Gratuity	-	16.50
i) Depreciation and amortisation expenses	157.34	162.40
Operating Profit before Working Capital changes	(6,983.60)	(309.74)
Adjustments for :-		
a) Trade & Other Receivables	(45.37)	(655.22)
b) Inventories	20.03	-
c) Other Long-term Liabilities	0.00	0.00
d) Trade & Other Payables	9,995.51	29,923.07
Cash generated from operations	2,986.57	28,958.11
Direct Taxes Paid	(673.30)	(55.85)
Net Cash Flow from Operating Activities	2,313.27	28,902.26
B. Cash Flow from Investing Activities:		
a) Purchase of Fixed Assets	(156.98)	(6.39)
b) Sale of Fixed Assets	1.16	0.00
c) Dividend Received	19.62	0.00
d) Purchase of Investments	(1,419.15)	(177.80)
e) Sale of Investments	225.30	766.92
f) Rent Received	3.90	6.89
g) Repayment received / increase in Loans	2,286.72	(30,155.15)
h) Long-term Loans and Advances	-	0.00
i) Other Non-current Assets	(3,096.23)	(526.41)
j) Other current Assets	(156.27)	0.00
k) Other Current Liabilities	(9,236.58)	0.00
l) Interest Received	10,927.71	8,704.42
Net Cash Flow from Investing Activities	(600.81)	(21,385.52)
C. Cash Flow from Financing Activities:		
a) Short-term Borrowings	172.82	1,057.39
b) Long Term Borrowings	(63.35)	-222.96
c) Finance Costs	(2,912.63)	(8,355.89)
Net Cash Flow from Financing Activities	(2,803.17)	(7,521.46)
Net inflow / (Outflow) (A + B + C)	(1,090.71)	(4.72)
Cash and Cash Equivalent - at commencement	2,794.48	2,799.20
Cash and Cash Equivalent - at close	1,703.78	2,794.48

Notes:

a. The above Cash Flow Statement has been prepared under the "Indirect Method" as set out in the Indian Accounting Standard (Ind-AS 7) - Cash Flow Statement.

b. Particulars	As at 31st March, 2019	As at 31st March, 2018
Cash & Cash Equivalents comprises of:		
Cash on Hand	2.66	3.99
Balances with Banks in current accounts	1,701.12	2,790.48
Cheques, draft in hand	-	0.03
Cash & Cash Equivalents in Cash Flow Statement	1,703.78	2,794.50

c. Particulars	As at 31.03.2018	Cash flows	Non-Cash Changes	As at 31.03.2019
Borrowings - Non Current	703.85	(63.35)	-	640.50
Borrowings - Current	2,066.72	172.82	-	2,239.53

The accompanying notes form an integral part of the standalone financial statements

As per our report of even date attached.

For **NKAS & ASSOCIATES**
Chartered Accountants
Firm Registration No. 328509E

A. K. Sahoo
(Ashok Kumar Sahoo)
Partner
Membership No. 306453

Place: Kolkata

Dated: 4th September, 2019



For and on behalf of the Board of Directors

Mahendra Kumar Jalan
Mahendra Kumar Jalan (DIN: 00598710)
Director

Radhe Shyam Khetan
Radhe Shyam Khetan (DIN: 01188712)
Director

MKJ ENTERPRISES LTD.
(CIN: L51909WB1982PLC035468)

Statement of Changes in Equity for the year ended 31st March, 2019

A) Equity Share Capital

Amount in ₹ lakhs

Particulars	Balance at the beginning of the year		Changes during the year		Balance at year-end	
	Nos.	₹	Nos.	₹	Nos.	₹
For the year ended 31st March,2017	4,557,838	455.78	-	-	4,557,838	455.78
For the year ended 31st March,2018	4,557,838	455.78	-	-	4,557,838	455.78
For the year ended 31st March,2019	4,557,838	455.78	-	-	4,557,838	455.78

B) Other Equity

Particulars	Reserve & Surplus				Items of OCI	Total
	Capital Reserve	Securities Premium	General Reserves	Retained Earnings	Equity Instruments through OCI	
	₹	₹	₹	₹	₹	₹
Balance as at 1st April, 2017	0.02	1,200.00	32.88	6,755.21	390.92	8,379.02
Profit for the year	0.00	0.00	0.00	(144.82)	0.00	(144.82)
Other Comprehensive Income for the year	0.00	0.00	0.00	0.00	3,015.87	3,015.87
Transfer pursuant to sale of FVTOCI shares	0.00	0.00	0.00	401.35	(401.35)	0.00
Balance as at 31st March, 2018	0.02	1,200.00	32.88	7,011.74	3,005.44	11,250.07
Profit for the year	0.00	0.00	0.00	912.49	0.00	912.49
Other Comprehensive Income for the year	0.00	0.00	0.00	0.00	0.00	0.00
Transfer pursuant to sale of FVTOCI shares	0.00	0.00	0.00	0.00	0.00	0.00
Balance as at 31st March, 2019	0.02	1,200.00	32.88	7,924.23	3,005.44	12,162.56

The accompanying notes form an integral part of the financial statements

As per our report of even date attached.

For NKAS & ASSOCIATES
Chartered Accountants
Firm Registration No. 328509E


(Ashok Kumar Sahoo)
Partner
Membership No. 306453

Place: Kolkata

Dated: 4th September, 2019



For and on behalf of the Board of Directors



Mahendra Kumar Jalan (DIN: 00598710)
Director


Radhe Shyam Khetan (DIN: 01188712)
Director

MKJ ENTERPRISES LTD.

(CIN: L51909WB1982PLC035468)

Significant Accounting Policies and Notes to Financial Statements

Corporate Information

MKJ ENTERPRISES LTD. ("the Company") is a public limited Company incorporated and domiciled in India. The Company is primarily engaged in the Trading in Stainless Steel and Allied Products. The registered office of the Company is located at Sagar Estate, 3rd Floor, 2, Clive Ghat Street, Kolkata-700 001.

Note: 1. Significant accounting policies

This note provides a list of the significant accounting policies adopted in the preparation of these financial statements. These policies have been consistently applied to all the years presented, unless otherwise stated.

(a) Basis of Preparation

These accounts have been prepared in accordance with Indian Accounting Standards (Ind AS) prescribed under Section 133 of the Companies Act 2013 ("Act") read with Rule 3 of the Companies (Indian Accounting Standards) Rules 2015 and the relevant amendment rules issued thereafter. These financial statements are prepared in accordance under the historical cost convention on the accrual basis except for certain financial instruments which are measured at fair value at the end of each accounting period.

