

# **J. K. INVESTO TRADE (INDIA) LIMITED**

**72<sup>nd</sup> Annual Report 2019 - 2020**

# J. K. INVESTO TRADE (INDIA) LIMITED

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## BOARD OF DIRECTORS

SHRI GAUTAM HARI SINGHANIA (Chairman)  
SHRI SHANTILAL POKHARNA (w.e.f. October 23, 2020)  
SHRI ARUN AGARWAL (w.e.f. October 23, 2020)  
SHRI VIPIN AGARWAL (upto October 26, 2020)  
SHRI SANJAY BAHL (upto October 26, 2020)

## COMPANY SECRETARY

SHRI MUKESH DARWANI

## BANKERS

STATE BANK OF INDIA  
PUNJAB NATIONAL BANK  
STANDARD CHARTERED BANK  
HDFC BANK LIMITED

## AUDITORS

MESSRS PRICE WATERHOUSE  
CHARTERED ACCOUNTANTS LLP

## REGISTERED OFFICE

NEW HIND HOUSE,  
3, NAROTTAM MORARJEE MARG,  
BALLARD ESTATE, MUMBAI – 400 001

TEL NO. : 22686000  
FAX NO. : 22620052  
WEBSITE : [www.jkinvesto.com](http://www.jkinvesto.com)  
E-MAIL : [jkitil@raymond.in](mailto:jkitil@raymond.in)

## REGISTRAR AND SHARE TRANSFER AGENT

LINK INTIME INDIA PRIVATE LIMITED  
C-101, 247 PARK, L. B. S. MARG, VIKHROLI (WEST),  
MUMBAI - 400083

TEL NO. : 49186270  
FAX NO. : 49186060  
WEBSITE : [www.linkintime.co.in](http://www.linkintime.co.in)  
E-MAIL : [mnt.helpdesk@linkintime.co.in](mailto:mnt.helpdesk@linkintime.co.in)

# J. K. INVESTO TRADE (INDIA) LIMITED

(CIN: U99999MH1947PLC005735)

Registered Office: New Hind House, 3, N. M. Marg, Ballard Estate, Mumbai – 400 001

Email: jktil@raymond.in Website: www.jkinvesto.com

Phone: 022-22686000 Fax: 022-22620052

## NOTICE

### 72<sup>nd</sup> Annual General Meeting

**Notice** is hereby given that the Seventy Second Annual General Meeting ("AGM") of the Members of J. K. Investo Trade (India) Limited ("the Company") will be held on Friday, December 18, 2020 at 11.30 A.M. IST through Video Conferencing ('VC') / Other Audio Visual Means ('OAVM') facility, to transact the following business:

#### ORDINARY BUSINESS:

1. To consider and adopt the Audited Financial Statements (including the Consolidated Financial Statements) of the Company for the financial year ended March 31, 2020, and the Reports of the Board of Directors and Auditors thereon.
2. To appoint a Director in place of Shri Gautam Hari Singhania (DIN: 00020088), who retires by rotation and, being eligible, offers himself for re-appointment.

#### SPECIAL BUSINESS:

##### 3. Appointment of Shri Shantilal Pokharna as a Director of the Company:

To consider and, if thought fit, to pass the following Resolution as an **Ordinary Resolution**:

**"RESOLVED THAT** pursuant to the provisions of Sections 152, 161 and other applicable provisions of the Companies Act, 2013 and the Rules made thereunder (including any statutory modification(s) or re-enactment thereof for the time being in force), Shri Shantilal Pokharna (DIN: 01289850), who was appointed as an Additional Director of the Company with effect from October 23, 2020 and in respect of whom the Company has received a notice in writing under Section 160 of the Companies Act, 2013 from a Member proposing his candidature for the office of Director, be and is hereby appointed as a Non-Executive Director of the Company, liable to retire by rotation; and

**RESOLVED FURTHER THAT** any Director of the Company or Company Secretary be and are hereby severally authorised to do all acts and take all such steps as may be necessary, proper or expedient to give effect to this Resolution."

##### 4. Appointment of Shri Arun Agarwal as a Director of the Company:

To consider and, if thought fit, to pass the following Resolution as an **Ordinary Resolution**:

**"RESOLVED THAT** pursuant to the provisions of Sections 152, 161 and other applicable provisions of the Companies Act, 2013 and the Rules made thereunder (including any statutory modification(s) or re-enactment thereof for the time being in force), Shri Arun Agarwal (DIN: 00194010), who was appointed as an Additional Director of the Company with effect from October 23, 2020 and in respect of whom the Company has received a notice in writing under Section 160 of the Companies Act, 2013 from a Member proposing his candidature for the office of Director, be and is hereby appointed as a Non-Executive Director of the Company, liable to retire by rotation; and

**RESOLVED FURTHER THAT** any Director of the Company or Company Secretary be and are hereby severally authorised to do all acts and take all such steps as may be necessary, proper or expedient to give effect to this Resolution."

By Order of the Board of Directors  
For J. K. Investo Trade (India) Limited

Dated : November 10, 2020  
Place : Mumbai

Mukesh Darwani  
Company Secretary  
Membership No. - A19464

# J. K. INVESTO TRADE (INDIA) LIMITED

## NOTES:

### I. General Information:

1. The Explanatory Statement setting out material facts, pursuant to Section 102 of the Companies Act, 2013 ("the Act") and Secretarial Standard – 2 on General Meetings in respect of the Special Business under Item Nos. 3 and 4 of the accompanying Notice is annexed hereto.
2. In view of the ongoing Covid-19 pandemic, the MCA has vide its General Circular No. 20/2020 dated May 5, 2020 read with General Circular No. 14/2020 dated April 8, 2020 and General Circular No. 17/2020 dated April 13, 2020 (collectively referred to as "MCA Circulars") permitted the holding of the AGM through VC / OAVM, without the physical presence of the Members at a common venue. In compliance with the provisions of the Act and MCA Circulars, the AGM of the Company is being held through VC / OAVM only. In accordance with the MCA Circulars, Special Business mentioned at Item Nos. 3 and 4 of the accompanying Notice are considered as unavoidable in nature by the Board of Directors of the Company.
3. Since this AGM is being held through VC / OAVM, physical attendance of Members has been dispensed with. Accordingly, the facility for appointment of proxies by the Members will not be available for the AGM and hence the Proxy Form, Attendance Slip and Route Map are not annexed to the accompanying Notice.
4. Attendance of the Members participating in the AGM through VC / OAVM shall be counted for the purpose of reckoning the quorum under Section 103 of the Act.
5. In compliance with the MCA Circulars, Notice of the 72<sup>nd</sup> AGM along with the Annual Report for Financial Year 2019-20 is being sent only through electronic mode to those Members whose email addresses are registered with the Company / National Securities Depository Limited and Central Depository Services (India) Limited ("the Depositories").

A copy of the accompanying Notice along with the Annual Report for Financial Year 2019-20 is uploaded on the Company's website [www.jkinvesto.com](http://www.jkinvesto.com) and on the website of National Securities Depository Limited ("NSDL") at [www.evoting.nsdl.com](http://www.evoting.nsdl.com).

6. In case the shareholder's E-mail ID is already registered with the Company / Link Intime India Private Limited, the Registrar and Transfer Agent ("LIPL") / Depositories, log in details for e-voting shall be sent on the registered email address.
7. In case the shareholder holding shares in physical mode has not registered his / her / its E-mail ID with the Company / LIPL, he / she / it may do so by sending a duly signed request letter to LIPL by providing Folio No. and name of shareholder at (Unit: J. K. Investo Trade (India) Limited), C-101, 247 Park, L.B.S. Marg, Vikhroli (West), Mumbai – 400083, E-mail: [mt.helpdesk@linkintime.co.in](mailto:mt.helpdesk@linkintime.co.in).
8. In the case of shares held in demat mode, the shareholder may contact the Depository Participant ("DP") and register the email address in the demat account as per the process followed and advised by the DP.
9. The Company's Statutory Auditors, Messrs Price Waterhouse Chartered Accountants a Limited Liability Partnership with LLP identity no. LLPIN AAC-5001, registered with the Institute of Chartered Accountants of India vide registration number 012754N/ N500016, were appointed as Statutory Auditors of the Company for a period of five consecutive years at the AGM of the Members held on June 30, 2017 on a remuneration to be mutually agreed upon by the Board of Directors and the Statutory Auditors.

Their appointment was subject to ratification by the Members at every subsequent AGM held after the AGM held on June 30, 2017. Pursuant to the amendments made to the provisions of Section 139 of the Act, by the Companies (Amendment) Act, 2017 effective from May 7, 2018, the requirement of seeking ratification of the Members for the appointment of the Statutory Auditors at every AGM has been withdrawn from the Statute.

In view of the above, ratification by the Members for continuance of their appointment at this AGM is not being sought. The Statutory Auditors have given a confirmation to the effect that they are eligible to continue with their appointment and that they have not been disqualified in any manner from continuing as Statutory Auditors. The remuneration payable to the Statutory Auditors shall be determined by the Board of Directors.

10. A statement giving the details of Directors proposed to be appointed / re-appointed as stipulated under Clause 1.2.5 of Secretarial Standard – 2 issued by the Institute of Company Secretaries of India, is annexed hereto.
11. Relevant documents as required by law and referred to in the accompanying Notice and in the Explanatory Statement shall be available for inspection through electronic mode. Members may write to the Company on [mukesh.darwani@raymond.in](mailto:mukesh.darwani@raymond.in) for inspection of said documents and the same will also be available for inspection by the Members during the AGM, upon log-in at NSDL e-Voting system at [www.evoting.nsdl.com](http://www.evoting.nsdl.com).
12. Members are advised to avail the nomination facility in respect of shares held by them pursuant to the provisions of Section 72 of the Act. Members holding shares in physical form desiring to avail this facility may send their nomination in the prescribed Form No. SH-13 duly filled in to LIPL. Members holding shares in dematerialized form may contact their respective DP for availing this facility.

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13. In accordance with the provisions of the Companies (Prospectus and Allotment of Securities) Rules, 2014 as amended from time to time, every holder of securities of an unlisted public company who intends to transfer such securities on or after October 2, 2018, shall get such securities dematerialised before the transfer. Therefore, shareholders are requested to take action to dematerialize the equity shares of the Company, promptly.

## II. Instructions for attending the AGM and Electronic Voting:

### A. General Instructions:

1. Pursuant to Section 108 of the Act, read with Rule 20 of the Companies (Management and Administration) Rules, 2014, as amended from time to time, the Company is pleased to provide its Members the facility of remote e-voting to exercise their right to vote at the 72<sup>nd</sup> AGM. NSDL will be providing facility for voting through remote e-voting, for participation in the AGM through VC / OAVM facility and e-Voting during the AGM.
2. The cut-off date for the purpose of determining the Members eligible for participation in remote e-voting (e-voting from a place other than venue of the AGM) and voting at the AGM through e-voting system is December 11, 2020 ("Cut-off Date").
3. Any person, who acquires shares of the Company and becomes a Member of the Company after dispatch of the Notice, holds shares as on Cut-off Date, may obtain the login ID and password by sending a request at [evoting@nsdl.co.in](mailto:evoting@nsdl.co.in) with a copy marked to the Company on [mukesh.darwani@raymond.in](mailto:mukesh.darwani@raymond.in). However, if the Member is already registered with NSDL for remote e-voting, then he / she / it can use his / her / its existing User ID and password for casting the vote. Only a Member who is entitled to vote shall exercise his / her / its vote through e-voting and any recipient of this Notice who has no voting rights as on Cut-off Date should treat the same as intimation only.
4. Members who need technical assistance relating to attending the AGM through VC / OAVM or e-voting before / during the AGM, may contact the following:  
Name and Designation: Shri Amit Vishal, Senior Manager - NSDL / Shri Sagar Ghosalkar, Assistant Manager - NSDL  
E-mail ID: [evoting@nsdl.co.in](mailto:evoting@nsdl.co.in) / [amitv@nsdl.co.in](mailto:amitv@nsdl.co.in) / [sagar.ghosalkar@nsdl.co.in](mailto:sagar.ghosalkar@nsdl.co.in)  
Contact No.: 1800-222-990 / 022-24994360 / 022-24994553
5. The Board has appointed Sunny Gogiya & Associates, Practising Company Secretary, as the Scrutinizer (hereinafter referred to as "the Scrutinizer") to scrutinize the remote e-voting and the voting process at the AGM in a fair and transparent manner.
6. Corporate Members are required to scan and send a certified true copy of the Board Resolution, pursuant to Section 113 of the Act, authorizing their representatives to attend and vote on their behalf at the Meeting. The said Resolution / Authorization shall be sent to the Scrutinizer by email through their registered email address to [cssunnygogiya@gmail.com](mailto:cssunnygogiya@gmail.com) with a copy marked to the Company on [mukesh.darwani@raymond.in](mailto:mukesh.darwani@raymond.in).
7. The results declared along with the Scrutinizer's Report shall be displayed at the Registered Office of the Company and placed on the Company's website [www.jkinvesto.com](http://www.jkinvesto.com) and on website of NSDL [www.evoting.nsdl.com](http://www.evoting.nsdl.com) within two days of the passing of the Resolutions at the AGM.

### B. Instructions for attending the AGM through VC / OAVM:

1. Members will be able to attend the AGM through VC / OAVM provided by NSDL at [www.evoting.nsdl.com](http://www.evoting.nsdl.com) by using their remote e-voting login credentials and selecting the link available against the EVEN for Company's AGM.
2. Members who do not have the User ID and / or Password for e-voting or have forgotten the User ID and / or Password may retrieve the same by following the remote e-voting instructions mentioned below.
3. Members may join the AGM through VC / OAVM 30 minutes before the scheduled time of start of the AGM and will be available for Members on first come first served basis.
4. Members seeking any information with regard to the Financial Statements or any matter to be placed at the AGM can submit questions from their registered email address mentioning their name, DP ID and Client ID / Folio Number and mobile number, to the email address [mukesh.darwani@raymond.in](mailto:mukesh.darwani@raymond.in) at least 48 hours before the start of the AGM.
5. Members who would like to ask questions during the AGM with regard to any matter to be placed at the AGM, need to register themselves as a speaker by sending their request from their registered email address mentioning their name, DP ID and Client ID / Folio Number and mobile number, to the email address [mukesh.darwani@raymond.in](mailto:mukesh.darwani@raymond.in) at least 48 hours in advance before the start of the AGM. Only those Members who have registered themselves as a speaker shall be allowed to ask questions during the AGM.
6. The Company reserves the right to restrict the number of speakers at the AGM.

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## C. Procedure for remote e-voting and e-voting during the AGM:

The remote e-voting period begins on Tuesday, December 15, 2020 at 10.00 a.m. and ends on Thursday, December 17, 2020 at 5.00 p.m. The e-voting module shall be disabled by NSDL for voting thereafter. During this period, shareholders of the Company holding shares as on Cut-off Date may cast their votes electronically. Those Members, who will be present at the AGM through VC / OAVM and have not cast their vote on the Resolutions through remote e-voting and are otherwise not barred from doing so, shall be eligible to vote through e-voting system during the AGM. Instructions and information relating to e-voting are as follows:

- i. Visit the e-voting website of NSDL on your web browser by typing the following URL: [www.evoting.nsdl.com](http://www.evoting.nsdl.com) either on a Personal Computer or on a mobile.
- ii. Once the home page of e-Voting system is launched, click on the icon "Login" which is available under "Shareholders" section.
- iii. A new screen will open. Enter your User ID, your Password and a Verification Code as shown on the screen.
- iv. Alternatively, if you are registered for NSDL e-Services i.e. IDEAS, you can log-in at [www.eservices.nsdl.com](http://www.eservices.nsdl.com) with your existing IDEAS login. Once you log-in to NSDL eservices after using your log-in credentials, click on e-Voting and you can proceed to cast your vote electronically.
- v. Your User ID details are given below:

Manner of holding shares i.e. Demat (NSDL or CDSL) or Physical	Your User ID is:
a) For Members who hold shares in demat account with NSDL.	8 Character DP ID followed by 8 Digit Client ID For example, if your DP ID is IN300*** and Client ID is 12***** then your User ID is IN300***12*****
b) For Members who hold shares in demat account with CDSL.	16 Digit Beneficiary ID For example, if your Beneficiary ID is 12***** then your User ID is 12*****
c) For Members holding shares in Physical Form.	EVEN followed by Folio Number registered with the Company For example, if Folio Number is 001*** and EVEN is 114952 then User ID is 114952001***

- vi. Your password details are given below:
  - a) If you are already registered for e-voting, then you can use your existing password to login and cast your vote.
  - b) If you are using NSDL e-voting system for the first time, you will need to retrieve the "initial password" which was communicated to you. Once you retrieve your "initial password", you need to enter the "initial password" and the system will force you to change your password.
- vii. Follow the below mentioned procedure to retrieve your "initial password":
  - a) If your email ID is registered in your demat account or with the Company, your "initial password" is communicated to you on your email ID. Trace the email sent to you from NSDL from your mailbox. Open the email and open the attachment i.e. a PDF file. The password to open the PDF file is your 8 digit client ID for NSDL account, last 8 digits of client ID for CDSL account or Folio Number for shares held in physical form. The PDF file contains your "User ID" and your "initial password".
  - b) If your E-mail ID is not registered, please follow steps mentioned in the Notice for registering your email address.
- viii. If you are unable to retrieve or have not received the "initial password" or have forgotten your password:
  - a) Click on "Forgot User Details / Password" (If you are holding shares in your demat account with NSDL or CDSL) option available on [www.evoting.nsdl.com](http://www.evoting.nsdl.com).
  - b) Click on "Physical User Reset Password" (If you are holding shares in physical mode) option available on [www.evoting.nsdl.com](http://www.evoting.nsdl.com).
  - c) If you are still unable to get the password by aforesaid two options, you can send a request at [evoting@nsdl.co.in](mailto:evoting@nsdl.co.in) mentioning your demat account number / folio number, your PAN, your name and your registered address.
  - d) Members can also use the OTP (One Time Password) based login for casting the votes on the e-voting system of NSDL.
- ix. After entering your password, tick on Agree to "Terms and Conditions" by selecting on the check box.
- x. Now, please click on "Login" button.

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- xi. On successful login, Home page of e-voting will open.
- xii. Click on e-voting. Then, click on Active Voting Cycles.
- xiii. After clicking on Active Voting Cycles, you will be able to see all the companies "EVEN" in which you are holding shares and whose voting cycle is in active status.
- xiv. Select "EVEN" of J. K. Investo Trade (India) Limited which is 114952.
- xv. Now you are ready for e-voting as the voting page opens.
- xvi. Cast your vote by selecting appropriate options i.e. assent or dissent, verify / modify the number of shares for which you wish to cast your vote and click on "Submit" and also "Confirm" when prompted.
- xvii. Upon confirmation, the message "Vote cast successfully" will be displayed.
- xviii. You can also take the printout of the votes cast by you by clicking on the print option on the confirmation page.
- xix. Once you confirm your vote on the resolution, you will not be allowed to modify your vote.
- xx. Those Members, who will be present in the AGM through VC / OAVM facility and have not cast their vote on the Resolutions through remote e-voting, shall be eligible to vote through e-voting system during the AGM.
- xxi. Guidelines for Institutional shareholders:  
Institutional shareholders / Corporate Members (i.e. other than Individuals, HUF, NRI, etc.) are requested to send a scanned copy (PDF / JPG Format) of the relevant Board Resolution / Authority letter etc. with attested specimen signature of the duly authorized signatory(ies) who are authorised to vote, to the Scrutinizer at [cssunnygogiya@gmail.com](mailto:cssunnygogiya@gmail.com) with a copy marked to the Company on [mukesh.darwani@raymond.in](mailto:mukesh.darwani@raymond.in).
- xxii. Shareholders holding multiple folios / demat account shall choose the voting process separately for each of the folios / demat account.
- xxiii. A Member can opt for only one mode of voting i.e. either through remote e-voting or by voting at the AGM. Once a Member has voted, he / she / it will not be allowed to vote again.
- xxiv. In case of joint holders attending the Meeting, the joint holder who is highest in the order of names will be entitled to vote at the Meeting provided the votes are not cast through remote e-voting.

### III. Investor Education and Protection Fund ("IEPF") related:

1. Pursuant to the provisions of Sections 124 and 125 of the Act, the Company has transferred all unclaimed dividends up to the Financial Year 2006-07 to Investor Education and Protection Fund ("said Fund") established by Central Government. Pursuant to the provisions of the Investor Education and Protection Fund Authority (Accounting, Audit, Transfer and Refund) Rules, 2016, as amended from time to time ("IEPF Rules"), the Company has uploaded the details of the unpaid and unclaimed amounts lying with the Company on the website of the Company [www.jkinvesto.com](http://www.jkinvesto.com) and also on the website of the Ministry of Corporate Affairs [www.mca.gov.in](http://www.mca.gov.in).
2. Pursuant to the provisions of Section 124(6) of the Act and the IEPF Rules all equity shares of the Company on which dividend has not been paid or claimed for seven consecutive years or more are transferred by the Company to the said Fund. These details are also available on the Company's website [www.jkinvesto.com](http://www.jkinvesto.com). No claim shall lie against the Company in respect of these equity shares. Members are required to claim these equity shares only from the said Fund by making an online application to the IEPF Authority, the details of which are available at [www.iepf.gov.in](http://www.iepf.gov.in). All correspondence in this respect should be addressed to Link Intime India Private Limited, (Unit: J. K. Investo Trade (India) Limited), C-101, 247 Park, L.B.S. Marg, Vikhroli (West), Mumbai – 400 083, E-mail: [mt.helpdesk@linkintime.co.in](mailto:mt.helpdesk@linkintime.co.in).

# J. K. INVESTO TRADE (INDIA) LIMITED

## EXPLANATORY STATEMENT IN RESPECT OF THE SPECIAL BUSINESS PURSUANT TO SECTION 102 OF THE COMPANIES ACT, 2013

### Item No. 3 – Appointment of Shri Shantilal Pokharna as a Director of the Company

The Board of Directors of the Company vide Circular Resolution passed on October 23, 2020 appointed Shri Shantilal Pokharna (DIN: 01289850) as an Additional Director of the Company in terms of Sections 152, 161 and any other applicable provisions of the Companies Act, 2013 ("the Act") and the Rules made thereunder.

Shri Shantilal Pokharna, aged 67 years, is a commerce graduate and chartered accountant and has nearly 36 years of experience in Commercial and Supply Chain Management, Finance, Taxation, Accounts and General Corporate Management.

In accordance with Section 161(1) of the Act, Shri Shantilal Pokharna holds office up to the date of this AGM and is not disqualified from being appointed as Director in terms of Section 164(2) of the Act.

Pursuant to Section 160 of the Act, the Company has received a notice from a Member signifying its intention to propose candidature of Shri Shantilal Pokharna as Director of the Company, liable to retire by rotation.

Shri Shantilal Pokharna is interested in the Resolution set out at Item No. 3 of the accompanying Notice, since it relates to his appointment.

None of the other Directors and / or Key Managerial Personnel of the Company including their relatives is interested or concerned in the Resolution except to the extent of their shareholding, if any, in the Company.

The Board recommends the passing of the Resolution set out in Item No. 3 of the accompanying Notice for approval by the Members.

### Item No. 4 – Appointment of Shri Arun Agarwal as a Director of the Company

The Board of Directors of the Company vide Circular Resolution passed on October 23, 2020 appointed Shri Arun Agarwal (DIN: 00194010) as an Additional Director of the Company in terms of Sections 152, 161 and any other applicable provisions of the Companies Act, 2013 ("the Act") and the Rules made thereunder.

Shri Arun Agarwal, aged 53 years, is a commerce graduate and chartered accountant and has over 29 years of experience in Finance, Taxation, Accounts, Costing, Commercial, Strategic Planning and General Corporate Management.

In accordance with Section 161(1) of the Act, Shri Arun Agarwal holds office up to the date of this AGM and is not disqualified from being appointed as Director in terms of Section 164(2) of the Act.

Pursuant to Section 160 of the Act, the Company has received a notice from a Member signifying its intention to propose candidature of Shri Arun Agarwal as Director of the Company, liable to retire by rotation.

Shri Arun Agarwal is interested in the Resolution set out at Item No. 4 of the accompanying Notice, since it relates to his appointment.

None of the other Directors and / or Key Managerial Personnel of the Company including their relatives is interested or concerned in the Resolution except to the extent of their shareholding, if any, in the Company.

The Board recommends the passing of the Resolution set out in Item No. 4 of the accompanying Notice for approval by the Members..

**By Order of the Board of Directors  
For J. K. Investo Trade (India) Limited**

**Dated : November 10, 2020  
Place : Mumbai**

**Mukesh Darwani  
Company Secretary  
Membership No. - A19464**



# J. K. INVESTO TRADE (INDIA) LIMITED

## Annexure to the Notice of the 72<sup>nd</sup> Annual General Meeting

**Details of Directors seeking appointment / re-appointment at the forthcoming Annual General Meeting**  
(Pursuant to Secretarial Standard – 2 on General Meetings issued by the Institute of Company Secretaries of India)

<b>Name of the Director</b>	<b>Shri Gautam Hari Singhania</b>
Age	55 years
Qualifications	Commerce Graduate
Experience	33 years of experience in the field of Industry, Business and Corporate Management
Terms and condition of re-appointment	As per Company policy
Remuneration sought to be paid	(FY 2019-20) - ₹ 16,950
Remuneration last drawn	(FY 2018-19) - ₹ 6,89,000
Date of first appointment on the Board	June 20, 1990
Shareholding in the Company	Nil
Relationship with other Directors / Manager and other Key Managerial Personnel	None
No. of Meetings of the Board attended during the year	8 out of 8
Other Directorship	<p><b>Public Companies:</b></p> <ol style="list-style-type: none"> <li>1. Raymond Limited</li> <li>2. Raymond Apparel Limited</li> <li>3. J. K. Investors (Bombay) Limited</li> <li>4. J. K. Helene Curtis Limited</li> <li>5. Silver Spark Apparel Limited</li> <li>6. Ring Plus Aqua Limited</li> <li>7. Ray Global Consumer Trading Limited</li> <li>8. Raymond Consumer Care Limited</li> </ol> <p><b>Private Companies:</b></p> <ol style="list-style-type: none"> <li>9. Avani Agricultural Farms Private Limited</li> <li>10. Raymond UCO Denim Private Limited</li> <li>11. Silver Soaps Private Limited</li> <li>12. Smart Advisory and Finserve Private Limited</li> <li>13. Body Basic Health Care Private Limited</li> <li>14. Super Car Club of India Private Limited</li> </ol>
Membership / Chairmanship of Committees of other Boards	<ol style="list-style-type: none"> <li>1. Chairman – Committee of Directors – Raymond Apparel Limited</li> <li>2. Chairman – Committee of Directors – J. K. Investors (Bombay) Limited</li> <li>3. Chairman – Corporate Social Responsibility Committee – Raymond UCO Denim Private Limited</li> </ol>

# J. K. INVESTO TRADE (INDIA) LIMITED

**Details of Directors seeking appointment / re-appointment at the forthcoming Annual General Meeting**  
(Pursuant to Secretarial Standard – 2 on General Meetings issued by the Institute of Company Secretaries of India)

<b>Name of the Director</b>	<b>Shri Shantilal Pokharna</b>
Age	67 years
Qualifications	B.Com, Chartered Accountant
Experience	36 years of experience in Commercial and Supply Chain Management, Finance, Taxation, Accounts and General Corporate Management.
Terms and condition of reappointment	As per Company policy
Remuneration sought to be paid	Nil
Remuneration last drawn	Nil
Date of first appointment on the Board	October 23, 2020
Shareholding in the Company	Nil
Relationship with other Directors / Manager and other Key Managerial Personnel	None
No. of Meetings of the Board attended during the year	0 out of 0
Other Directorship	<p><b>Public Companies:</b></p> <ol style="list-style-type: none"> <li>1. Peoples Investments Limited</li> <li>2. Impex (India) Limited</li> <li>3. Polar Investments Limited</li> <li>4. J. K. Investors (Bombay) Limited</li> <li>5. Pashmina Holdings Limited</li> <li>6. Radha Krishna Films Limited</li> </ol> <p><b>Private Companies:</b></p> <ol style="list-style-type: none"> <li>1. Smart Advisory and Finserve Private Limited</li> <li>2. Avani Agricultural Farms Private Limited</li> </ol>
Membership / Chairmanship of Committees of other Boards	<ol style="list-style-type: none"> <li>1. Member – Stakeholders Relationship Committee – Polar Investments Limited</li> <li>2. Member – Committee of Directors – Polar Investments Limited</li> <li>3. Member – Nomination and Remuneration Committee – Peoples Investments Limited</li> <li>4. Member – Committee of Directors – Peoples Investments Limited</li> <li>5. Member – Audit Committee – J. K. Investors (Bombay) Limited</li> <li>6. Member – Corporate Social Responsibility Committee – J. K. Investors (Bombay) Limited</li> <li>7. Member – Nomination and Remuneration Committee – J. K. Investors (Bombay) Limited</li> <li>8. Member – Committee of Directors – J. K. Investors (Bombay) Limited</li> </ol>

# J. K. INVESTO TRADE (INDIA) LIMITED

**Details of Directors seeking appointment / re-appointment at the forthcoming Annual General Meeting**  
(Pursuant to Secretarial Standard – 2 on General Meetings issued by the Institute of Company Secretaries of India)

<b>Name of the Director</b>	<b>Shri Arun Agarwal</b>
Age	53 years
Qualifications	B. Com, Chartered Accountant
Experience	29 years of experience in the field of Finance, Taxation, Accounts, Costing, Commercial, Strategic Planning and General Corporate Management
Terms and condition of appointment	As per Company policy
Remuneration sought to be paid	Nil
Remuneration last drawn	Nil
Date of first appointment on the Board	October 23, 2020
Shareholding in the Company	Nil
Relationship with other Directors / Manager and other Key Managerial Personnel	None
No. of Meetings of the Board attended during the year	0 out of 0
Other Directorship	<b>Public Companies:</b> 1. Impex (India) Limited 2. Tiger Travels and Tours Limited 3. Polar Investments Limited 4. Pashmina Holdings Limited 5. J. K. Helene Curtis Limited 6. Ray Global Consumer Trading Limited 7. Singhania Education Services Limited  <b>Private Companies:</b> 8. Body Basic Health Care Private Limited 9. Super Car Club of India Private Limited
Membership / Chairmanship of Committees of other Boards	1. Member – Stakeholders Relationship Committee – Polar Investments Limited 2. Member – Committee of Directors – Polar Investments Limited

**By Order of the Board of Directors  
For J. K. Investo Trade (India) Limited**

**Dated : November 10, 2020  
Place : Mumbai**

**Mukesh Darwani  
Company Secretary  
Membership No. - A19464**

# J. K. INVESTO TRADE (INDIA) LIMITED

## BOARD'S REPORT

To,  
The Members,

Your Directors are pleased to present the 72<sup>nd</sup> Annual Report on the business and operations of the Company together with Audited Financial Statements for the year ended March 31, 2020.