Amendments issued to Ind AS but not effective:

On 30th March 2019, Ministry of Corporate Affairs ("MCA") has notified the IND AS 116 Leases and Appendix C of Ind AS 12 "Uncertainty over Income Tax Treatment and amendments to Ind AS19, Employee benefits in connection with accounting for plan amendments, curtailments and settlements. The effective date for adoption of the same is financial periods beginning on or after 1st April 2019. The company is in the process of evaluating the effect on its adoption.

(b) Foreign currencies

Exchange differences on monetary items are recognised in profit or loss in the period in which they arise except for exchange differences on foreign currency borrowings relating to assets under construction for future productive use, which are included in the cost of those assets when they are regarded as an adjustment to interest costs on those foreign currency borrowings.

(c) Revenue recognition

The Company derives revenue on trading of Stainless Steel and Allied Products.

Revenue is recognised on satisfaction of performance obligation at an amount that reflects the consideration to which the Company expects to be entitled in exchange of selling of products to customers.

The Company's performance obligation is on **trading of Stainless Steel and Allied Products.**

With effect from 1 April 2018, the Company has adopted IND AS 115 'Revenue from Contracts with Customers' which introduces a new five-step approach to measuring and recognising revenue from contracts with customers. Under IND AS 115, revenue is recognised on satisfaction of performance obligation at an amount that reflects the consideration to which an entity expects to be entitled in exchange for transferring goods or services to a customer.

The Company has elected to apply the Cumulative catch up method in adopting IND AS 115. In accordance with the cumulative catch-up transition method, the comparatives have not been retrospectively adjusted. The effect on adoption of Ind AS 115 was insignificant.



MKJ ENTERPRISES LTD.

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Significant Accounting Policies and Notes to Financial Statements

Contract assets and Contract Liability

Revenue in excess of invoicing are classified as contract assets (which we referred as unbilled revenue) while invoicing in excess of revenues are classified as contract liabilities (which we refer as unearned revenue)

Interest income is recognised using the effective interest method. All other income are recognised on accrual basis.

(d) Income Tax

The income tax expense or credit for the period is the tax payable on the current period's taxable income based on the applicable income tax rate for each jurisdiction adjusted by changes in deferred tax assets and liabilities attributable to temporary differences and to unused tax losses.

Deferred income tax is provided in full, using the liability method, on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements. Deferred income tax is determined using tax rates (and laws) that have been enacted or substantially enacted by the end of the reporting period and are expected to apply when the related deferred income tax asset is realised or the deferred income tax liability is settled.

Deferred tax assets are recognised for all deductible temporary differences and unused tax losses only if it is probable that future taxable amounts will be available to utilise those temporary differences and losses.

Deferred tax assets and liabilities are offset when there is a legally enforceable right to offset current tax assets and liabilities and when the deferred tax balances relate to same taxation authority. Current tax assets and tax liabilities are offset where the entity has a legally enforceable right to offset and intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

Current and deferred tax is recognised in profit or loss, except to the extent that it relates to items recognised in other comprehensive income or directly in equity. In this case, the tax is also recognised in other comprehensive income or directly in equity, respectively.

(e) Leases

Leases of property, plant & equipment where the Company, as lessee, has substantially all the risks and rewards of ownership are classified as finance leases. Finance leases are capitalised at the lease's inception at the fair value of the leased property. The corresponding rental obligations, net of finance charges, are included in borrowings or other financial liabilities as appropriate. Each lease payment is allocated between the liability and finance cost. The finance cost is charged to the profit or loss over the lease period so as to produce a constant periodic rate of interest on the remaining balance of the liability for each period.

Leases in which a significant portion of the risks and rewards of ownership are not transferred to the Company as lessee are classified as operating leases. Payments made under operating leases are charged to profit or loss on a straight line basis over the period of the lease unless the payments are structured to increase in the line with the expected general inflation to compensate for the lessor's expected inflationary cost increases.

(f) Impairment of assets

Assets are tested for impairment whenever the events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable amount. The recoverable amount is the higher of an asset's fair value less costs of



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Significant Accounting Policies and Notes to Financial Statements

disposal and value in use. Non-financial assets that suffered an impairment are reviewed for possible reversal of the impairment at the end of each reporting period.

(g) Cash and cash equivalents

For the purpose of presentation in the statement of cash flows, cash and cash equivalents includes cash on hand, deposits held at call with the financial institutions, other short term, highly liquid investments with original maturities of three months or less (except the instruments which are pledged) that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities in the balance sheet.

(h) Inventories

Inventories are valued at lower of cost or market price in case of securities and at lower of cost or net realisable value in other cases.

(i) Financial Instruments

Financial assets and financial liabilities are recognised when a Company becomes a party to the contractual provisions of the instruments.

Financial assets and financial liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through profit or loss) are added to or deducted from the fair value of the financial assets or financial liabilities, as appropriate, on initial recognition. Transaction costs directly attributable to the acquisition of financial assets or financial liabilities at fair value through profit or loss are recognised immediately in profit or loss.

All recognised financial assets are subsequently measured in their entirety at either amortised cost or fair value, depending on the classification of the financial assets.

Investment and other financial assets

(i) Classification

The company classifies its financial assets in the following measurement categories –

- Those to be measured subsequently at fair value (either through other comprehensive income or through profit or loss), and
- Those measured at amortised cost

The classification depends on the entity's business model for managing the financial assets and the contractual terms of cash flows.

For assets measured at fair value, gains and losses will either be recorded in profit or loss or other comprehensive income. For investments in debt instruments, this will depend on the business model in which the investment is held. For investments in equity instruments, this will depend on whether the company has made an irrevocable election at the time of initial recognition to account for the equity investment at the fair value through other comprehensive income.

(ii) Measurement

At initial recognition, the company measures a financial asset at its fair value plus, in the case of a financial asset not at fair value through profit or loss, transaction cost that are directly attributable to the acquisition of the financial asset. Transaction costs of financial assets carried at fair value through profit or loss are expensed in profit or loss.



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Significant Accounting Policies and Notes to Financial Statements

The company subsequently measures all equity investments at fair value. Where the company's management has elected to present fair value gains and losses on equity investments in OCI, there is no subsequent reclassification of fair value gains and losses to profit or loss. Dividends from such investments are recognised in profit or loss as other income when the company's right to receive payments is established.

Changes in the fair value of financial assets at fair value through profit or loss are recognised in other gain/ (losses) in the statement of profit or loss. Impairment losses (and reversal of impairment losses) on equity investments measured at FVOCI are not reported separately from other changes in fair value.

(iii) Impairment of financial assets

The company assesses on a forward looking basis the expected credit losses associated with its assets carried at amortised cost and FVOCI debt instruments. The impairment methodology applied depends on whether there has been a significant increase in credit risk.

For trade receivables only, the company applies the simplified approach permitted by Ind AS 109 Financial Instruments, which requires expected lifetime losses to be recognised from initial recognition of the receivables.