### 1. FINANCIAL PERFORMANCE

(₹ in lakhs)

Particulars	Year ended 31-03-2020	Year ended 31-03-2019
Income during the year	135.85	403.67
Depreciation	0.20	0.30
Exceptional items	43386.03	1119.70
Provision for taxation (including deferred tax)	8834.38	464.51
Profit after tax	34558.13	919.65
Profit brought forward	4940.55	4204.83
Transferred to Statutory Reserve Fund under RBI Act	6911.63	183.93
Adjustment on transfer of combined FMCG business undertaking	1465.23	-
Surplus as per Balance Sheet	31121.82	4940.55

The main reason for increase in profit was on account of the Company selling its land, along with structure thereon, during the year under review and the profit of ₹ 43684.03 lakhs thereon, is shown under exceptional items.

During the year, rental income decreased to ₹ 21.97 lakhs from ₹ 179.68 lakhs in the previous year, due to sale of buildings of the Company located at Thane, from where rental activity was carried on. There has been no other change in the nature of the business during the year under review.

The Mumbai Bench of National Company Law Tribunal ("NCLT") has vide its order dated February 7, 2020 approved the Composite Scheme of Amalgamation and Arrangement between Raymond Consumer Care Private Limited and J. K. Helene Curtis Limited and J. K. Investo Trade (India) Limited and Ray Global Consumer Trading Limited and Ray Universal Trading Limited and their respective shareholders. The entire operation of the FMCG businesses, which was shown as "Discontinued Operations" in the Consolidated Financial Statements for the previous year ended March 31, 2019, have been merged into a single entity namely Ray Universal Trading Limited, as per the aforesaid order of NCLT, to bring operational efficiency.

The Consolidated Financial Statements for the year ended March 31, 2020 are prepared in accordance with the provisions of the Companies Act, 2013 and the relevant Accounting Standards issued by the Institute of Chartered Accountants of India. Pursuant to Section 129(3) of the Companies Act, 2013 read with Rules made thereunder, a statement containing salient features of the Financial Statements of Subsidiaries / Associate Companies / Joint Ventures is given in Form AOC-1 and forms an integral part of this Annual Report. The consolidated total revenue for the year ended March 31, 2020 was ₹ 243.61 lakhs as compared to ₹ 511.43 lakhs in the previous year. The consolidated net profit after tax for the year under review was ₹ 34590.16 lakhs as compared to ₹ 936.01 lakhs in the previous year.

There has been no material change and commitment, affecting the financial performance of the Company which occurred between the end of the Financial Year of the Company to which the financial statements relate and the date of this Report, except for the impact arising out of Covid-19.

The management has performed a detailed assessment of the situation arising out of Covid-19 and believes that no adjustments are required in the financial statements as it does not impact the current financial year. However, in view of the various preventive measures taken (such as complete lock-down restrictions by the Government of India, travel restrictions etc.) and highly uncertain economic environment, a definitive assessment of the impact on the subsequent periods is highly dependent upon circumstances as they evolve.

### 2. DIVIDEND

In order to conserve resources, no dividend has been recommended for the financial year ended March 31, 2020.

### 3. RESERVES

An amount of ₹ 6911.63 lakhs is transferred to Statutory Reserve Fund under the RBI Act, 1934 and ₹ 1465.23 towards adjustment on transfer of combined FMCG business undertaking to Ray Universal Trading Limited, is transferred to capital reserve.

# J. K. INVESTO TRADE (INDIA) LIMITED

## 4. SALE / TRANSFER OF LAND OF THE COMPANY

During the year under review, the Company entered into an Agreement for Sale on October 8, 2019 with Elpis Ventures Private Limited, an affiliate of Virtuous Retail South Asia Pte. Ltd. for sale of land of the Company situated at Thane admeasuring around 19 acres together with structures standing thereon. Pursuant to the said Agreement for Sale, the Company agreed to sell its land for a total consideration of ₹ 700 crore, subject to payment of taxes, cost of approvals, as applicable, and on the terms and conditions set out in the said Agreement for Sale.

Subsequently, the Company executed an Indenture of Conveyance on December 12, 2019 with Elpis Ventures Private Limited for transfer of 77,420 square metres of land of the Company for an aggregate consideration of ₹ 640 crore and also executed an Indenture of Conveyance on December 12, 2019 with Kleio Developers Private Limited (an affiliate of Elpis Ventures Private Limited) for transfer of 890 square metres of land of the Company for an aggregate consideration of ₹ 10 crore. The balance consideration of ₹ 50 crore will be received by the Company on achieving certain milestones.

## 5. FINANCE

During the year the Company availed loan facility from Hero FinCorp Limited for an amount up to ₹ 200 crore for payment to government authorities towards premium for conversion of land of the Company from industrial to residential cum commercial purposes and other transaction related expenses. The said loan availed has been fully repaid by the Company during the year under review.

## 6. COMPOSITE SCHEME OF AMALGAMATION AND ARRANGEMENT

The composite Scheme of Amalgamation and Arrangement (the "Scheme") between the Company and its two subsidiaries viz. Raymond Consumer Care Private Limited ("RCCPL") and J. K. Helene Curtis Limited ("JKHC"), for the amalgamation of RCCPL and demerger of the FMCG Business undertaking of JKHC with the Company and the further demerger of Combined FMCG Undertaking of the Company (vested in the Company pursuant to amalgamation of RCCPL with the Company and demerger of FMCG Business Undertaking from JKHC into the Company) into Ray Universal Trading Limited and cancellation and reduction of the share capital of Ray Global Consumer Trading Limited, which was approved by the National Company Law Tribunal (Mumbai bench) ("NCLT") on February 7, 2020 has been given effect by the Company on April 1, 2019.

## 7. SUBSIDIARIES, ASSOCIATES AND JOINT VENTURE COMPANIES

### J.K. HELENE CURTIS LIMITED

During the year under review, the total revenue of our wholly owned subsidiary, J. K. Helene Curtis Limited, was ₹ 107.76 lakhs (Previous Year ₹ 36727.99 lakhs). The profit after tax during the year under review was ₹ 25.86 lakhs as compared to net profit of ₹ 1460.14 lakhs in the previous year. On account of the entire FMCG business of this subsidiary being demerged into Ray Universal Trading Limited as per the order of NCLT, there has been a substantial decrease in revenue as well as net profit and therefore the figures of current year are not comparable with that of the previous year.

### JKHC INTERNATIONAL (FZE)

JKHC International (FZE), a wholly owned subsidiary of J.K. Helene Curtis Limited, has been liquidated with effect from December 29, 2019 and has, therefore, ceased to be our subsidiary company.

### RAYMOND CONSUMER CARE PRIVATE LIMITED

(Formerly J.K. Ansell Private Limited)

As per the Scheme approved by the order of NCLT dated February 7, 2020, Raymond Consumer Care Private Limited stood dissolved without being wound up, with effect from April 1, 2019, being the date when the accounting effect to the said order has been given and hence, has ceased to be our subsidiary company.

### RAY GLOBAL CONSUMER TRADING LIMITED

(Formerly Ray Global Consumer Trading Private Limited)

As per the Scheme approved by the order of NCLT dated February 7, 2020, Ray Global Consumer Trading Limited has ceased to be our subsidiary company, with effect from April 1, 2019, being the date when the accounting effect to the said order has been given.

### RAY UNIVERSAL TRADING LIMITED

(Formerly Ray Universal Trading Private Limited)

As per the Scheme approved by the order of NCLT dated February 7, 2020, Ray Universal Trading Limited has ceased to be our subsidiary company, with effect from April 1, 2019, being the date when the accounting effect to the said order has been given.

# J. K. INVESTO TRADE (INDIA) LIMITED

## 8. SHARE CAPITAL

As per the Scheme approved by NCLT, the Authorised Equity Share Capital amount to ₹ 300.00 lakhs of Raymond Consumer Care Private Limited shall stand consolidated and vested in and be merged with the Authorised Equity Share Capital of the Company. Accordingly, the Authorised Equity Share Capital of the Company has increased from ₹ 800.00 lakhs to ₹ 1100.00 lakhs during the year.

The paid-up equity share capital of the Company as on March 31, 2020 was ₹ 732.22 lakhs. During the year under review, the Company has not issued shares with differential voting rights nor has granted any stock options or sweat equity. As on March 31, 2020 none of the Directors of the Company hold shares or convertible instruments of the Company in their individual capacity.

## 9. RELATED PARTY TRANSACTIONS

All transactions entered into with Related Parties for the year under review were on arm's length basis and in the ordinary course of business and that the provisions of Section 188 of the Companies Act, 2013 are not attracted. Thus disclosure in Form AOC-2 is not required.

## 10. DEPOSITS

The Company has not accepted any deposit from the public during the year under review.

## 11. PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS

Since the Company is a Non-Banking Financial Company, the provisions of Section 186 of the Companies Act, 2013 are not applicable to the Company.

## 12. PARTICULARS OF CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO

Since the Company has no manufacturing facility, information pursuant Section 134(3)(m) of the Companies Act, 2013 read with Rule 8 of the Companies (Accounts) Rules, 2014, on conservation of energy and technology absorption is not furnished.

During the year under review, the foreign exchange earning was ₹ Nil (Previous Year ₹ Nil) and foreign exchange outgo was ₹ Nil (Previous Year ₹ Nil).

## 13. REPORTING OF FRAUDS

There was no instance of fraud during the year under review which required the Statutory Auditors to report to the Board of Directors under Section 143(12) of the Companies Act, 2013 and Rules framed thereunder.

## 14. PARTICULARS OF EMPLOYEES

Information in accordance with Section 197 of the Companies Act, 2013 read with Rule 5 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 in respect of employees of the Company for the year ended March 31, 2020 is not provided since the Company is not a listed Company.

## 15. DISCLOSURE UNDER THE SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013

During the year under review, no complaints have been received under the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013.

## 16. STATUTORY AUDITORS

Messrs Price Waterhouse Chartered Accountants LLP, registered with the Institute of Chartered Accountants of India vide registration number 012754N/N500016 were appointed as Statutory Auditors of the Company for a period of five consecutive years at the Annual General Meeting (AGM) of the Members held on June 30, 2017 on a remuneration to be mutually agreed upon by the Board of Directors and the Statutory Auditors. Their appointment was subject to ratification by the Members at every subsequent AGM held after the AGM held on June 30, 2017. Pursuant to the amendments made to Section 139 of the Companies Act, 2013 by the Companies (Amendment) Act, 2017, effective from May 7, 2018, the requirement of seeking ratification of the Members for the appointment of the Statutory Auditors has been withdrawn from the Statute. Hence the resolution seeking ratification of the Members for continuance of their appointment at this AGM is not being sought.

There is no qualification, reservation, adverse remark or disclaimer made by the Statutory Auditors in their audit report(s) for the year under review.

## 17. EXTRACT OF THE ANNUAL RETURN

The extract of annual return in Form MGT 9 as on March 31, 2020 is annexed as "Annexure A" which forms part of this Report and is also available on the Company's website viz. [www.jkinvesto.com](http://www.jkinvesto.com).

# J. K. INVESTO TRADE (INDIA) LIMITED

## 18. DIRECTORS

Shri Gautam Hari Singhania (DIN: 00020088) retires by rotation at the ensuing Annual General Meeting and, being eligible, offers himself for re-appointment.

Shri Shantilal Pokharna (DIN: 01289850) and Shri Arun Agarwal (DIN: 00194010) were appointed as Additional Directors of the Company by Circular Resolution passed on October 23, 2020, and are liable to retire by rotation.

Shri Vipin Agarwal (DIN: 02963480) and Shri Sanjay Bahl (DIN: 00332153) resigned as Directors of the Company effective from October 26, 2020. The Board places on record its sincere and deep appreciation for the services rendered by Shri Vipin Agarwal and Shri Sanjay Bahl during their tenure as Director and Member of various committees of the Board of Directors of the Company.

## 19. CORPORATE SOCIAL RESPONSIBILITY (CSR)

Pursuant to the provisions of the Section 135 of the Companies Act, 2013 and Rules made thereunder, the Board of Directors constituted the Corporate Social Responsibility (CSR) Committee. The composition of CSR Committee is as under:

1. Shri Shantilal Pokharna - Chairman
2. Shri Arun Agarwal - Member

The terms of reference of CSR Committee are as under:

- a) To formulate and recommend to the Board, a CSR policy which shall indicate the activities to be undertaken by the Company as per the Companies Act, 2013;
- b) To review and recommend the amount of expenditure to be incurred on the activities to be undertaken by the company;
- c) To monitor the CSR Policy of the Company from time to time;
- d) Any other matter the CSR Committee may deem appropriate post the approval of the Board of Directors or as may be directed by the Board of Directors from time to time.

In the financial year 2019-20, the CSR Committee met two times. The Meetings were held on January 23, 2020 and March 16, 2020.

Attendance of CSR Committee Members is as under:

Sr. No.	Name of the Member	No. of Meetings attended
1	Shri Shantilal Pokharna <sup>1</sup>	0 of 0
2	Shri Arun Agarwal <sup>2</sup>	0 of 0
3	Shri Vipin Agarwal <sup>3</sup>	2 of 2
4	Shri Sanjay Bahl <sup>3</sup>	2 of 2

### Notes:

1. Shri Shantilal Pokharna was appointed as Chairman of the aforesaid Committee w.e.f. October 23, 2020.
2. Shri Arun Agarwal was appointed as Member of the aforesaid Committee w.e.f. October 23, 2020.
3. Shri Vipin Agarwal and Shri Sanjay Bahl ceased to be Members of the Committee w.e.f. October 23, 2020.

A disclosure, as required under the Companies (Corporate Social Responsibility Policy) Rules, 2014 as amended from time to time, is annexed herewith as "Annexure B" to this Report.

## 20. BOARD / COMMITTEE MEETINGS

### Board Meetings:

In the financial year 2019-20, the Board met eight times. The Meetings were held on April 30, 2019, May 16, 2019, July 31, 2019, September 27, 2019, October 7, 2019, October 24, 2019, November 29, 2019 and January 23, 2020.

Attendance of Directors at the Board Meetings is as under:

Sr. No.	Name of the Director	No. of Board Meetings attended
1	Shri Gautam Hari Singhania	8 of 8
2	Shri Vipin Agarwal	8 of 8
3	Shri Sanjay Bahl	8 of 8
4	Shri Shantilal Pokharna <sup>1</sup>	0 of 0
5	Shri Arun Agarwal <sup>1</sup>	0 of 0

### Note:

1. Shri Shantilal Pokharna and Shri Arun Agarwal were appointed as Additional Directors of the Company w.e.f. October 23, 2020.

# J. K. INVESTO TRADE (INDIA) LIMITED

## Committees of the Board:

### Stakeholders Relationship Committee

The composition of Stakeholders Relationship Committee is as under:

1. Shri Shantilal Pokharna - Chairman
2. Shri Arun Agarwal - Member

In the financial year 2019-20, the Stakeholders Relationship Committee met twelve times. The Meetings were held on April 16, 2019, May 14, 2019, June 17, 2019, July 19, 2019, August 19, 2019, September 20, 2019, October 15, 2019, November 20, 2019, December 19, 2019, January 20, 2020, February 20, 2020 and March 16, 2020.

Attendance of Stakeholders Relationship Committee Members is as under:

Sr. No.	Name of the Member	No. of Meetings attended
1	Shri Shantilal Pokharna <sup>1</sup>	0 of 0
2	Shri Arun Agarwal <sup>2</sup>	0 of 0
3	Shri Vipin Agarwal <sup>3</sup>	12 of 12
4	Shri Sanjay Bahl <sup>3</sup>	12 of 12

#### Notes:

1. Shri Shantilal Pokharna was appointed as Chairman of the aforesaid Committee w.e.f. October 23, 2020.
2. Shri Arun Agarwal was appointed as Member of the aforesaid Committee w.e.f. October 23, 2020.
3. Shri Vipin Agarwal and Shri Sanjay Bahl ceased to be Members of the Committee w.e.f. October 23, 2020.

### Investment Committee

The composition of Investment Committee is as under:

1. Shri Shantilal Pokharna - Chairman
2. Shri Arun Agarwal - Member

In the financial year 2019-20, the Investment Committee met two times. The Meetings were held on October 7, 2019 and December 12, 2019.

Attendance of Investment Committee Members is as under:

Sr. No.	Name of the Member	No. of Meetings attended
1	Shri Shantilal Pokharna <sup>1</sup>	0 of 0
2	Shri Arun Agarwal <sup>2</sup>	0 of 0
3	Shri Vipin Agarwal <sup>3</sup>	2 of 2
4	Shri Sanjay Bahl <sup>3</sup>	2 of 2

#### Notes:

1. Shri Shantilal Pokharna was appointed as Chairman of the aforesaid Committee w.e.f. October 23, 2020.
2. Shri Arun Agarwal was appointed as Member of the aforesaid Committee w.e.f. October 23, 2020.
3. Shri Vipin Agarwal and Shri Sanjay Bahl ceased to be Members of the Committee w.e.f. October 23, 2020.

## 21. COMPLIANCE WITH SECRETARIAL STANDARDS

In terms of Section 118(10) of the Companies Act, 2013, the Company is complying with the Secretarial Standards issued by the Institute of Company Secretaries of India and approved by Central Government with respect to Meetings of the Board of Directors and General Meetings.

## 22. INTERNAL CONTROL SYSTEMS

Your Company has an adequate and effective internal control and risk-mitigation system commensurate with the nature and size of the Company and the same are constantly assessed and strengthened with new / revised standard operating procedures



# J. K. INVESTO TRADE (INDIA) LIMITED

## 23. RISK MANAGEMENT

The Company has adequate risk management measures which are implemented, developed, assessed, reviewed and strengthened from time to time.

## 24. SIGNIFICANT AND MATERIAL ORDERS

There are no significant and material orders passed by the Regulators / Courts that would impact the going concern status of the Company and its operations in future.

## 25. MAINTENANCE OF COST RECORDS

As per the provisions of the Companies (Cost Records and Audit) Rules, 2014 as amended from time to time, the Company is not required to maintain cost records as specified by the Central Government under sub-section (1) of Section 148 of the Companies Act, 2013.

## 26. DIRECTORS' RESPONSIBILITY STATEMENT

To the best of knowledge and belief and according to the information and explanations obtained, your Directors make the following statement in terms of Section 134(3)(c) of the Companies Act, 2013:

- (a) that in the preparation of the annual accounts for the year ended March 31, 2020, the applicable accounting standards have been followed along with proper explanation relating to material departures, if any;
- (b) that the Directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at March 31, 2020 and of the profit of the Company for the year ended on that date;
- (c) that the Directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- (d) that the Directors had prepared the annual accounts on a going concern basis; and
- (e) that the Directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

## 27. ACKNOWLEDGEMENTS

Your Directors would like to express their sincere appreciation for the co-operation and assistance received from the shareholders, bankers, regulatory bodies and other business constituents during the year under review. Your Directors also wish to place on record their deep sense of appreciation for the commitment displayed by all executives, officers and staff during the year.

**For and on behalf of the Board**

**Date : November 10, 2020**  
**Place : Mumbai**

**Gautam Hari Singhania**  
**Chairman**  
**DIN: 00020088**

# J. K. INVESTO TRADE (INDIA) LIMITED

## ANNEXURE "A"

### FORM NO. MGT 9

#### EXTRACT OF ANNUAL RETURN

As on financial year ended on March 31, 2020

[Pursuant to Section 92 (3) of the Companies Act, 2013 and Rule 12(1) of the Companies (Management and Administration) Rules, 2014]

#### I. REGISTRATION & OTHER DETAILS:

(i)	CIN	U99999MH1947PLC005735
(ii)	Registration date	29/04/1947
(iii)	Name of the Company	J. K. Investo Trade (India) Limited
(iv)	Category / Sub-category of the Company	Company Limited by Shares / Indian Non-government Company
(v)	Address of the Registered Office & contact details	New Hind House, 3, N. M. Marg, Ballard Estate, Mumbai – 400001. Tel. No. – 022-22686000 Fax No. – 022-22620052 Email – jktil@raymond.in
(vi)	Whether listed company	No
(vii)	Name, address & contact details of the Registrar & Transfer Agent, if any	Link Intime India Private Limited C-101, 247 Park, L B S Marg, Vikhroli (West), Mumbai – 400 083. Email: mt.helpdesk@linkintime.co.in Website: www.linkintime.co.in Phone: +91 22 49186270 Fax: +91 22 49186060

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

All the business activities contributing 10% or more of the total turnover of the Company shall be stated.

Sl. No.	Name and Description of main products / services	NIC Code of the Product / service	% to total turnover of the company
1	Investment in securities	-	83.49
2	Renting of immovable property	68100	16.51

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

Sl. No.	Name and address of the Company	CIN/GLN	Holding/ Subsidiary/ Associate	% of shares	Applicable Section
1	J. K. Helene Curtis Limited New Hind House, Narottam Morarji Marg, Ballard Estate, Mumbai – 400001	U99999MH1964PLC012865	Subsidiary	100	2(87)

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

##### (i) Category-wise Share Holding

Category of Shareholders	No. of Shares held at the beginning of the year (As on 1 <sup>st</sup> April, 2019)				No. of Shares held at the end of the year (As on 31 <sup>st</sup> March, 2020)				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
<b>A. Promoters</b>									
<b>(1) Indian</b>									
a) Individuals	3,600	-	3,600	0.05	3,600	-	3,600	0.05	-
b) Bodies Corp.	70,60,150	46,251	71,06,401	97.05	71,23,861	4,000	71,27,861	97.34	0.29
<b>Sub-total (A) (1):-</b>	<b>70,63,750</b>	<b>46,251</b>	<b>71,10,001</b>	<b>97.10</b>	<b>71,27,461</b>	<b>4,000</b>	<b>71,31,461</b>	<b>97.39</b>	<b>0.29</b>
<b>(2) Foreign</b>	-	-	-	-	-	-	-	-	-
<b>Sub-total (A) (2):-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total shareholding of Promoter (A) = (A)(1)+(A)(2)</b>	<b>70,63,750</b>	<b>46,251</b>	<b>71,10,001</b>	<b>97.10</b>	<b>71,27,461</b>	<b>4,000</b>	<b>71,31,461</b>	<b>97.39</b>	<b>0.29</b>

# J. K. INVESTO TRADE (INDIA) LIMITED

Category of Shareholders	No. of Shares held at the beginning of the year (As on 1 <sup>st</sup> April, 2019)				No. of Shares held at the end of the year (As on 31 <sup>st</sup> March, 2020)				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
<b>B. Public Shareholding</b>									
<b>1. Institutions</b>									
a) Mutual Funds	-	5,160	5,160	0.08	-	1,110	1,110	0.02	(0.06)
b) Banks / FI	-	300	300	-	-	100	100	-	-
<b>Sub-total (B)(1):-</b>	-	5,460	5,460	0.08	-	1,210	1,210	0.02	(0.06)
<b>2. Non-Institutions</b>									
a) Bodies Corp.									
i) Indian	5,622	4,800	10,422	0.14	5,522	2,660	8,182	0.11	(0.03)
b) Individuals									
i) Individual shareholders holding nominal share capital upto ₹ 1 lakh	33,947	1,35,539	1,69,486	2.32	36,371	76,648	1,13,019	1.55	(0.77)
ii) Individual shareholders holding nominal share capital in excess of ₹ 1 lakh	-	18,610	18,610	0.25	-	-	-	-	(0.25)
c) Others									
i) Non Resident Indians	927	100	1,027	0.01	1,732	-	1,732	0.02	0.01
ii) Hindu Undivided Family	5,194	-	5,194	0.07	5,194	-	5,194	0.07	-
iii) Trusts	2,000	-	2,000	0.03	2,000	-	2,000	0.03	-
iv) IEPF	-	-	-	-	59,402	-	59,402	0.81	0.81
<b>Sub-total (B)(2):-</b>	47,690	1,59,049	2,06,739	2.82	1,10,221	79,308	1,89,529	2.59	(0.23)
<b>Total Public Shareholding (B)=(B)(1)+ (B)(2)</b>	47,690	1,64,509	2,12,199	2.90	1,10,221	80,518	1,90,739	2.61	(0.29)
<b>C. Shares held by Custodian for GDRs &amp; ADRs</b>	-	-	-	-	-	-	-	-	-
<b>Grand Total (A+B+C)</b>	71,11,440	2,10,760	73,22,200	100.00	72,37,682	84,518	73,22,200	100.00	-

## (ii) Shareholding of Promoters

Sl. No.	Shareholder's Name	Shareholding at the beginning of the year (As on 1 <sup>st</sup> April, 2019)			Shareholding at the end of the year (As on 31 <sup>st</sup> March, 2020)			% change in shareholding during the year
		No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	
1	Raymond Limited	34,89,878	47.66	-	34,89,878	47.66	-	-
2	J.K. Investors (Bombay) Limited	36,16,523	49.39	-	36,37,983	49.68	-	0.29
3	Dr. Vijaypat Singhania	3,600	0.05	-	3,600	0.05	-	-

# J. K. INVESTO TRADE (INDIA) LIMITED

## (iii) Change in Promoters' Shareholding

Sl. No.	Shareholder's Name	No. of Shares at the beginning of the year (1 <sup>st</sup> April, 2019)	% of total shares of the company	Date	Increase/ Decrease in Shareholding	Reason	Cumulative Shares during the year	% of total shares of the company during the year
1	J. K. Investors (Bombay) Limited	36,16,523	49.39				36,16,523	49.39
				05.04.2019	50	Purchase	36,16,573	49.39
				12.04.2019	300	Purchase	36,16,873	49.40
				19.04.2019	300	Purchase	36,17,173	49.40
				17.05.2019	1,350	Purchase	36,18,523	49.42
				12.07.2019	500	Purchase	36,19,023	49.43
				26.07.2019	200	Purchase	36,19,223	49.43
				02.08.2019	100	Purchase	36,19,323	49.43
				06.09.2019	50	Purchase	36,19,373	49.43
				25.10.2019	18,610	Purchase	36,37,983	49.68
	At the end of the year (31 <sup>st</sup> March, 2020)						36,37,983	49.68

## (iv) Shareholding Pattern of top ten Shareholders: (Other than Directors, Promoters and Holders of GDRs and ADRs)

Sl. No.	Shareholder's Name	No. of Shares at the beginning of the year (1 <sup>st</sup> April, 2019)	% of total shares of the company	Date	Increase/ Decrease in Shareholding	Reason	Cumulative Shares during the year	% of total shares of the company during the year
1	Raj Stock Broking Pvt Ltd	4,006	0.05		No change		4,006	0.05
	At the end of the year (31 <sup>st</sup> March, 2020)						4,006	0.05
2	Shailesh Mehta HUF	3,103	0.04		No change		3,103	0.04
	At the end of the year (31 <sup>st</sup> March, 2020)						3,103	0.04
3	Ajay Kumar Kayan	2,250	0.03		No change		2,250	0.03
	At the end of the year (31 <sup>st</sup> March, 2020)						2,250	0.03
4	Custodian A/C - Jagdish P Gandhi	2,000	0.03		No change		2,000	0.03
	At the end of the year (31 <sup>st</sup> March, 2020)						2,000	0.03
5	Kantilal Dunganji Joshi	2,000	0.03		No change		2,000	0.03
	At the end of the year (31 <sup>st</sup> March, 2020)						2,000	0.03
6	Jyotindra Mansukhlal Mehta	1,500	0.02		No change		1,500	0.02
	At the end of the year (31 <sup>st</sup> March, 2020)						1,500	0.03
7	Rezoo James Joseph	1,400	0.02		No change		1,400	0.02
	At the end of the year (31 <sup>st</sup> March, 2020)						1,400	0.02

# J. K. INVESTO TRADE (INDIA) LIMITED

Sl. No.	Shareholder's Name	No. of Shares at the beginning of the year (1 <sup>st</sup> April, 2019)	% of total shares of the company	Date	Increase/ Decrease in Shareholding	Reason	Cumulative Shares during the year	% of total shares of the company during the year
8	Smruti Kuvelkar	1,300	0.02		No change		1,300	0.02
	At the end of the year (31 <sup>st</sup> March, 2020)						1,300	0.02
9	Shilpi Sudhir Khandelwal	1,200	0.02		No change		1,200	0.02
	At the end of the year (31 <sup>st</sup> March, 2020)						1,200	0.02
10	Karthik Gopalan	1,200	0.02		No change		1,200	0.02
	At the end of the year (31 <sup>st</sup> March, 2020)						1,200	0.02

(v) **Shareholding of Directors and Key Managerial Personnel**

Sl. No.	Name of Director / Key Managerial Personnel	Shareholding		Cumulative Shareholding	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year	None of the Directors / Key Managerial Personnel holds shares in the Company.			
	Increase / Decrease in Shareholding during the year				
	At the end of the year				

**V. INDEBTEDNESS :**

Indebtedness of the Company including interest outstanding/accrued but not due for payment.

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

# J. K. INVESTO TRADE (INDIA) LIMITED

## VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL:

A. **Remuneration to Managing Director, Whole-time Directors and/or Manager:** - No person holds the office of Managing Director, Whole-time Directors and / or Manager in the Company.

B. **Remuneration to other Directors:-** ₹ in lakhs

Particulars of Remuneration	Name of the Director			Total Amount
	Shri Gautam Hari Singhania	Shri Vipin Agarwal	Shri Sanjay Bahl	
Non-Executive Directors				
Fee for attending board /committee meetings	4.00	-	-	4.00
Commission	0.17	-	-	0.17
<b>Total</b>	<b>4.17</b>	<b>-</b>	<b>-</b>	<b>4.17</b>
Total Managerial Remuneration	0.17	-	-	0.17
Overall Ceiling as per the Act				0.20

C. **Remuneration to Key Managerial Personnel other than MD / Manager / WTD:-** ₹ in lakhs

Particulars of Remuneration	Key Managerial Personnel
	Mukesh Darwani (Company Secretary)
Gross salary:	
Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	22.21
<b>Total</b>	<b>22.21</b>

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

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

For and on behalf of the Board

Date : November 10, 2020  
Place : Mumbai

Gautam Hari Singhania  
Chairman  
DIN: 00020088

# J. K. INVESTO TRADE (INDIA) LIMITED

## ANNEXURE "B"

### ANNUAL REPORT ON CORPORATE SOCIAL RESPONSIBILITY (CSR) ACTIVITIES

1. A brief outline of the Company's CSR policy, including overview of projects or programs proposed to be undertaken and a reference to the web-link to the CSR policy and projects or programs.

The CSR Policy was approved by the Board of Directors at its Meeting held on November 29, 2019 and has been uploaded on the Company's website. A gist of the programs that the Company can undertake under the CSR policy is mentioned below. The web link is <http://www.jkinvesto.com/results.htm>.