(iv) De-recognition of financial assets

A financial asset is derecognised only when

- The company has transferred the rights to receive cash flows from the financial asset; or
- Retains the contractual rights to receive the cash flows of the financial asset, but assumes a contractual obligation to pay the cash flows to one or more recipients.

Financial Liabilities and equity Instruments

(i) Classification as debt or equity

Debt and equity instruments are classified as either financial liabilities or as equity in accordance with the substance of the contractual arrangement.

(ii) Equity Instruments

An equity instrument is any contract that evidences a residual interest in the assets of an entity after deducting all of its liabilities. Equity instruments issued by the Company are recognised at the proceeds received, net of direct issue costs.

(iii) Compound financial instruments

The component parts of compound instruments (convertible instruments) issued by the Company are classified separately as financial liabilities and equity in accordance with the substance of the contractual arrangement. At the date of issue, the fair value of the liability component is estimated using the prevailing market interest rate for a similar non-convertible instrument. This amount is recorded as a liability on an amortised cost basis using the effective interest method until extinguished upon conversion or at the instrument's maturity date. The equity component is determined by deducting the amount of the liability component from the fair value of the compound instrument as a whole. This is recognised and included in equity, net of income tax effects, and is not subsequently remeasured.

(iv) Financial guarantee contract liabilities

Financial guarantee contract liabilities are initially measured at their fair values and, if not designated as at FVTPL, are subsequently measured at the higher of:



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Significant Accounting Policies and Notes to Financial Statements

- The amount of the obligation under the contract, as determined in accordance with Ind-AS 37 Provisions, Contingent Liabilities and Contingent Assets; and
- the amount initially recognised less, where appropriate, cumulative amortisation recognised in accordance with the revenue recognition policies.

(v) Financial Liabilities

Financial liabilities are classified as either financial liabilities 'at FVTPL' or 'other financial liabilities'.

Financial Liabilities at FVTPL

Financial liabilities are classified as at FVTPL when the financial liability is either held for trading or it is designated as at FVTPL.

A financial liability is classified as held for trading if:

- it has been acquired or incurred principally for the purpose of repurchasing it in the near term; or
- on initial recognition it is part of a portfolio of identified financial instruments that the Company manages together and for which there is evidence of a recent actual pattern of short-term profit taking; or
- it is a derivative that is not designated and effective as a hedging instrument.

A financial liability other than a financial liability held for trading may also be designated as at FVTPL upon initial recognition if:

- such designation eliminates or significantly reduces a measurement or recognition inconsistency that would otherwise arise; or
- the financial liability forms part of a Company of financial assets or financial liabilities or both, which is managed and its performance is evaluated on a fair value basis, in accordance with the Company's documented risk management or investment strategy, and information about the Companying is provided internally on that basis; or
- it forms part of a contract containing one or more embedded derivatives, and Ind-AS 109 Financial Instruments permits the entire combined contract to be designated as at FVTPL.

Financial liabilities at FVTPL are stated at fair value, with any gains or losses arising on remeasurement recognised in the statement of profit and loss, except for the amount of change in the fair value of the financial liability that is attributable to changes in the credit risk of that liability which is recognised in other comprehensive income.

The net gain or loss recognised in the statement of profit and loss incorporates any interest paid on the financial liability.

(vi) Other financial liabilities

Other financial liabilities, including borrowings, are initially measured at fair value, net of transaction costs.

Other financial liabilities are subsequently measured at amortised cost using the effective interest method, with interest expense recognised on an effective yield basis.

The effective interest method is a method of calculating the amortised cost of a financial liability and of allocating interest expense over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash payments through the expected life of the financial liability, or (where appropriate) a shorter period, to the net carrying amount on initial recognition.



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Significant Accounting Policies and Notes to Financial Statements

(vii) Offsetting financial instruments

Financial assets and liabilities are offset and the net amount reported in the balance sheet when there is a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis or realise the asset and settle the liability simultaneously. The legally enforceable right must not be contingent on future events and must be enforceable in the normal course of business and in the event of default, insolvency or bankruptcy of the Company or the counterparty.

(j) Property, plant and equipment

Property, Plant and Equipment are stated at cost, less accumulated depreciation (other than Freehold Land) and accumulated impairment loss, if any. The cost of Property, Plant & Equipment comprises of its purchase price, including import duties and other non-refundable taxes or levies and any directly attributable cost of bringing the asset to its working condition for its intended use. Interest and other financial charges on loans borrowed specifically for acquisition of capital assets are capitalised till the start of commercial production. Depreciation is provided on the straight line method over the estimated useful lives of assets and are in line with the requirements of Part C of Schedule II of the Companies Act, 2013.

Advances paid towards the acquisition of property, plant and equipment outstanding at each balance sheet date is classified as Capital Advances under other Non-Current Assets and the cost of assets not put to use before such date are disclosed under 'Capital Work in Progress'. The cost and related accumulated depreciation are eliminated from the Financial Statements upon sale or retirement of the asset and the resultant gains or losses are recognized in the Statement of Profit & Loss. The method of depreciation, useful lives and residual values are reviewed at each financial year end.

(k) Intangible assets

Software

Cost of software is amortized over a period of 6-10 years, being the estimated useful life as per the management estimates. The Cost of Intangible assets are amortized on a straight line basis over their estimated useful life.

(l) Borrowing Costs

Borrowings are recognised initially at fair value, net of transaction costs incurred. Borrowings are subsequently stated at amortised cost. Any difference between the proceeds (net of transaction costs) and the redemption value is recognised in the income statement over the period of the borrowings using the effective interest rate method. Borrowings are classified as current liabilities unless the Company has an unconditional right to defer settlement of the liability for at least 12 months after the reporting date.

Borrowing costs directly attributable to the acquisition, construction or production of qualifying assets, which are assets that necessarily take a substantial period of time to get ready for their intended use or sale, are added to the cost of those assets, until such time as the assets are substantially ready for their intended use or sale.

All other borrowing costs are recognised in the statement of Profit and Loss in the period in which they are incurred.



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Significant Accounting Policies and Notes to Financial Statements

(m) Provisions

Provisions are recognised when the Company has a present obligation as a result of a past event, for which it is probable that a cash outflow will be required and a reliable estimate can be made of the amount of the obligation. Contingent liabilities are disclosed when the Company has a possible obligation or a present obligation and it is probable that a cash outflow will not be required to settle the obligation. Provisions & Contingent Liabilities are revalued at each Balance Sheet date.

(n) Employee benefits

(i) Defined contribution plans

The company pays provident fund contributions to publicly administered provident funds as per local regulations. The company has not further payment obligations once the contributions have been paid. The contributions are accounted for as defined contribution plans and the contributions are recognised as employee benefit expense when they are due.