The activities and funding are monitored internally by the Company.

2. Composition of the CSR Committee.

- Shri Vipin Agarwal, Chairman (ceased w.e.f. October 23, 2020)
- Shri Sanjay Bahl, Member (ceased w.e.f. October 23, 2020)
- Shri Shantilal Pokharna, Chairman (w.e.f. October 23, 2020)
- Shri Arun Agarwal, Member (w.e.f. October 23, 2020)

3. Average net profit of the Company for last three financial years: ₹ 36.69 lakh

4. Prescribed CSR Expenditure (2 % of the amount as in item 3 above): ₹ 0.73 lakh

5. Details of CSR spend for the Financial Year

- Total amount to be spent for the Financial Year: ₹ 0.73 lakh
- Amount unspent, if any: ₹ 0.73 lakh
- Manner in which the amount spent during the Financial Year is detailed below:

In accordance with the Company's CSR policy and in compliance with the Companies (Corporate Social Responsibility Policy) Rules 2014, your Company collaborates with other organizations for undertaking CSR projects.

The details are as under:

(₹ in lakh)

(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
Sr. No	CSR Project or Activities identified	Sector in which the project is covered	Projects or programs (1) Local area or other (2) Specify the State and district where projects or programs was undertaken	Amount outlay (budget) project or programs wise	Amount spent on the projects programs Sub-heads : 1) Direct expenditure on projects or programs (2) Overheads:	Cumulative expenditure upto to the reporting period	Amount spent: Direct or through implementing agency
Nil							

6. In case the Company has failed to spend the two percent of the average net profit of the last three financial years or any part thereof the company shall provide the reasons for not spending the amount in its Board report:

The Company is currently evaluating and considering suitable CSR programs, activities and initiatives for further CSR spending, which are aligned with the Company's ethos and CSR policy. The Company was unable to spend the entire amount and is exploring more areas in future such that the spending makes a significant social impact. The Company is confident of meeting its objectives, and therefore has decided to carry forward the unspent amount to the next financial year.

7. The CSR Committee of the Company hereby confirms that the implementation and monitoring of CSR Policy, is in compliance with CSR objectives and Policy of the Company.

For J. K. Investo Trade (India) Limited

Arun Agarwal  
Director  
DIN: 00194010

For and on behalf of the Corporate Social Responsibility Committee of  
J. K. Investo Trade (India) Limited

Shantilal Pokharna  
Chairman  
Corporate Social Responsibility Committee  
DIN: 01289850

Date : November 10, 2020

Place : Mumbai

# J. K. INVESTO TRADE (INDIA) LIMITED

## INDEPENDENT AUDITOR'S REPORT

To the Members of J.K. Investo Trade (India) Limited

Report on the audit of the Standalone financial statements

### Opinion

1. We have audited the accompanying standalone financial statements of J.K. Investo Trade (India) Limited ("the Company"), which comprise the Balance Sheet as at March 31, 2020, the statement of Profit and Loss, statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.
2. In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2020, its profit and its cash flows for the year then ended.

### Basis for opinion

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

### Emphasis of Matter

4. We draw attention to Note 35 to the standalone financial statements, which states that during the year ended March 31, 2020, a Composite Scheme of Amalgamation and Arrangement ("the Scheme") between the Company and several other companies within the group was approved by the National Company Law Tribunal and has become effective thereafter. Accordingly, the effect of the Scheme has been given in these standalone financial statements in accordance with the accounting treatment as prescribed under the Scheme.

Our opinion is not modified in respect of this matter.

### Other Information

5. The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Annual report, but does not include the financial statements and our auditor's report thereon.

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

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained 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 financial statements

6. The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.
7. In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so. Those Board of Directors are also responsible for overseeing the Company's financial reporting process.



# J. K. INVESTO TRADE (INDIA) LIMITED

## **Auditor's responsibilities for the audit of the financial statements**

8. Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.
9. 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 financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
  - Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances; Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
  - Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
  - Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
  - Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
10. 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.

## **Report on other legal and regulatory requirements**

11. As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the Annexure B a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
12. As required by Section 143(3) of the Act, we report that:
  - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
  - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
  - (c) The Balance Sheet, the Statement of Profit and Loss and Cash Flow Statement dealt with by this Report are in agreement with the books of account.
  - (d) In our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act.
  - (e) On the basis of the written representations received from the directors as on March 31, 2020 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2020 from being appointed as a director in terms of Section 164 (2) of the Act.
  - (f) With respect to the adequacy of the internal financial controls with reference to financial statements of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure A".

# J. K. INVESTO TRADE (INDIA) LIMITED

- (g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- i. The Company has disclosed the impact of pending litigations on its financial position in its standalone financial statements – Refer note 24;
  - ii. The Company did not have long term contracts including derivative contracts as at March 31, 2020;
  - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company during the year ended March 31, 2020; and
  - iv. The reporting on disclosures relating to Specified Bank Notes is not applicable to the Company for the year ended March 31, 2020.
13. The Company has paid/ provided for managerial remuneration in accordance with the requisite approvals mandated by the provisions of Section 197 read with Schedule V to the Act.

**For Price Waterhouse Chartered Accountants LLP**  
**Firm Registration Number: 012754N/N500016**

**Arunkumar Ramdas**  
**Partner**

**Place : Mumbai**  
**Date : June 29, 2020**

**Membership Number: 112433**  
**UDIN: 20112433AAAAGU4333**

# J. K. INVESTO TRADE (INDIA) LIMITED

## Annexure A to Independent Auditors' Report

Referred to in paragraph 12(f) of the Independent Auditors' Report of even date to the members of J.K. Investo Trade (India) Limited on the standalone financial statements for the year ended March 31, 2020

Report on the Internal Financial Controls with reference to financial statements under Clause (i) of Sub-section 3 of Section 143 of the Act

1. We have audited the internal financial controls with reference to financial statements of J.K. Investo Trade (India) Limited ("the Company") as of March 31, 2020 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

2. 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 Act.

### Auditors' Responsibility

3. Our responsibility is to express an opinion on the Company's internal financial controls with reference to financial statements 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 deemed to be prescribed under section 143(10) of the Act 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 ICAI. 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 with reference to financial statements was established and maintained and if such controls operated effectively in all material respects.

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

5. 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 with reference to financial statements.

### Meaning of Internal Financial Controls with reference to financial statements

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

### Inherent Limitations of Internal Financial Controls with reference to financial statements

7. Because of the inherent limitations of internal financial controls with reference to financial statements, 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 with reference to financial statements to future periods are subject to the risk that the internal financial control controls with reference to financial statements may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

### Opinion

8. In our opinion, the Company has, in all material respects, an adequate internal financial controls system with reference to financial statements and such internal financial controls with reference to financial statements were operating effectively as at March 31, 2020, 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 Price Waterhouse Chartered Accountants LLP  
Firm Registration Number: 012754N/N500016

Arunkumar Ramdas  
Partner

Place : Mumbai  
Date : June 29, 2020

Membership Number: 112433  
UDIN: 20112433AAAAGU4333

# J. K. INVESTO TRADE (INDIA) LIMITED

## Annexure B to Independent Auditors' Report

**Referred to in paragraph 11 of the Independent Auditors' Report of even date to the members of J.K. Investo Trade (India) Limited on the standalone financial statements as of and for the year ended March 31, 2020**

- i. (a) The Company is maintaining proper records showing full particulars, including quantitative details and situation, of fixed assets.
- (b) The fixed assets of the Company have been physically verified by the Management during the year and no material discrepancies have been noticed on such verification. In our opinion, the frequency of verification is reasonable.
- (c) The Company does not own any immovable properties as disclosed in Note 9 on fixed assets to the financial statements. Therefore, the provisions of Clause 3(i)(c) of the said Order are not applicable to the Company.
- ii. The Company is in the business of rendering services, and consequently, does not hold any inventory. Therefore, the provisions of Clause 3(ii) of the said Order are not applicable to the Company.
- iii. The Company has not granted any loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or other parties covered in the register maintained under Section 189 of the Act. Therefore, the provisions of Clause 3(iii), (iii)(a), (iii)(b) and (iii)(c) of the said Order are not applicable to the Company.
- iv. The Company has not granted any loans or made any investments, or provided any guarantees or security to the parties covered under Section 185 and 186. Therefore, the provisions of Clause 3(iv) of the said Order are not applicable to the Company. In our opinion, and according to the information and explanations given to us, the Company has complied with the provisions of Section 186 of the Companies Act, 2013 in respect of the investments made.
- v. The Company has not accepted any deposits from the public within the meaning of Sections 73, 74, 75 and 76 of the Act and the Rules framed there under to the extent notified.
- vi. The Central Government of India has not specified the maintenance of cost records under sub-section (1) of Section 148 of the Act for any of the products of the Company.
- vii. (a) According to the information and explanations given to us and the records of the Company examined by us, in our opinion, the Company is regular in depositing the undisputed statutory dues, including provident fund, employees' state insurance, income tax, sales tax, service tax, duty of customs, duty of excise, value added tax, cess, goods and service tax and other material statutory dues, as applicable, with the appropriate authorities.  
Further, for the period March 01, 2020 to March 31, 2020, the company has paid Goods and Service Tax and filed Form GSTR 3B after the due date but within the timelines allowed by Central Board of Indirect Taxes and Customs under the Notification Number 31/2020 dated 3<sup>rd</sup> April, 2020 on fulfilment of conditions specified therein.
- (b) According to the information and explanations given to us and the records of the Company examined by us, there are no dues of income-tax, sales-tax, service-tax, duty of customs, and duty of excise or value added tax or goods and service tax which have not been deposited on account of any dispute.
- viii. As the Company does not have any loans or borrowings from any financial institution or bank or Government, nor has it issued any debentures as at the balance sheet date, the provisions of Clause 3(viii) of the Order are not applicable to the Company.
- ix. The Company has not raised any moneys by way of initial public offer, further public offer (including debt instruments) and term loans. Accordingly, the provisions of Clause 3(ix) of the Order are not applicable to the Company.
- x. During the course of our examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given to us, we have neither come across any instance of material fraud by the Company or on the Company by its officers or employees, noticed or reported during the year, nor have we been informed of any such case by the Management.
- xi. The Company has paid/ provided for managerial remuneration in accordance with the requisite approvals mandated by the provisions of Section 197 read with Schedule V to the Act. Also refer paragraph 13 of our main audit report.
- xii. As the Company is not a Nidhi Company and the Nidhi Rules, 2014 are not applicable to it, the provisions of Clause 3(xii) of the Order are not applicable to the Company.
- xiii. The Company has entered into transactions with related parties in compliance with the provisions of Section 188 of the Act. The details of such related party transactions have been disclosed in the financial statements as required under Accounting Standard (AS) 18, Related Party Disclosures specified under Section 133 of the Act. Further, the Company is not required to constitute an Audit Committee under Section 177 of the Act, and accordingly, to this extent, the provisions of Clause 3(xiii) of the Order are not applicable to the Company.
- xiv. The Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review. Accordingly, the provisions of Clause 3(xiv) of the Order are not applicable to the Company.
- xv. The Company has not entered into any non-cash transactions with its directors or persons connected with him. Accordingly, the provisions of Clause 3(xv) of the Order are not applicable to the Company.
- xvi. The Company is required to, and has been registered under Section 45-IA of the Reserve Bank of India Act, 1934 as a Non-Banking Financial Institution without accepting public deposits.

**For Price Waterhouse Chartered Accountants LLP  
Firm Registration Number: 012754N/N500016**

**Arunkumar Ramdas  
Partner**

**Place : Mumbai  
Date : June 29, 2020**

**Membership Number: 112433  
UDIN: 20112433AAAAGU4333**

# J. K. INVESTO TRADE (INDIA) LIMITED

## STANDALONE BALANCE SHEET AS AT 31<sup>st</sup> MARCH, 2020

Particulars		Notes	As at 31 <sup>st</sup> March, 2020	As at 31 <sup>st</sup> March, 2019
			₹ in lakhs	₹ in lakhs
<b>I. EQUITY AND LIABILITIES</b>				
<b>1</b>	<b>Shareholders' funds</b>			
	(a) Share capital	3	732.22	732.22
	(b) Reserves and surplus	4	39,491.90	6,399.00
<b>2</b>	<b>Non-current liabilities</b>			
	Long-term provisions	5	7.51	12.83
<b>3</b>	<b>Current liabilities</b>			
	(a) Trade payables	6		
	total outstanding dues of micro enterprises and small enterprises, and		-	-
	total outstanding dues of creditors other than micro enterprises and small enterprises		7.20	14.53
	(b) Other current liabilities	7	930.03	330.49
	(c) Short-term provisions	8	179.40	3.68
	<b>TOTAL</b>		<b>41,348.26</b>	<b>7,492.75</b>
<b>II. ASSETS</b>				
<b>1</b>	<b>Non-current assets</b>			
	(a) Property, Plant and Equipments			
	Tangible assets	9	0.26	15.97
	(b) Non-current investments	10	40,232.23	7,257.46
	(c) Deferred tax assets (net)	33	5.23	2.70
	(d) Long-term loans and advances	11	36.06	101.38
	(e) Other non-current assets	12	17.50	17.50
<b>2</b>	<b>Current assets</b>			
	(a) Current investments	13	978.49	76.85
	(b) Trade receivables	14	11.77	-
	(c) Cash and bank balances	15	24.89	10.41
	(d) Short-term loans and advances	16	41.83	10.23
	(e) Other current assets	17	-	0.25
	<b>TOTAL</b>		<b>41,348.26</b>	<b>7,492.75</b>
	Significant Accounting Policies	2		

The accompanying notes are an integral part of these standalone financial statements

As per our report of even date

For **Price Waterhouse Chartered Accountants LLP**

Firm registration number : 012754N/N500016

For and on behalf of the Board of Directors

**Arunkumar Ramdas**

Partner

Membership number : 112433

**Gautam Hari Singhania**

Chairman

DIN: 00020088

**Mukesh Darwani**

Company Secretary

**Sanjay Bahl**

Director

DIN: 00332153

Place : Mumbai

Date : June 29, 2020

Place : Mumbai

Date : June 29, 2020

# J. K. INVESTO TRADE (INDIA) LIMITED

## STANDALONE STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31<sup>st</sup> MARCH, 2020

Particulars		Notes	For the year ended 31 <sup>st</sup> March, 2020	For the year ended 31 <sup>st</sup> March, 2019
			₹ in lakhs	₹ in lakhs
I.	Revenue from operations	18	133.08	282.17
II.	Other income	19	2.77	121.50
III.	<b>Total Revenue (I + II)</b>		<b>135.85</b>	<b>403.67</b>
IV.	<b>Expenses:</b>			
	Employee benefits expense	20	61.57	51.41
	Finance costs	21	0.74	-
	Depreciation expense	9	0.20	0.30
	Other expenses	22	66.86	87.50
	<b>Total Expenses</b>		<b>129.37</b>	<b>139.21</b>
V.	<b>Profit before exceptional items and tax (III-IV)</b>		<b>6.48</b>	<b>264.46</b>
VI.	<b>Exceptional items (Net)</b>	23	<b>43,386.03</b>	<b>1,119.70</b>
VII.	<b>Profit before tax (V+VI)</b>		<b>43,392.51</b>	<b>1,384.16</b>
VIII.	<b>Tax expense:</b>			
	Current tax		8,837.10	493.25
	Deferred tax	33	(2.53)	(0.96)
	Mat credit recognised		-	(25.37)
	Tax in respect of earlier years		(0.19)	(2.41)
IX.	<b>Profit for the year (V - VI)</b>		<b>34,558.13</b>	<b>919.65</b>
X.	Earnings per equity share [Nominal value of ₹ 10 each (31 March 2019: ₹ 10)]			
	Basic and Diluted Earnings Per Share (excluding exceptional items) (₹)	32	(0.07)	3.45
	Basic and Diluted Earnings Per Share (including exceptional items) (₹)		471.96	12.56
	Significant Accounting Policies	2		

The accompanying notes are an integral part of these standalone financial statements

As per our report of even date

For **Price Waterhouse Chartered Accountants LLP**

Firm registration number : 012754N/N500016

For and on behalf of the Board of Directors

**Arunkumar Ramdas**

Partner

Membership number : 112433

**Gautam Hari Singhania**

Chairman

DIN: 00020088

**Mukesh Darwani**

Company Secretary

**Sanjay Bahl**

Director

DIN: 00332153

Place : Mumbai

Date : June 29, 2020

Place : Mumbai

Date : June 29, 2020

# J. K. INVESTO TRADE (INDIA) LIMITED

## STANDALONE CASH FLOW STATEMENT FOR THE YEAR ENDED 31<sup>st</sup> MARCH, 2020

Particulars	Year ended 31 <sup>st</sup> March, 2020		Year ended 31 <sup>st</sup> March, 2019	
	₹	₹	₹	₹
<b>A. CASH FLOW FROM OPERATING ACTIVITIES</b>				
Profit before exceptional and extraordinary items and tax		6.48		264.46
Add/(Deduct)				
Depreciation	0.20		0.30	
Net loss on sale/discard of Property, Plant and Equipment (other than land and building)	0.08		-	
Provision for doubtful trade receivables	10.28		-	
Liabilities no longer payable written back	-		(105.17)	
Interest income	(1.86)		(16.10)	
		8.70		(120.97)
Operating Profit before Working Capital Changes		15.18		143.49
Adjustments for				
Increase in Trade and Other Receivables	(20.16)		(0.14)	
(Increase) / Decrease in Investments	(35,901.64)		881.38	
Increase / (Decrease) in Provisions	(6.27)		3.43	
Increase / (Decrease) in Trade and Other Payables	(23.41)		223.03	
		(35,951.48)		1,107.70
Cash (used in) / generated from Operations		(35,936.30)		1,251.19
Direct Taxes (Paid)/Refund received		17.75		(460.85)
<b>Net Cash (used in) / generated from Operating Activities</b>		(35,918.55)		790.34
<b>B. CASH FLOW FROM INVESTING ACTIVITIES</b>				
Inflow/(Outflow)				
Sale proceeds of Current Investments	-		1,109.70	
Proceeds from sale of Property, Plant and Equipment (Net)	44,577.08		-	
Direct tax paid thereon	(8,645.91)		-	
Investment in subsidiary (Conversion of Joint Venture to Subsidiary)	-		(1,925.23)	
Investment in subsidiary	(293.00)		-	
Interest received	1.86		16.17	
<b>Net Cash generated from / (used in) Investing Activities</b>		35,640.03		(799.36)
<b>Net decrease in Cash and Cash Equivalents (A + B)</b>		(278.52)		(9.02)
Add: Cash And Cash Equivalents - Opening Balance		10.41		19.43
Add: Cash And Cash Equivalents Acquired Pursuant to Scheme of Arrangement And Amalgamation		293.00		-
Cash And Cash Equivalents - Closing Balance (Refer Note 15)		24.89		10.41

# J. K. INVESTO TRADE (INDIA) LIMITED

## Notes to the Standalone Financial Statements for the year ended 31<sup>st</sup> March, 2020

	Year ended 31 <sup>st</sup> March, 2020	Year ended 31 <sup>st</sup> March, 2019
<b>Non-cash investing and financing activities</b>		
Acquisition of business pursuant to the Composite scheme of amalgamation and arrangement (Refer Note 35(iii))	9654.30	-
Investment Cancellation pursuant to the Composite scheme of amalgamation and arrangement (Refer Note 35(iii))	(2,025.23)	-
Demerger of business pursuant to the Composite scheme of amalgamation and arrangement (Refer Note 35(iv))	(9,094.30)	-
Investments written off (Refer Note 35(vii))	(298.00)	-

**Note :**

As Company is an investment company, dividend received and interest earned are considered as part of cash flow from operating activities. Purchase and sale of investment has been classified into operating and investing activity based on the intention of Management at the time of purchase of securities or subsequent reassessment of intention and transfers made inter se between long-term and current investments, in accordance with the prudential norms specified by RBI.

The cash flow statement has been prepared under the indirect method as set out in Accounting Standard 3 - Statement of Cash Flows.

The accompanying notes are an integral part of these standalone financial statements

As per our report of even date

For **Price Waterhouse Chartered Accountants LLP**

Firm registration number : 012754N/N500016

**Arunkumar Ramdas**

Partner

Membership number : 112433

**Mukesh Darwani**

Company Secretary

Place : Mumbai

Date : June 29, 2020

Place : Mumbai

Date : June 29, 2020

For and on behalf of the Board of Directors

**Gautam Hari Singhania**

Chairman

DIN: 00020088

**Sanjay Bahl**

Director

DIN: 00332153



# J. K. INVESTO TRADE (INDIA) LIMITED

## Notes to the Standalone Financial Statements for the year ended 31<sup>st</sup> March, 2020

### 1 General Information

J.K. Investo Trade (India) Limited is a company incorporated on April 29, 1947, which deals in investment of securities, other financial products. The company is registered as Non Deposit taking Non Banking Financial Company (NBFC) with Reserve Bank of India (RBI). (Refer Note 37).

### 2 Statement of significant accounting policies

#### A Basis of preparation

These financial statements have been prepared in accordance with the generally accepted accounting principles in India under the historical cost convention on accrual basis. These financial statements have been prepared to comply in all material aspects with the accounting standards notified under the Companies (Accounting Standards) Rules, 2006 (as amended), specified under section 133 of the Companies Act, 2013.

All the assets and liabilities have been classified as current or non-current as per the Company's operating cycle and other criteria set out in Schedule III (Division I) to the Companies Act, 2013. Based on the nature of products and the time between the acquisition of assets for processing and their realization in cash and cash equivalent, the Company has ascertained its operating cycle to be twelve months for the purpose of current – non-current classification of assets and liabilities.

#### B Use of estimates

The preparation of the financial statements in conformity with the generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amount of assets, liabilities, revenues and expenses and disclosure of contingent liability. The estimates and assumption used in the accompanying financial statement are based upon management's evaluation of relevant fact and circumstances as of date of financial statement. Difference between the actual and estimates are recognised in the year in which the revenue / expenses are known / materialised.

#### C Tangible assets

Tangible assets are stated at cost, net of accumulated depreciation and accumulated impairment losses, if any, except in case of free hold land which is carried at its original cost. Cost comprises of the purchase price including import duties and non-refundable taxes, and directly attributable expenses incurred to bring the asset to the location and condition necessary for it to be capable of being operated in the manner intended by the management.

Items of Property, Plant and Equipment that have been retired from active use and are held for disposal are stated at the lower of their net carrying amount and net realisable value and are shown separately in the financial statements under the head 'Other current assets'. Any write-down in this regard is recognised immediately in the Statement of Profit and Loss.

#### Depreciation

The Company depreciates all its tangible assets on prorata basis under the Straight line method over the useful life in the manner prescribed in Schedule II to the Act, and management believes that the useful life of assets are same as those prescribed in Schedule II to the Act.

The residual value are not more than 5% of original cost of asset. The asset residual value and useful lives are reviewed and adjusted, if appropriate, at the end of each reporting period.

Assets individually costing Rupees five thousand or less are depreciated fully in the year of acquisition.

#### D Impairment of assets

The Company assesses at each balance sheet date whether there is any indication that an asset may be impaired. If any such indication exists, the management estimates the recoverable amount of the asset. If such recoverable amount of the asset is less than its carrying amount, the carrying amount is reduced to its recoverable amount. The reduction is treated as an impairment loss and is recognised in the Statement of Profit and Loss. If at the balance sheet date there is an indication that if a previously assessed impairment loss no longer exists, the recoverable amount is reassessed and the asset is reflected at the recoverable amount.

#### E Investments

Investments that are readily realisable and are intended to be held for not more than one year from the date, on which such investments are made, are classified as current investments. All other investments are classified as long term investments. Current investments are carried at cost or fair value, whichever is lower. Long-term investments are carried at cost. However, provision for diminution is made to recognise a decline, other than temporary, in the value of the investments, such reduction being determined and made for each investment individually.

#### F Foreign currency transactions

Transactions denominated in foreign currencies are recognised at the prevailing exchange rates on the transaction dates. Realised gains and losses on settlement of foreign currency transactions are recognised in the Statement of Profit and Loss.

Foreign currency monetary assets and liabilities at the year end are translated at the year end exchange rate, and the resultant exchange difference is recognised in the Statement of Profit and Loss.

#### G Revenue recognition

Dividend income is recognised when the right to receive dividend is established.

#### H Other income

Interest income is recognised on a time proportion basis taking into account the amount outstanding and the rate applicable.

#### I Employee benefits

##### a. Long-Term Employee Benefits

##### i. Defined Contribution Plan

The Company has Defined Contribution Plans for post-employment benefits in the form of Provident Fund and other defined contribution plans which are administered through the regulatory authorities. Provident Fund and other defined contribution plans is classified as Defined Contribution Plan as the Company has no further obligation beyond making the contributions. The Company's contributions to Defined Contributions Plans are charged to the Statement of Profit and Loss as incurred.

# J. K. INVESTO TRADE (INDIA) LIMITED

## Notes to the Standalone Financial Statements for the year ended 31<sup>st</sup> March, 2020

ii. Defined Benefit Plan

The Company provides for gratuity, a defined benefit plan (the "Gratuity Plan") covering eligible employees in accordance with the Payment of Gratuity Act, 1972. The Gratuity Plan provides a lump sum payment to vested employees at retirement, death, incapacitation or termination of employment, of an amount based on the respective employee's salary and the tenure of employment. The Company's liability is actuarially determined using Projected Unit Credit Method at the end of each year. The Company's defined benefit plan is non-funded. Actuarial gains and losses comprise experience adjustments and the effects of changes in actuarial assumptions and recognised immediately in the Statement of Profit and Loss.

iii. Compensated Absences

Accumulated compensated absences, which are expected to be availed or encashed beyond twelve months from the end of the year are treated as long term employee benefits. The Company's liability is actuarially determined (using the projected unit credit method) as at end of the year. Actuarial losses/gains are recognised in the statement of Profit and Loss in the year in which they arise.

b. Termination benefits are recognised as an expense, as and when incurred.

**J** Taxes on income

Tax expense for the period, comprising current tax and deferred tax, are included in the determination of the net profit or loss for the period. Current tax is measured at the amount expected to be paid to the tax authorities in accordance with the taxation laws. Deferred tax expense or benefit is recognised on timing differences being the difference between taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax assets and liabilities are measured using the tax rates and tax laws that have been enacted or substantively enacted by the balance sheet date. In the event of unabsorbed depreciation and carry forward of losses, deferred tax assets are recognised only to the extent that there is virtual certainty that sufficient future taxable income will be available to realise such assets. In other situations, deferred tax assets are recognised only to the extent that there is reasonable certainty that sufficient future taxable income will be available to realise these assets.

Current tax assets and current tax liabilities are offset when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle the asset and the liability on a net basis. Deferred tax assets and deferred tax liabilities are offset when there is a legally enforceable right to set off assets against liabilities representing current tax and where the deferred tax assets and the deferred tax liabilities relate to taxes on income levied by the same governing taxation laws.

**K** Provision and contingent liabilities

Contingent liabilities are disclosed in respect of possible obligations that arise from past events but their existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company or where any present obligation cannot be measured in terms of future outflow of resources or where a reliable estimate of the obligation cannot be made. A provision is made based on a reliable estimate when it is probable that an outflow of resources embodying economic benefits will be required to settle an obligation and in respect of which a reliable estimate can be made. Provision is not discounted and is determined based on best estimate required to settle the obligation at the year-end date. Contingent assets are not recognised or disclosed in the financial statements.

**L** Leases

**As a lessor:**

The Company has leased certain tangible assets and such leases where the Company has substantially retained all the risks and rewards of ownership are classified as operating leases. Lease income on such operating leases are recognised in the Statement of Profit and Loss on a straight line basis over the lease term which is representative of the time pattern in which benefit derived from the use of the leased asset is diminished. Initial direct costs are recognised as an expense in the Statement of Profit and Loss in the period in which they are incurred.

**As a lessee :**

**Operating leases**

Leases in which a significant portion of the risks and rewards of ownership are retained by the lessor are classified as operating leases. Payments made under operating leases are charged to the Statement of Profit and Loss on a straight-line basis over the period of the lease or other systematic basis representative of the time pattern of the user's benefits.

**M** Cash and cash equivalent

In the cash flow statement, cash and cash equivalents include cash in hand, demand deposits with banks and other short-term highly liquid investments with original maturities of three months or less.

**N** Earnings per share

Basic earnings per equity share have been computed by dividing net profit after tax by the weighted average number of equity shares outstanding during the year. Diluted earnings per equity share have been computed using the weighted average number of equity shares and dilutive potential equity shares outstanding during the year. The weighted average number of equity shares outstanding during the period and for all periods presented is adjusted for events, such as bonus shares, other than the conversion of potential equity shares that have changed the number of equity shares outstanding, without a corresponding change in resources. For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period is adjusted for the effects of all dilutive potential equity shares.

**O** Amalgamation

Assets and liabilities acquired from the transferor company are recognised at their existing carrying amounts and in the same form as at the date of amalgamation. Any excess of the amount of the consideration over the value of the net assets acquired is recognised as goodwill arising on amalgamation. If the amount of the consideration is lower than the value of the net assets acquired, the difference is treated as Capital Reserve.

# J. K. INVESTO TRADE (INDIA) LIMITED

## Notes to the Standalone Financial Statements for the year ended 31<sup>st</sup> March, 2020

### Note 3 - Share Capital

Particulars	As at 31 <sup>st</sup> March, 2020		As at 31 <sup>st</sup> March, 2019	
	Number	₹ in Lakhs	Number	₹ in Lakhs
<b>Authorised</b>				
20,000 (31 March 2019: 20,000) 6% preference shares of ₹ 100 each	20,000	20.00	20,000	20.00
40,000 (31 March 2019: 40,000) 14% 10-year Redeemable preference shares of ₹ 100 each	40,000	40.00	40,000	40.00
1,04,00,000 (31 March 2019: 74,00,000) Equity Shares of ₹ 10 each (Refer Note 35)	104,00,000	1,040.00	74,00,000	740.00
<b>Issued, Subscribed and Paid up</b>				
73,22,200 (31 March 2019: 73,22,200) Equity Shares of ₹ 10 each fully paid	73,22,200	732.22	73,22,200	732.22
<b>Total</b>	<b>73,22,200</b>	<b>732.22</b>	<b>73,22,200</b>	<b>732.22</b>

(a) **Reconciliation of number of shares**

Particulars	As at 31 <sup>st</sup> March, 2020		As at 31 <sup>st</sup> March, 2019	
	Number	₹ in Lakhs	Number	₹ in Lakhs
Shares outstanding at the beginning of the year	73,22,200	732.22	73,22,200	732.22
Shares outstanding at the end of the year	73,22,200	732.22	73,22,200	732.22

(b) **Rights, preferences and restrictions attached to issued shares**

The company has only one class of equity share having par value of ₹ 10 each. Each shareholder is entitled to one vote per share. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting, except in case of interim dividend. In the event of liquidation of the company, the equity shareholders are eligible to receive the remaining assets of the Company after distribution of all preferential amounts, in proportion to their shareholding.