(ii) Other long-term employee benefits obligations

The Company has a policy on compensated absences which are both accumulating and non-accumulating in nature. The Company's liability is actuarially determined using the Projected Unit Credit method at the end of the year in accordance with the provision of Ind AS 19 - Employee Benefits. The Company recognizes the net obligation of a defined benefit plan in its balance sheet as liability. Gains and losses through re-measurements of the net defined benefit liability/(asset) are recognized in Statement of Profit & Loss.

(iii) Post-employment obligations

The Company operates a defined benefit gratuity plan in India, comprising of Gratuity fund with Life Insurance Corporation of India. The Company's liability is actuarially determined using the Projected Unit Credit method at the end of the year in accordance with the provision of Ind AS 19 - Employee Benefits. The Company recognizes the net obligation of a defined benefit plan in its balance sheet as an asset or liability. Gains and losses through re-measurements of the net defined benefit liability/(asset) are recognized in other comprehensive income and are not reclassified to profit or loss in subsequent periods. The actual return of the portfolio of plan assets, in excess of the yields computed by applying the discount rate used to measure the defined benefit obligation is recognized in other comprehensive income. The effect of any plan amendments are recognized in the Statement of Profit & Loss.

(o) Earnings per share

The basic earnings per share ("EPS") is computed by dividing the net profit after tax for the year by the weighted average number of equity shares outstanding during the year. For computing Diluted earnings per share potential equity shares are added to the above weighted average number of shares.



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Note No. 2:

Property, Plant & Equipment:

Amount in ₹ lakhs

Particulars	Gross Block			Depreciation			Net Block			
	As at 01.04.2018 ₹	Additions ₹	Deductions ₹	As at 31.03.2019 ₹	Upto 01.04.2018 ₹	For the year ₹	Deductions ₹	Upto 31.03.2019 ₹	As at 31.03.2019 ₹	As at 31.03.2018 ₹
Tangible Assets:										
Premises*	274.50	21.75	-	296.25	25.59	13.17	-	38.76	257.49	248.91
Furniture & Fittings	438.91	-	-	438.91	192.68	63.15	-	255.84	183.07	246.23
Vehicles	155.01	134.31	6.47	282.85	54.82	63.11	5.56	112.37	170.48	100.20
Air Conditioners	5.65	0.44	0.01	6.08	1.12	0.71	-	1.82	4.26	4.54
Computers	4.26	0.49	-	4.74	3.48	0.66	-	4.13	0.61	0.78
Electric Installations	104.81	-	-	104.81	46.82	14.86	-	61.68	43.13	57.99
Office Equipments	13.08	-	-	13.08	7.17	1.68	-	8.85	4.22	5.90
Total	996.22	156.98	6.48	1,146.72	331.68	157.34	5.56	483.46	663.26	664.54
Previous Years' Total	989.83	6.39	-	996.22	169.28	162.40	-	331.68	664.54	

* Premises include Rs. 250/- paid towards 5 shares in a Co-operative Housing Society

Particulars	Gross Block			Depreciation			Net Block		
	As at 01.04.2017 ₹	Additions ₹	Deductions ₹	As at 31.03.2018 ₹	Upto 01.04.2017 ₹	For the year ₹	Deductions ₹	Upto 31.03.2018 ₹	As at 31.03.2018 ₹
Tangible Assets:									
Premises*	274.50	-	-	274.50	12.84	12.74	-	25.59	248.91
Furniture & Fittings	438.91	-	-	438.91	107.32	85.37	-	192.68	246.23
Vehicles	150.41	4.60	-	155.01	15.49	39.32	-	54.82	100.20
Air Conditioners	5.65	-	-	5.65	0.29	0.83	-	1.12	4.54
Computers	4.26	-	-	4.26	2.25	1.23	-	3.48	0.78
Electric Installations	104.38	0.43	-	104.81	26.87	19.95	-	46.82	57.99
Office Equipments	11.71	1.36	-	13.08	4.21	2.96	-	7.17	5.90
Total	989.83	6.39	-	996.22	169.28	162.40	-	331.68	664.54

* Premises include Rs. 250/- paid towards 5 shares in a Co-operative Housing Society



MKJ ENTERPRISES LTD.
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3. Non-Current Investments: (Long-term, Non-trade)