(c) **Details of shares held by shareholders holding more than 5% of the aggregate shares in the Company**

Name of Shareholder	As at 31 <sup>st</sup> March, 2020		As at 31 <sup>st</sup> March, 2019	
	No. of Shares held	% of Holding	No. of Shares held	% of Holding
Raymond Limited and its nominees	34,89,878	47.66	34,89,878	47.66
J.K. Investors ( Bombay) Limited	36,37,983	49.68	36,16,523	49.39

# J. K. INVESTO TRADE (INDIA) LIMITED

## Notes to the Standalone Financial Statements for the year ended 31<sup>st</sup> March, 2020

### Note 4 - Reserves and Surplus

Particulars	As at 31 <sup>st</sup> March, 2020	As at 31 <sup>st</sup> March, 2019
	₹ in lakhs	₹ in lakhs
<b>Capital Reserves</b>		
Balance as at the beginning of the year	-	-
Adjustment on account of amalgamation of Raymond Consumer Care Private Limited (Refer Note 35)	2,740.42	-
Adjustment on account of demerger of FMCG of business undertaking of J.K.Helene Curtis Limited (Refer Note 35)	4,863.95	-
Adjustment on transfer of combined FMCG business undertaking to Ray Universal Trading Limited (Refer Note 35 (iv)) **	(7,604.37)	-
Balance as at the end of the year	-	-
<b>Capital Redemption Reserve #</b>		
Balance as at the beginning of the year	37.35	37.35
Balance as at the end of the year	37.35	37.35
<b>General Reserves</b>		
Balance as at the beginning of the year	166.50	166.50
Balance as at the end of the year	166.50	166.50
<b>Reserve Fund Under Section 45 IC Reserve Bank of India Act</b>		
Balance as at the beginning of the year	1,254.60	1,070.67
Add: Transfer from Surplus in Statement of Profit and loss *	6,911.63	183.93
Balance as at the end of the year	8,166.23	1,254.60
<b>Surplus in Statement of Profit and Loss</b>		
Balance as at the beginning of the year	4,940.55	4,204.83
Add: Profit for the year	34,558.13	919.65
Less: Transfer to Reserve Fund under section 45-IC of the RBI Act *	6,911.63	183.93
Less: Adjustment on transfer of combined FMCG business undertaking to Ray Universal Trading Limited (Refer Note 35 (iv)) **	1,465.23	-
Balance as at the end of the year	31,121.82	4,940.55
<b>Employee stock options outstanding</b>		
Balance as at the beginning of the year	-	-
Add: Adjustment on account of demerger of FMCG of business undertaking of J.K.Helene Curtis Limited (Refer Note 35 (iii))	24.70	-
Less: Transferred pursuant to the Composite scheme of amalgamation and arrangement (Refer Note 35 (iv))	24.70	-
Balance as at the end of the year	-	-
<b>Total</b>	<b>39,491.90</b>	<b>6,399.00</b>

\* Pursuant to the provisions of section 45 IC of the RBI Act, a sum of 20% of the net profit for the year has been transferred to Reserve Fund from surplus in Statement of Profit and Loss.

# The Company had issued 14% 10 year redeemable cumulative preference shares of ₹ 100 each which were redeemed out of profits in June 2003. In order to comply with the requirements of the then applicable Section 80 of the Companies Act, 1956, the Company had transferred amounts to the Capital Redemption Reserve.

\*\* Net Assets transferred pursuant to transfer of combined FMCG business undertaking to Ray Universal Trading Limited (Refer Note 35 (iv)) has been first adjusted against capital reserve to the extent credit balance in the capital reserve was available for such adjustment and balance amount has been adjusted against Surplus in Statement of Profit and Loss.

# J. K. INVESTO TRADE (INDIA) LIMITED

## Notes to the Standalone Financial Statements for the year ended 31<sup>st</sup> March, 2020

### Note 5 - Long-term Provisions

Particulars	As as 31 <sup>st</sup> March, 2020	As at 31 <sup>st</sup> March, 2019
	₹ in lakhs	₹ in lakhs
<b>Provision for employee benefits (Refer note 28)</b>		
Provision for gratuity	7.51	12.83
<b>Total</b>	<b>7.51</b>	<b>12.83</b>

### Note 6 - Trade payables

Particulars	As as 31 <sup>st</sup> March, 2020	As at 31 <sup>st</sup> March, 2019
	₹ in lakhs	₹ in lakhs
Micro and small enterprises	-	-
Others	7.20	14.53
<b>Total</b>	<b>7.20</b>	<b>14.53</b>

### Note 7 - Other current liabilities

Particulars	As as 31 <sup>st</sup> March, 2020	As at 31 <sup>st</sup> March, 2019
	₹ in lakhs	₹ in lakhs
Rent Deposits	-	58.23
Payable to related parties (Refer Note 30)	-	262.13
Employee benefits payable	1.75	0.36
Statutory dues	43.07	0.83
Payables towards expenses related to sale of land and building (Refer Note 36)	877.62	-
Other Payables	7.59	8.94
<b>Total</b>	<b>930.03</b>	<b>330.49</b>

### Note 8 - Short-term provisions

Particulars	As as 31 <sup>st</sup> March, 2020	As at 31 <sup>st</sup> March, 2019
	₹ in lakhs	₹ in lakhs
<b>Provision for employee benefits (Refer Note 28)</b>		
For gratuity	-	0.22
For compensated absences	2.73	3.46
Other provisions		
Provisions for Income tax (Net of Advance Tax of ₹ 8,660.43 lakhs, 31 <sup>st</sup> March 2019 ₹ Nil)	176.67	-
<b>Total</b>	<b>179.40</b>	<b>3.68</b>

# J. K. INVESTO TRADE (INDIA) LIMITED

## Notes to the Standalone Financial Statements for the year ended 31<sup>st</sup> March, 2020

### Note 9 - Property, plant and equipments (Tangible assets)

Description	Gross Block (at cost)				Disposals	Balance as at 31 <sup>st</sup> March, 2020	Accumulated Depreciation				Net Block Balance as at 31 <sup>st</sup> March, 2020	
	Balance as at 1 <sup>st</sup> April, 2019	Acquisitions pursuant to the composite scheme of amalgamation and arrangement (Refer Note 35)	Transferred pursuant to the Composite scheme of amalgamation and arrangement (Refer Note 35)	Additions			Balance as at 1 <sup>st</sup> April, 2019	Acquisitions pursuant to the composite scheme of amalgamation and arrangement (Refer Note 35)	Transferred pursuant to the Composite scheme of amalgamation and arrangement (Refer Note 35)	Charge for the year		On disposal
	₹ in lakhs	₹ in lakhs	₹ in lakhs	₹ in lakhs	₹ in lakhs	₹ in lakhs	₹ in lakhs	₹ in lakhs	₹ in lakhs	₹ in lakhs	₹ in lakhs	₹ in lakhs
Freehold Land (Refer Note 36)	3.53	-	-	-	3.53	-	-	-	-	-	-	-
Leasehold Land	-	17.38	17.38	-	-	-	0.69	-	-	-	0.69	-
Buildings (Refer Note 36)	33.34	179.43	179.43	-	33.34	-	39.06	0.16	21.42	-	39.06	-
Plant and Equipment	1.30	1,339.16	1,339.16	-	1.30	-	268.01	-	1.24	-	268.01	-
Furniture and Fixtures	1.30	96.86	96.86	-	0.11	-	22.82	0.04	0.11	-	22.82	0.17
Vehicles	-	12.29	12.29	-	-	-	9.79	-	-	-	9.79	-
Office Equipment	-	22.05	22.05	-	-	-	6.63	-	-	-	6.63	-
Electrical Installation	-	7.26	7.26	-	-	-	2.55	-	-	-	2.55	-
Computer Hardware	1.90	390.91	390.91	-	-	-	153.75	-	-	-	153.75	-
<b>Total</b>	<b>41.37</b>	<b>2,065.34</b>	<b>2,065.34</b>	<b>-</b>	<b>38.28</b>	<b>3.09</b>	<b>503.30</b>	<b>0.20</b>	<b>22.77</b>	<b>1.81</b>	<b>503.30</b>	<b>0.26</b>

  

Description	Gross Block (at cost)			Accumulated Depreciation			Net Block Balance as at 31 <sup>st</sup> March, 2019
	Balance as at 1 <sup>st</sup> April, 2018	Additions	Disposals	Balance as at 1 <sup>st</sup> April, 2018	Charge for the year	On disposal	
	₹ in lakhs	₹ in lakhs	₹ in lakhs	₹ in lakhs	₹ in lakhs	₹ in lakhs	₹ in lakhs
Freehold Land	3.53	-	-	-	-	-	3.53
Buildings	33.34	-	-	21.02	0.24	-	12.08
Plant and Equipment	1.30	-	-	1.24	-	-	0.06
Furniture and Fixtures	1.30	-	-	1.05	0.04	-	0.21
Computer Hardware	1.90	-	-	1.79	0.02	-	0.09
<b>Total</b>	<b>41.37</b>	<b>-</b>	<b>-</b>	<b>25.10</b>	<b>0.30</b>	<b>-</b>	<b>15.97</b>

# J. K. INVESTO TRADE (INDIA) LIMITED

## Notes to the Standalone Financial Statements for the year ended 31<sup>st</sup> March, 2020

### Note 10 - Non current investments

Particulars	As at 31 <sup>st</sup> March, 2020	As at 31 <sup>st</sup> March, 2019
	₹ in lakhs	₹ in lakhs
<b>Trade Investments (valued at cost)</b>		
<b>Unquoted equity shares</b>		
<b>Investment in Subsidiaries</b>		
(a) 9,80,000 [31 March 2019 : 9,80,000] equity shares of ₹ 10/- each fully paid-up in J.K. Helene Curtis Limited (Refer Note 35)	20.93	20.93
(b) Nil [ 31 March 2019 : 20,00,000] equity shares of ₹ 10/- each fully paid-up in Raymond Consumer Care Private Limited (formerly known as J.K.Ansell Private Limited) (Refer note 35).	2,025.23	2,025.23
Investment Cancellation pursuant to the Composite scheme of amalgamation and arrangement (Refer Note 35(iii))	(2,025.23)	-
<b>Non Trade Investments (valued at cost unless stated otherwise)</b>		
<b>Investment in Shares</b>		
<b>a) Quoted Equity Shares</b>		
61,41,104 [31 March 2019 : 28,02,826] equity shares of ₹ 10/- each fully paid-up in Raymond Limited * (Refer Note (i) below)	27,711.30	5,211.30
<b>b) Unquoted Preference Shares</b>		
i) 18,54,599 [31 March 2019 : Nil] 0.01% Compulsorily Convertible Preference shares of ₹ 10/- each fully paid-up in Raymond Limited * (Refer Note (i) below)	12,500.00	-
<b>c) Unquoted Equity Shares</b>		
ii) 7,00,000 [31 March 2019 : 7,00,000] equity shares of ₹ 10/- each fully paid-up in Radha Krishna Films Limited	70.00	70.00
Provision for diminution in the value of Investments of Radha Krishna Films Limited (Refer Note (ii) below)	(70.00)	(70.00)
<b>Total</b>	<b>40,232.23</b>	<b>7,257.46</b>
Aggregate amount of quoted investments	27,711.30	5,211.30
Market Value of quoted investments	13,682.38	25,162.37
Aggregate amount of unquoted investments	12,590.93	2,116.16
Aggregate provision for diminution in value of investments	70.00	70.00

**Note:**

- (i) The Company has during the year invested vide preferential allotment dated Dec 12, 2019 in:
- 33,38,278 equity shares at ₹ 674 each aggregating to ₹ 22,500 Lakhs, and
  - 18,54,599 0.01% Compulsorily Convertible Preference Shares ('CCPS') at ₹ 674 each aggregating to ₹ 12,500 Lakhs. of Raymond Limited. Each CCPS is compulsorily convertible to one Equity Share of Raymond Limited within a period of eighteen months from the date of issue. The same have been subsequently converted into 18,54,599 equity shares on April 3, 2020.
- (ii) The Company had invested in unquoted equity shares of Radha Krishna Films aggregating to ₹ 70 Lakhs. Since the net worth of the Radha Krishna Films has been fully eroded, the management has made provision for impairment in the value of investment.

\*\*The Company has invested in equity and CCPS of Raymond Limited (RL) and this investment along with investment done earlier falls under the promoter group's investment in RL and which is strategic investment.

RL is a diversified group with majority business interests in Textile and Apparel sectors as well as presence across diverse segments such as Realty, FMCG, Engineering and Prophylactics in national and international markets. The group has one of the largest network of point of sales in India.

The disruption due to COVID-19 has impacted discretionary spending with subdued consumer sentiments and majority of segment in which the group operates are dependent on discretionary spending, however with unlock phase started and upcoming festive and wedding season is expected to build up demand.

As at the year-end there has been fluctuations in the market value of the investments due to the Covid 19 pandemic, the Company is of the view that this is a temporary phase and has impacted entire industry in same segment of business and considering this is not an other than temporary decline in value of such investment, hence no provision is considered necessary."