Name of the Company	Face Value ₹	31st March, 2019		31st March, 2018	
		Nos.	Amount ₹ in lakhs	Nos.	Amount ₹ in lakhs
Securities:					
a) Quoted :					
i) Equity Shares: (Fully Paid-up)					
Measured at Fair Value through OCI:					
Madantal Ltd.	10	2,030,950	-	2,030,950	-
MKJ Developers Ltd.	10	520,000	1,428.17	520,000	1,428.13
Right Innova Know-How Ltd.	10	671,733	-	671,733	-
Himachal Futuristic Communications Ltd.	1	32,007,659	8,288.61	31,985,461	8,284.23
Mukand Ltd.	10	294,366	172.35	294,366	172.35
Quadrant Televentures Ltd.	1	7,054,488	105.82	7,054,488	105.82
Measured at Fair Value through Profit & Loss:					
KJMC Financial Services Ltd.	10	500	0.30	500	0.30
KJMC Corporate Advisors (India) Ltd.	10	500	0.30	500	0.30
Swadeshi Polytex Ltd.	10	487,550	37.36	487,550	37.36
Viiya Commercial Credit Ltd.	10	2,500	0.25	2,500	0.25
			<u>10,033.16</u>		<u>10,028.74</u>
ii) Debentures: (Fully Paid-up)					
Essar Oil Ltd.	52.50	100	0.05	100	0.05
AMRI Hospitals Pvt.Ltd.	100.00	800	1,200.00	-	-
			<u>1,200.05</u>		<u>0.05</u>
Total (a)			<u>11,233.21</u>		<u>10,028.79</u>
b) Unquoted: (Non-Trade)					
Equity Shares: (fully paid-up)					
Measured at Fair Value through OCI:					
Adia Tracom Pvt. Ltd.	10	1,500	0.15	-	-
Bengal Bonded Warehouse Ltd.	12.50	51,854	310.09	51,854	310.09
Bengal Port Pvt.Ltd.	10	472,420	99.73	472,420	99.73
Dankuni Projects Ltd.	10	684,600	127.81	684,600	127.81
Edward Food Research & Analysis Centre Ltd.	100	217,682	20.20	217,682	20.20
Happy Plaza Private Ltd	10	2,500	-	2,500	-
Ideal Point Services Pvt. Ltd.	10	3,800	8.33	3,800	8.33
Ishan Housing Projects Ltd.	10	90,200	1,171.80	90,200	1,171.80
Keventer Agro Ltd.	10	5,146,483	3,499.61	5,146,483	3,499.61
Keventer Projects Ltd.	10	130,060	3,260.20	130,060	3,260.20
Krishna Futuretrade Pvt. Ltd.	10	1,500	0.15	-	-
M. Bhattacharyya & Co. (P) Ltd.	10	45,000	33.75	-	-
Mantu Housing Projects Ltd.	10	22,065	-	22,065	-
MKJ Tradex Ltd.	10	1,320,000	2,596.04	1,320,000	2,596.04
Navotech Exim Pvt. Ltd.	10	1,500	0.15	-	-
Nirmalkuni Tracom Pvt. Ltd.	10	1,500	0.15	-	-
Rajesh Dealtrade Pvt. Ltd.	10	1,500	0.15	-	-
Sarvesh Housing Projects Pvt.Ltd.	10	20,000	92.02	20,000	92.02
Sasmal Infrastructure (P) Ltd.	10	25,000	20.19	25,000	20.19
Shavamani Distributors Pvt. Ltd.	10	1,500	0.15	-	-
Shew Merchandise Pvt. Ltd.	10	1,500	0.15	-	-
Shyamal Dealtrade Pvt. Ltd.	10	1,500	0.15	-	-
Sutanutti Farms Pvt. Ltd.	10	2,000	3.03	2,000	3.03
Twenty First Century Securities Ltd.	10	837,500	488.43	837,500	488.43
Measured at Fair Value through Profit & Loss:					
Betwa Homes Pvt. Ltd.	100	17,000	17.00	17,000	17.00
Eastern Gateway Terminals Ltd.	10	250	0.03	250	0.03
Elpack India Ltd.	10	484,000	4.68	484,000	4.68
Microwave Communications Ltd.	10	2,873,437	393.09	2,873,437	393.09
MIEL e-Security Pvt. Ltd.	10	1,209,852	135.02	1,209,852	135.02
Ormet Minerals & Metals Pvt. Ltd.	10	144,100	46.11	144,100	46.11
Skyline Radio Network Ltd.	10	100,000	25.00	100,000	25.00
Total (b)			<u>13,959.85</u>		<u>13,924.90</u>
Measured at Deemed Cost in a Subsidiary Company:					
Debaniali Dealtrade (P) Ltd.	10	9,800	-	9,800	-
Speedage Trade Ltd.	10	10,000	1.00	10,000	1.00
Sarkar & Chowdhury Enterprises Pvt. Ltd.	10	5,945	0.60	5,945	0.60
			<u>1.60</u>		<u>1.60</u>
Total (b)			<u>13,961.45</u>		<u>13,926.50</u>
c) Preference Shares:					
Mukand Ltd.	10	16	0.04	16	0.04
<i>(0.01% Non-convertible Cumulative Redeemable Preference Shares of Rs.10/- each Redeemable in 5 equal annual instalments w.e.f 2019.)</i>					
Edward Keventer Pvt. Ltd.**	100	108,841	-	108,841	-
<i>(5% Non-Cumulative Non-Convertible Redeemable Preference Shares redeemable at par fully or in tranches at any time within a maximum period of 20 years, i.e. by 24.02.2037).</i>					
<i>(Received for consideration otherwise than in cash pursuant to demerger of Edward Food Research & Analysis Centre Ltd.)</i>					
Total (c)			<u>0.04</u>		<u>0.04</u>
Total (a to c)			<u>25,194.70</u>		<u>23,955.33</u>
Aggregate Amount of Quoted Investment and Market Value thereof			11,233.21		10,028.79
Aggregate Amount of Unquoted Investment			13,961.45		13,926.50
Aggregate Amount of Impairment in Value of Investment			0.04		0.04
			<u>25,194.70</u>		<u>23,955.33</u>



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MKJ ENTERPRISES LTD.

(CIN: L51909WB1982PLC035468)

	31st March, 2019		31st March, 2018	
	₹ in lakhs		₹ in lakhs	
4. Loans (Non-Current)				
<i>Unsecured, Considered Good:</i>				
Deposits		34.75		34.77
		<u>34.75</u>		<u>34.77</u>
5. Other Financial Assets (Non-Current)				
<i>Unsecured, Considered Good:</i>				
Advances recoverable in cash or in kind or for value to be received		5,322.56		2,226.33
Fixed Deposit with Banks		0.27		0.27
		<u>5,322.83</u>		<u>2,226.60</u>
6. Inventories:				
	31st March, 2019		31st March, 2018	
	Qty	Amount	Qty	Amount
	Nos.	₹ in lakhs	Nos.	₹ in lakhs
Securities:				
Preference Shares: Quoted				
Mukand Ltd.	1,310	0.13	1,310	0.13
<i>(0.01% Non-convertible Cumulative Redeemable Preference Shares of Rs. 10/- each Redeemable in 5 equal annual instalments w.e.f 2019.)</i>				
Total (A)		<u>0.13</u>		<u>0.13</u>
Real Estate:	Sq. ft.		Sq. ft.	
Commercial Space	1,489	75.91	1,881	95.94
Total (B)		<u>75.91</u>		<u>95.94</u>
Total (A + B)		<u>76.04</u>		<u>96.07</u>
7. Trade Receivables				
<i>Unsecured, Considered Good:</i>		1,473.56		1,428.19
		<u>1,473.56</u>		<u>1,428.19</u>
8. Cash & Cash Equivalents				
Balance with Banks				
- in Current Accounts		1,701.12		2,790.48
Cheques on Hand		-		0.03
Cash on Hand		2.66		3.99
		<u>1,703.78</u>		<u>2,794.50</u>
9. Loans (Current): Unsecured				
Loans Given				
<i>Considered Good:</i>				
- to Related Parties	49,024.74		38,092.28	
- to Others	<u>52,969.38</u>	101,994.12	<u>66,449.15</u>	104,541.43
<i>Considered Doubtful:</i>				
- to Others		260.59		-
		<u>102,254.71</u>		<u>104,541.43</u>
10. Other Financial Assets (Current)				
<i>Unsecured, Considered Good:</i>				
Advance to Staff		4.84		4.51
Advance to Others		21.38		110.16
		<u>26.22</u>		<u>114.66</u>



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Notes to the Accounts:

	31st March, 2019 ₹ in lakhs	31st March, 2018 ₹ in lakhs
11. Current Tax Assets		
Income Tax Payments (Net)	1,260.50	777.79
	<u>1,260.50</u>	<u>777.79</u>
12. Other Current Assets		
Other Advances	316.02	71.31
	<u>316.02</u>	<u>71.31</u>
13. Equity Share Capital		
Authorised :		
50,00,000 Equity Shares of ₹10/- each	<u>500.00</u>	<u>500.00</u>
Issued, Subscribed & Paid-up:		
45,57,838 Equity Shares of ₹ 10/- each fully paid up. (Of the above 5,57,250 Equity Shares each fully paid up have been issued for consideration other than in cash pursuant to a Scheme of Amalgamation)	455.78	455.78
	<u>455.78</u>	<u>455.78</u>

The details of Shareholders holding more than 5% shares:

Name of the Shareholder	31st March, 2019		31st March, 2018	
	Nos.	Amount	Nos.	Amount
Madanlal Limited	1,158,600	25.42%	1,158,600	25.42%
Kalyan Vyapaar Pvt. Ltd.	299,000	6.56%	299,000	6.56%
MKJ Developers Ltd.	650,000	14.26%	650,000	14.26%
Twenty First Century Securities Ltd.	828,250	18.17%	828,250	18.17%
Mahendra Kumar Jalan	264,450	5.80%	264,450	5.80%

The reconciliation of the number of shares and amount outstanding:

Particulars	31st March, 2019		31st March, 2018	
	Nos.	Amount	Nos.	Amount
At the beginning of the year	4,557,838	455.78	4,557,838	455.78
Issued during the year	NIL	NIL	NIL	NIL
At the end of the year	4,557,838	455.78	4,557,838	455.78

14. Other Equity**Capital Reserves:**

As per Last Balance Sheet	0.02	0.02
Additions during the year	-	-
Closing Securities Premium	<u>0.02</u>	<u>0.02</u>

Securities Premium:

As per Last Balance Sheet	1,200.00	1,200.00
Additions during the year	-	-
Closing Securities Premium	<u>1,200.00</u>	<u>1,200.00</u>

General Reserve:

As per Last Balance Sheet	32.88	32.88
Additions during the year	-	-
Closing Securities Premium	<u>32.88</u>	<u>32.88</u>

Retained Earnings:

As per Last Balance Sheet	5,855.39	6,000.21
Add: Profit during the year	912.49	(144.82)
Closing Retained Earnings	<u>6,767.88</u>	<u>5,855.39</u>

OCI Reserve:

As per Last Balance Sheet	4,161.78	1,145.91
Add: OCI during the year	-	3,015.87
Closing OCI Reserve	<u>4,161.78</u>	<u>4,161.78</u>

<u>12,162.56</u>	<u>11,250.07</u>
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MKJ ENTERPRISES LTD.
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Amount in Rs. Lakhs

	<u>31st March, 2019</u>	<u>31st March, 2018</u>
15. Borrowings (Non-Current)		
Auto Finance	-	63.35
Secured by pledge of specific vehicle finance		
Unsecured		
Security Deposit Received	365.50	365.50
Advances Received	275.00	275.00
	<u>640.50</u>	<u>640.50</u>
	<u>640.50</u>	<u>703.85</u>
16. Provisions:		
Provision for Employee Benefits		
For Gratuity	32.04	32.04
	<u>32.04</u>	<u>32.04</u>

17. Deferred Tax Liabilities (net)

	Deferred tax Assets / (Liabilities) as at 31.03.2019	Changes during Fin. Year 2018-19	Deferred tax Assets / (Liabilities) as at 31.03.2018
Difference between book and tax Depreciation	1.73	0.00	1.73
Brought Forward Business Loss	1,296.10	0.00	1,296.10
Brought Forward Unabsorbed Depreciation	46.70	0.00	46.70
Brought Forward Long Term Capital Loss	117.48	0.00	117.48
Brought Forward Short Term Capital Loss	2.34	0.00	2.34
Fair Value Gain of Investments	(4,387.65)	0.00	(4,387.65)
Remeasurement of Defined Benefit Obligations	7.93	0.00	7.93
	<u>(2,915.37)</u>	<u>0.00</u>	<u>(2,915.37)</u>
MAT Credit Entitlement	350.22	194.00	156.22
	<u>(2,565.15)</u>	<u>194.00</u>	<u>(2,759.15)</u>

	<u>As at 31st March, 2019</u>	<u>As at 31st March, 2018</u>
18. Borrowings (Current)		
Secured:		
Auto Finance	168.03	23.47
Secured by pledge of specific vehicle finance		
From a Non-Banking Finance Company	1,968.07	1,992.86
The loan is secured by pledge of some of the securities held as investments by the Company.		
Unsecured:		
From Bodies Corporate	103.44	50.38
	<u>2,239.53</u>	<u>2,066.72</u>
19. Trade Payables		
Micro, Small & Medium Enterprises	-	-
Others	110,689.23	100,693.72
	<u>110,689.23</u>	<u>100,693.72</u>
20. Other Financial Liabilities (Current)		
Liability for Expenses	54.70	20.38
	<u>54.70</u>	<u>20.38</u>
21. Other Current Liabilities		
Statutory Liabilities	49.66	731.46
Trade and other Advances	9,437.21	17,992.00
	<u>9,486.88</u>	<u>18,723.46</u>



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	For the year ended 31st March, 2019		For the year ended 31st March, 2018	
	₹ in lakhs	₹ in lakhs	₹ in lakhs	₹ in lakhs
22. Revenue from Operations				
Sale of Stainless Steel	5,774.61		6,615.86	
Sale of Real Estate	20.05		-	
		5,794.66		6,615.86
Commission Received		29.75		38.70
		5,824.41		6,654.57
23. Other Income				
Dividend		19.62		-
Profit / (Loss) on Assignment		6.60		-
Rent Received		3.90		6.89
Profit on Share Speculation		1.03		-
Profit / (Loss) on Sale of Fixed Assets		0.24		-
Profit / (Loss) on Sale of Investments		11.77		(16.23)
Interest Received		10,927.71		8,704.42
		10,970.86		8,695.07
24. Changes in Inventories				
Inventories at Close		76.04		96.07
Inventories at Commencement		96.07		96.07
		-20.03		-
25. Employee Benefit Expenses				
Payment to Employees		241.35		63.31
Contribution to Provident & Other Funds		32.54		7.54
Staff Welfare Expenses		9.53		1.35
Director's Remuneration		15.11		18.87
Director Sitting Fees		0.31		0.23
		298.83		91.30
26. Finance Cost				
Interest Expenses		2,869.52		8,355.87
Other Costs		43.12		0.02
		2,912.63		8,355.89
27. Other Expenses				
Rent Paid		4.30		34.65
Repairs & Maintenance - Buildings	24.27		16.49	
- Others	9.23	33.50	10.03	26.52
Insurance		6.20		4.50
Rates and Taxes		4.57		3.55
Donation		6,512.22		73.39
Brokerage and Commission		-		-
Bank Charges		0.61		0.55
Electricity Charges		6.22		4.73
Professional Charges		118.93		51.84
Travelling and Conveyance		44.32		36.90
Payments to Auditors:				
- Statutory Audit Fees	3.25		3.00	
- Tax Audit Fees	0.10		0.40	
- Other Services		3.35	1.60	5.00
Sales Promotion Expenses		4.37		30.28
Telephone Expenses		7.76		6.60
Service Tax / Entry tax Paid		3.42		8.62
GST Paid		5.01		16.69
Value Added Tax Paid		-		0.98
Miscellaneous Expenses		104.45		55.26
		6,859.24		360.07

28. Micro, Small and Medium Enterprises

There are no Micro, Small & Medium Enterprises, to whom the company owes dues, which are outstanding for more than 45 days as at 31st March 2019. This information as required to be disclosed under the Micro, Small and Medium Enterprises Development Act, 2006 has been determined to the extent such parties have been identified on the basis of information available with the Company.



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29. Earning per Share (EPS)

Sl. No.	Particulars		31st March, 2019	31st March, 2018
a)	Profit / (Loss) after Taxation	(₹ in lakhs)	912.49	(144.82)
b)	No. of Equity Shares	(Nos.)	4,557,838	4,557,838
c)	Nominal value per Equity Share	(₹)	10.00	10.00
d)	Earning per Equity Share-Basic/Diluted (a / b)	(₹)	20.02	(3.18)

30. Related Party Disclosures:

(a) Names of the related parties with whom significant relations exist and transactions have taken place during the year are given below:-

(i) Enterprises/Associates where key management personnel is able to exercise significant influence:

- | | |
|---------------------------------|---|
| a) Bengal Bonded Warehouse Ltd. | i) Madanlal Limited |
| b) Bengal NRI Complex Ltd. | j) Mantu Housing Projects Ltd. |
| c) Century Nirman Pvt. Ltd. | k) MKJ Developers Ltd |
| d) Edward Keventer (P) Ltd. | l) MKJ Tradex Ltd. |
| e) Ishan Housing Projects Ltd. | m) Right Innova Know-How Ltd. |
| f) Keventer Agro Ltd. | n) Trinity Developers Pvt. Ltd |
| g) Keventer Capital Limited | o) Twenty First Century Securities Ltd. |
| h) Keventer Projects Ltd. | |

(ii) Key Management Personnel :

Shri Mahendra Kumar Jalan
Shri Radhe Shyam Khetan
Shri Swetaank Nigam
Smt. Debjani Chatterjee

(iii) Relatives of Key Management Personnel :

Smt. Shashi Prabha Jalan
Shri Mayank Jalan

(b) Transactions during the year with related parties in the ordinary course of business :

Nature of transactions	Related parties as referred in			Total
	Associates	Key Management Personnel	Relatives of Key Management	
	a (i) above	a (ii) above	a (iii) above	
1) Short-term Borrowings:				
Balance as at 1st April, 2018	-	-	-	-
	(919.97)	-	-	(919.97)
Taken during the year	-	-	-	-
	(17.53)	-	-	(17.53)
Paid during the year	-	-	-	-
	(937.50)	-	-	(937.50)
Balance as at 31st March, 2019	-	-	-	-
	-	-	-	-
2) Loans Given:				
Balance as at 1st April, 2018	38,092.28	-	-	38,092.28
	(35,844.34)	-	-	(35,844.34)
Given during the year	57,454.14	-	-	57,454.14
	(39,809.11)	-	-	(39,809.11)
Refund received during the year	46,521.68	-	-	46,521.68
	(37,561.17)	-	-	(37,561.17)
Balance as at 31st March, 2019	49,024.74	-	-	49,024.74
	(38,092.28)	-	-	(38,092.28)
3) Advances Given				
	-	-	-	-
	(1,742.90)	-	-	(1,742.90)



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Nature of transactions	Related parties as referred in			Total
	Associates	Key Management Personnel	Relatives of Key Management	
	a (i) above	a (ii) above	a (iii) above	
4) Interest Received	1,707.74 (3504.81)	- -	- -	1,707.74 (3,504.81)
5) Interest Paid	- (19.48)	- -	- -	- (19.48)
6) Director's Remuneration	- -	15.11 (18.87)	- -	15.11 (18.87)
7) Director's Sitting Fees	- -	0.31 (0.23)	- -	0.31 (0.23)
8) Rent Received	1.26 (4.38)	- -	- -	1.26 (4.38)
9) Rent Paid	3.00 (3.00)	1.20 (1.20)	1.20 (1.20)	5.40 (5.40)
10) Guarantees Given	8,000.00 (8,000.00)	- -	- -	8,000.00 (8,000.00)

Figures in bracket indicate figures relating to previous year.

31. Segment Reporting:

In Compliance with Indian Accounting Standard AS - 108 on Segment Reporting issued by the Institute of Chartered Accountants of India, the Segment Information is given below:

Particulars	31st March, 2019	31st March, 2018
A. Primary Segment		
1. Revenue		
Stainless Steel Industrial Products	5,804.36	6,654.57
Securities	-	-
Real Estate	20.05	-
Total Revenue	5,824.41	6,654.57
2. Results		
Stainless Steel Industrial Products	173.43	125.14
Real Estate	0.01	-
Segment Result	173.44	125.14
Unallocable (Expenses) net off Unallocable Income	(7,114.92)	(460.71)
Operating Profit / (Loss)	(6,941.48)	(335.57)
Interest Income	10,927.71	8,704.42
Interest (Expenses)	(2,912.63)	(8,355.89)
Depreciation	(157.34)	(162.40)
Profit / (Loss) Before Tax	916.25	(149.43)
Tax expense:		
Current tax	194.00	54.73
MAT Credit Entitlement	(194.00)	(54.37)
Deferred Tax	0.00	(5.10)
Tax adjustment for earlier years	3.76	0.12
Net Profit / (Loss) for the year	912.49	(144.81)
3. Other Informations:		
Segment Assets		
Stainless Steel Industrial Products	1,473.56	1,428.19
Securities	0.13	0.13
Real Estate	75.91	95.94
	1,549.60	1,524.26
Unallocated Corporate Assets	136,776.77	135,180.92
Total Assets	138,326.37	136,705.18
Segment Liabilities		
Stainless Steel Industrial Products	110,689.23	100,693.72
Real Estate	-	-
Securities	-	-
	110,689.23	100,693.72
Unallocated Corporate Liabilities	15,018.80	24,305.61
Total Liabilities	125,708.03	124,999.33



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B. Secondary Segment :

The Company does not have secondary segment.

Accounting Policy adopted for Segment Reporting are in the line with Accounting Policies of the Company.

Segment has been identified in line with the Accounting Standard - 17 on Segment Reporting taking into account organization structure as well as differential risks and returns of these segments.

Fixed assets used in company's business have not been identified to any of the reportable segments as they are used interchangeably between segments. Further Cash, Bank balances and Investments are reported at the enterprises level.

Current Assets and Current Liabilities relating to specific business segments are identified and reported. Those, which are not identifiable, are reported as unallocated assets/liabilities.

32. A) Measurement of Fair Value

The following methods and assumptions were used to estimate the fair values:

- a) The carrying amount of trade receivables, trade payables, deposits, other receivables, cash and cash equivalent including current bank balances and other liabilities are considered to be the same as their fair values, due to current and short term nature of such balances.
- b) Financial instruments with fixed and variable interest rates are evaluated by the company based on parameters such as interest rates and individual credit worthiness of the counterparty. Based on this evaluation allowances if required, are taken to account for expected losses of these receivables.
- c) The fair value of investment in equity shares other than subsidiaries were calculated based cash flow discounted using the current lending rate. They are classified as Level-3 fair values in the fair value hierarchy due to inclusion of unobservable
- d) In unquoted equity instruments where most recent information is not available, or where a wide range of possible fair value measurements are present, cost has been considered to be the fair value.

B) Fair Value Hierarchy

The fair value of financial instruments as referred to above have been classified into three categories depending on the inputs used in the valuation technique. The hierarchy gives the highest priority to quoted prices in active markets for identical assets or liabilities (Level-1 measurements) and lowest priority to unobservable inputs (Level-3 measurements).

Level 1 : Level 1 hierarchy includes financial instruments using quoted prices. These include listed equity instruments and mutual funds that have quoted price. The fair value of all equity instruments which are traded in stock exchanges are valued using the closing prices as at the reporting period.

Level 2 : The fair value of financial instruments which that are not traded in active markets are determined using the valuation techniques which maximise the use of unobservable market data and rely as little as possible on entity-specific estimates. If all the significant inputs required to fair value an instrument are observable, the instrument is included in Level 2.

Level 3 : If one or more of the significant inputs is not based on observable market data, the instrument is included in Level 3. This is the case for unlisted equity securities included in Level 3.

33. Capital Management

The primary objective of the Company's capital management is to ensure that it maintains an efficient capital structure and maximize shareholder value. The company manages its capital structure and makes adjustments in the light of changes in economic conditions, annual operating plans and long term and other strategic investment plans. In order to maintain or adjust the capital structure, the company may adjust the amount of dividends paid to shareholders or issue new share. No changes were made in the objectives, policies or processes for managing capital during the year ended March 31, 2019 and March 31, 2018.

The Company monitors capital using a ratio of 'adjusted net debt' to 'equity'. For this purpose, adjusted net debt is defined as total liabilities, comprising interest-bearing loans and borrowings less cash and bank balances. Equity comprises of equity including share premium and all other equity reserves attributable to the equity share holders.

The company's adjusted net debt to equity ratio is as follows

	<u>31st March, 2019</u>	<u>31st March, 2018</u>
Borrowings		
Long term and Short term	2,880.03	2,770.57
Less: Cash and Cash Equivalents	<u>(1,703.78)</u>	<u>(2,794.48)</u>
Adjusted net debt	<u>1,176.26</u>	<u>(23.91)</u>
Total Equity	12,618.35	11,705.85
Capital Gearing Ratio	0.09	(0.00)



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34. Financial Risk Management

The process of identification and evaluation of various risks inherent in the business environment and the operations of the company and initiation of appropriate measures for prevention and/or mitigation of the same are dealt with by the concerned operational heads under the overall supervision of the Managing Director of the company. The Audit Committee periodically reviews the adequacy and efficacy of the overall risk management system. The Company's financial risk management is an integral part of how to plan and execute its business strategies. The Company has in place adequate internal Financial Controls with reference to financial statements and such internal financial controls are operating effectively. Your company has adopted policies and procedures for ensuring the orderly and efficient conduct of its business, including adherence to the Company's policies, the safeguarding of its assets, prevention and detection of frauds and errors, accuracy and completeness of accounting records and timely preparation of reliable financial statements.

The Company has exposure to the following risks arising from financial instruments:

- Credit Risk
- Liquidity Risk
- Market Risk

A. 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 trade and other receivables. The carrying amounts of financial assets represent the maximum credit risk exposure.

i) Trade and other receivables

An impairment analysis is performed at each reporting date. The expected credit losses over lifetime of the asset are estimated by adopting the simplified approach using a provision matrix. The loss rates are computed using a 'roll rate' method based on the probability of receivables progressing through successive stages till full provision for the trade receivable is

The Company held cash and cash equivalents and other bank balances of ₹ 1703.78 lakhs as at March 31, 2019 (₹ 2794.50 lakhs as at March 31, 2018). The same are held with banks with good credit rating.

B. Liquidity risk

Liquidity risk is the risk that the Company will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial asset. The Company's approach to manage liquidity is to ensure, as far as possible, that it will have sufficient liquidity to meet its liabilities as and when they are due, both under normal and stressful conditions.

The following are the remaining contractual maturities of financial liabilities as at the reporting date. The amounts are gross and undiscounted.

Sl.	Particulars	1 year or less	1 - 2 years	More than 2 years	Total
		₹	₹	₹	₹
a)	Contractual maturities of financial liabilities as at 31st March, 2019				
	Borrowings - Non-Current	-	-	-	-
	Borrowings - Current	2,239.53	-	-	2,239.53
b)	Contractual maturities of financial liabilities as at 31st March, 2018				
	Borrowings - Non-Current	-	-	-	-
	Borrowings - Current	2,066.72	-	-	2,066.72

C. Market risk

Market risk is the risk that the fair value of future cash flows of a financial assets will fluctuate because of changes in market prices. The objective of market risk management is to manage and control risk exposure within acceptable parameters.

D. Interest Rate Risk and Sensitivity

The Company's exposure to the risk of changes in market interest rates relates primarily to the long term debt obligations with Floating or Fixed rate of interest.

	31st March, 2019	31st March, 2018
Variable rate of Borrowing	-	-
Fixed rate of Borrowing	2,880.03	2,770.57

The following table demonstrates the sensitivity to a reasonably possible changes in interest rates on that portion of loans and borrowings affected. With all other variables remaining constant, the company's profit before tax and equity before tax is affected as under:

Particulars	Increase / decrease in Basis points	Effect on Profit before tax	Effect on Pre-tax Equity
		₹	₹
31.03.2019	100	(29)	(29)
	-100	29	29
31.03.2018	100	(28)	(28)
	-100	28	28



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MKJ ENTERPRISES LTD.

(CIN: L51909WB1982PLC035468)

35. The Company has prepared the accounts on a going concern basis as the management is of the opinion that the Company will be able to mitigate the losses by sale of inventories and non-current investments at a future date.
36. Previous years' figures have been re-grouped / re-arranged wherever necessary.
37. Figures have been stated at Indian Rupees (INR) in Lakhs to 2 places of decimals.

As per our report of even date attached.

For NKAS & ASSOCIATES
Chartered Accountants
Firm Registration No. 328509E

A. K. Sahoo
(Ashok Kumar Sahoo)
Partner
Membership No. 306453

Place: Kolkata

Dated: 4th September, 2019