# J. K. INVESTO TRADE (INDIA) LIMITED

## Notes to the Standalone Financial Statements for the year ended 31<sup>st</sup> March, 2020

### Note 11 - Long-term loans and advances

Unsecured, considered good

Particulars	As at 31 <sup>st</sup> March, 2020	As at 31 <sup>st</sup> March, 2019
	₹ in lakhs	₹ in lakhs
Security Deposits	1.85	4.66
Advance tax (Net of Provision for tax ₹ 507.44 lakhs; 31 March 2019 ₹ 507.96 lakhs.)	34.21	96.72
<b>Total</b>	<b>36.06</b>	<b>101.38</b>

### Note 12 - Other non-current assets

Particulars	As at 31 <sup>st</sup> March, 2020	As at 31 <sup>st</sup> March, 2019
	₹ in lakhs	₹ in lakhs
Margin Money Deposit with Bank *	17.50	17.50
<b>Total</b>	<b>17.50</b>	<b>17.50</b>

\* Held as lien by bank against bank guarantee amounting to ₹ 17,50,000 ( Previous year ₹ 17,50,000)

### Note 13 - Current investments

Particulars	As at 31 <sup>st</sup> March, 2020	As at 31 <sup>st</sup> March, 2020	As at 31 <sup>st</sup> March, 2019	As at 31 <sup>st</sup> March, 2019
	No. of units	₹ in lakhs	No. of units	₹ in lakhs
<b>At cost or fair value, whichever is less:</b>				
<b>Unquoted:</b>				
<b>Investment in Mutual Funds:</b>				
SBI Mutual Fund - Overnight Fund - Weekly Dividend - Direct Plan - Units of ₹ 1,000 each	17,096	175.82	7,471	76.85
SBI Mutual Fund - Liquid Fund - Weekly Dividend - Direct Plan - Units of ₹ 1,000 each	75,580	802.67	-	-
<b>Total</b>		<b>978.49</b>		<b>76.85</b>
Aggregate amount of unquoted investments		<b>978.49</b>		<b>76.85</b>
Net Asset Value of unquoted investments		<b>978.85</b>		<b>77.06</b>

### Note 14 - Trade receivables

Particulars	As at 31 <sup>st</sup> March, 2020	As at 31 <sup>st</sup> March, 2019
	₹ in lakhs	₹ in lakhs
<b>Outstanding for a period exceeding 6 months from the date they are due for payment</b>	-	-
Others		
Unsecured, considered good	11.77	-
Unsecured, considered doubtful	10.28	-
	<b>22.05</b>	-
Less: Provision for doubtful debts	(10.28)	-
<b>Total</b>	<b>11.77</b>	-



# J. K. INVESTO TRADE (INDIA) LIMITED

## Notes to the Standalone Financial Statements for the year ended 31<sup>st</sup> March, 2020

### Note 15 - Cash and cash equivalents

Particulars	As at 31 <sup>st</sup> March, 2020	As at 31 <sup>st</sup> March, 2019
	₹ in lakhs	₹ in lakhs
Cash on hand	0.04	0.02
Bank balances :		
In current accounts	24.85	10.39
<b>Total</b>	<b>24.89</b>	<b>10.41</b>

### Note 16 - Short-term loans and advances

Unsecured, considered good

Particulars	As at 31 <sup>st</sup> March, 2020	As at 31 <sup>st</sup> March, 2019
	₹ in lakhs	₹ in lakhs
Prepaid expenses	-	0.08
Security deposit	2.81	-
GST input credit	4.87	0.15
Income tax refund receivable	30.43	-
Advance recoverable in cash or in kind	3.72	-
Advance towards investment in SBI Overnight Fund	-	10.00
<b>Total</b>	<b>41.83</b>	<b>10.23</b>

### Note 17 - Other current assets

Particulars	As at 31 <sup>st</sup> March, 2020	As at 31 <sup>st</sup> March, 2019
	₹ in lakhs	₹ in lakhs
Interest accrued	-	0.25
<b>Total</b>	<b>-</b>	<b>0.25</b>

### Note 18 - Revenue from operations

Particulars	For the year ended 31 <sup>st</sup> March, 2020	For the year ended 31 <sup>st</sup> March, 2019
	₹ in lakhs	₹ in lakhs
Dividend Income	111.11	102.49
Other operating revenue (Compensation for use of premises)	21.97	179.68
<b>Total</b>	<b>133.08</b>	<b>282.17</b>

### Note 19 - Other Income

Particulars	For the year ended 31 <sup>st</sup> March, 2020	For the year ended 31 <sup>st</sup> March, 2019
	₹ in lakhs	₹ in lakhs
Interest income	1.86	16.11
Liabilities no longer payable written back	-	105.17
Net gain on sale of investments	0.91	0.22
<b>Total</b>	<b>2.77</b>	<b>121.50</b>

# J. K. INVESTO TRADE (INDIA) LIMITED

## Notes to the Standalone Financial Statements for the year ended 31<sup>st</sup> March, 2020

### Note 20 - Employee benefits expense

Particulars	For the year ended 31 <sup>st</sup> March, 2020	For the year ended 31 <sup>st</sup> March, 2019
	₹ in lakhs	₹ in lakhs
Salaries, wages, bonus etc.	53.82	44.42
Contributions to provident and other funds (Refer Note 28)	3.95	4.51
Gratuity (Refer Note 28)	3.71	1.77
Staff welfare expenses	0.09	0.71
<b>Total</b>	<b>61.57</b>	<b>51.41</b>

### Note 21 - Finance costs

Particulars	As at 31 <sup>st</sup> March, 2020	As at 31 <sup>st</sup> March, 2019
	₹ in lakhs	₹ in lakhs
Interest on shortfall of advance tax	0.74	-
<b>Total</b>	<b>0.74</b>	<b>-</b>

### Note 22 - Other Expenses

Particulars	For the year ended 31 <sup>st</sup> March, 2020	For the year ended 31 <sup>st</sup> March, 2019
	₹ in lakhs	₹ in lakhs
Rent	0.06	0.06
Insurance	0.24	0.16
Rates and taxes	6.02	3.61
Repairs and maintenance - Building	2.75	6.45
Legal and professional expenses	11.48	33.66
Electricity Expenses	20.65	18.77
Auditors' remuneration [Refer note 29]	5.51	3.41
Directors' fees	4.00	2.50
Directors' commission	0.17	6.89
Conference expenses	-	4.37
Net loss on sale/discard of Property, Plant and Equipment (other than land and building)	0.08	-
Provision for doubtful receivables	10.28	-
Miscellaneous expenses	5.62	7.62
<b>Total</b>	<b>66.86</b>	<b>87.50</b>

### Note 23 - Exceptional items (Net)

Particulars	As at 31 <sup>st</sup> March, 2020	As at 31 <sup>st</sup> March, 2019
	₹ in lakhs	₹ in lakhs
Gain on sale of investment (Refer Note 37)	-	1,119.70
Gain on sale of land and building (Refer Note 36)	43,684.03	-
Investments written off (Refer Note 35)	(298.00)	-
<b>Total</b>	<b>43,386.03</b>	<b>1,119.70</b>

# J. K. INVESTO TRADE (INDIA) LIMITED

## Notes to the Standalone Financial Statements for the year ended 31<sup>st</sup> March, 2020

### Note 24 - Contingent liabilities

Particulars	As at 31 <sup>st</sup> March, 2020	As at 31 <sup>st</sup> March, 2019
	₹ in lakhs	₹ in lakhs
Claims against the company, not acknowledged as debt in respect of:		
i) Demand for Rent	885.06	876.12
ii) Other Matters	32.33	31.55
<b>Total</b>	<b>917.39</b>	<b>907.67</b>

Future cash flows relating to the above are determinable only on receipt of judgment/decisions from respective forums/authorities.

The Company does not expect any reimbursements in respect to the above contingent liabilities.

### Note 25

The Company has, pursuant to Taxation Laws (Amendment) Ordinance, 2019 dated September 20, 2019, adopted revised tax rate of 25.17% with effect from April 1, 2019.

### Note 26 - Dues to micro and small enterprises

The disclosure of dues in respect of suppliers registered under Micro, Small and Medium Enterprises Development Act, 2006 (MSMED Act) are as under:

Particulars	As at 31 <sup>st</sup> March, 2020	As at 31 <sup>st</sup> March, 2019
	₹ in lakhs	₹ in lakhs
Principal amount due to suppliers registered under the MSMED Act and remaining unpaid as at year end	-	-
Interest due to suppliers registered under the MSMED Act and remaining unpaid as at year end	-	-
Principal amounts paid to suppliers registered under the MSMED Act, beyond the appointed day during the year	-	-
Interest paid, under Section 16 of MSMED Act, to suppliers registered under the MSMED Act, beyond the appointed day during the year	-	-
Interest paid, other than under Section 16 of MSMED Act, to suppliers registered under the MSMED Act, beyond the appointed day during the year	-	-
Amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under the MSMED Act	-	-

### Note 27 - Leases

#### Premises given on operating lease:

The Company had given premises on operating leases for a part of the year. These lease arrangements were for a period of three years and were cancellable leases. There are no operating leases as at the end of the year.

Particulars	As at 31 <sup>st</sup> March, 2020	As at 31 <sup>st</sup> March, 2019
	₹ in lakhs	₹ in lakhs
(i) Buildings		
Gross Carrying Amount	-	25.38
Depreciation for the year	-	0.19
Accumulated Depreciation	-	16.19

# J. K. INVESTO TRADE (INDIA) LIMITED

## Notes to the Standalone Financial Statements for the year ended 31<sup>st</sup> March, 2020

### Note 28 - Disclosure pertaining to Accounting Standard -15 [AS-15] Employee Benefits

(i) **Defined Contribution Plans**

The Company has recognised the following amounts in the Statement of Profit and Loss:

Particulars	For the year ended 31 <sup>st</sup> March, 2020	For the year ended 31 <sup>st</sup> March, 2019
	₹ in lakhs	₹ in lakhs
Contribution to Provident Fund	3.39	3.69
Contribution to ESIC	0.56	0.82

(ii) **Actuarial assumptions for gratuity and compensated absence for employees**

Particulars	For the year ended 31 <sup>st</sup> March, 2020	For the year ended 31 <sup>st</sup> March, 2019
	(In %)	(In %)
Discount rate	6.91	7.42
Future salary rise #	5.00	5.00

# Takes into account inflation, seniority, promotion and other relevant factors.

(iii) **Defined Benefit Plan (Gratuity)**

Particulars	For the year ended 31 <sup>st</sup> March, 2020	For the year ended 31 <sup>st</sup> March, 2019
	₹ in lakhs	₹ in lakhs
<b>I. Changes in defined benefit obligation:</b>		
Opening defined benefit obligation	13.05	11.28
Current service cost	0.49	0.82
Interest cost	0.62	0.84
Actuarial (gain) / loss	2.60	0.11
Benefits paid directly by the Company	(9.25)	-
Closing defined benefit obligation	7.51	13.05
<b>II. Net liability recognised in the Balance Sheet:</b>		
Present value of closing defined benefit obligation	7.51	13.05
Net liability recognized in the Balance Sheet	7.51	13.05
<b>III. Expenses recognised in the Statement of Profit and Loss:</b>		
Current service cost	0.49	0.82
Interest cost	0.62	0.84
Net Actuarial (gain) / loss	2.60	0.11
Expenses recognised in the Statement of Profit and Loss	3.71	1.77
<b>IV. Balance Sheet reconciliation</b>		
Net liability as at the beginning of the year	13.05	11.28
Expense recognised in Statement of Profit and Loss	3.71	1.77
Benefits paid directly by the Company	(9.25)	-
Net liability as at the end of the year	7.51	13.05

# J. K. INVESTO TRADE (INDIA) LIMITED

## Notes to the Standalone Financial Statements for the year ended 31<sup>st</sup> March, 2020

(iv) Defined Benefit Plan for five years :

(Amount in ₹ lakhs)

Particulars	31 <sup>st</sup> March, 2020	31 <sup>st</sup> March, 2019	31 <sup>st</sup> March, 2018	31 <sup>st</sup> March, 2017	31 <sup>st</sup> March, 2016
<b>Net liability recognised in the Balance Sheet</b>					
Present value of closing defined benefit obligation	7.51	13.05	11.28	8.75	7.78
<b>Changes in defined benefit obligation:</b>					
Actuarial (gain)/loss	2.60	0.11	1.89	(0.14)	0.31

(v) **Other Benefits:**

Valuation in respect of compensated absences has been carried out by an independent actuary as at the balance sheet date, based on the assumptions as mentioned in (ii) above.

The provision for compensated absences as derived from actuarial reports as at year end is ₹ 2.73 lakhs (31 March 2019: ₹ 3.46 lakhs).

### Note 29 - Auditors' remuneration

Particulars	As at 31 <sup>st</sup> March, 2020	As at 31 <sup>st</sup> March, 2019
	₹ in lakhs	₹ in lakhs
Audit fees	2.50	2.00
Limited review fees	0.75	0.75
Other services fees	2.00	0.50
Reimbursement of expenses	0.26	0.16
<b>TOTAL</b>	<b>5.51</b>	<b>3.41</b>

### Note 30 - Related parties disclosures as per Accounting Standard 18 [AS-18] Related Parties Disclosure

1 Name of the related party and nature of relationships:

**Where control exists:**

(a) **Subsidiary Companies :**

i) J.K. Helene Curtis Limited, India

(b) **Joint Venture (Jointly controlled entities):**

i) Raymond Consumer Care Private Limited, India (Formerly known as J. K. Ansell Private Limited) (up to 30<sup>th</sup> September 2018)

**Other Related Parties:**

(c) **Other related parties with whom transactions have taken place during the year:**

i) Raymond Consumer Care Private Limited, India (Formerly known as J.K.Ansell Private Limited) (subsidiary up to 1<sup>st</sup> April, 2019)

ii) Ray Global Consumer Trading Limited - wholly owned subsidiary of (a)(ii) above (step-down Subsidiary up to 1<sup>st</sup> April, 2019)

(d) **Entities which are able to exercise significant influence and with whom transactions have taken place during the year:**

i) Raymond Limited

(e) **Key Management Personnel :**

i) Shri. Gautam Hari Singhania - Chairman

ii) Shri. Sanjay Bahl - Non-Executive Director

iii) Shri. Vipin Agarwal - Non-Executive Director

# J. K. INVESTO TRADE (INDIA) LIMITED

## Notes to the Standalone Financial Statements for the year ended 31<sup>st</sup> March, 2020

2 Transaction carried out with related parties referred above, in the ordinary course of business

Nature of transactions	Related Parties			
	Raymond Ltd	Ray Global Consumer Trading Limited	Raymond Consumer Care Private Limited	Shri. Gautam Hari Singhania
	₹ in lakhs	₹ in lakhs	₹ in lakhs	₹ in lakhs
<b>Expenses</b>				
Director fees	-	-	-	4.00
	(-)	(-)	(-)	(2.50)
Director commission	-	-	-	0.17
	(-)	(-)	(-)	(6.89)
Conference expenses	-	-	-	-
	(4.37)	(-)	(-)	(-)
Staff welfare	-	-	-	-
	(0.13)	(-)	(-)	(-)
Reimbursement of expenses	-	-	-	-
	(6.15)	(-)	(-)	(-)
<b>Reimbursement from:</b>				
Interest Income	-	-	-	-
	(0.27)	(-)	(-)	(-)
<b>Income</b>				
Compensation for use of premises	-	-	-	-
	(156.14)	(-)	(-)	(-)
Investment in equity shares	22,500.00	293.00	-	-
	(-)	(-)	(-)	(-)
Investment in preference shares	12,500.00	-	-	-
	(-)	(-)	(-)	(-)
Rent deposit repaid	39.04	-	-	-
	(-)	(-)	(-)	(-)
<b>Outstandings</b>				
Rent Deposits	-	-	-	-
	(39.04)	(-)	(-)	(-)
Trade payables	-	-	-	0.15
	(0.13)	(-)	(-)	(6.20)
Other current liabilities	-	-	-	-
	(-)	(-)	(262.00)	(-)

Amount in brackets represents previous year's figures.

Note:

- (a) The Company has written off investments of ₹ 298.00 Lakhs (Previous Year: Nil) in Ray Global Consumer Trading Limited on cessation of control of the subsidiary. (Refer Note 23)
- (b) Assets and liabilities received and transferred pursuant to the Composite Scheme of Amalgamation and Arrangement has not been included in above related party transactions. (Refer Note 35)

# J. K. INVESTO TRADE (INDIA) LIMITED

## Notes to the Standalone Financial Statements for the year ended 31<sup>st</sup> March, 2020

### Note 31 - Disclosure of interest in Joint Venture:

Sr. No.	Name of the Joint Venture	Country of incorporation	Percentage of Ownership Interest	
			As at 31 <sup>st</sup> March, 2020	As at 31 <sup>st</sup> March, 2019
i)	Raymond Consumer Care Private Limited (formerly known as J.K. Ansell Private Limited ) (refer note 37)	India	-	-

		As at 31 <sup>st</sup> March, 2020	As at 31 <sup>st</sup> March, 2019
		₹ in lakhs	₹ in lakhs
ii)	<b>Contingent liabilities in respect of Joint Venture:</b> Share of the Company in contingent liabilities which have been incurred by jointly controlled entity (to the extent ascertainable)	-	-
iii)	<b>Capital and other commitments in respect of Joint Venture</b> Share of the Company in capital commitments of the jointly controlled entity	-	-
(A)	Pursuant to conversion of Joint Venture Entity in to subsidiary effective 1 <sup>st</sup> October, 2018, there are no interests in assets and liabilities as at 31 <sup>st</sup> March, 2020 and 31 <sup>st</sup> March 2019.		
(B)	<b>Income:</b>		
	Revenue from operations	-	5,178.83
	Other income	-	124.03
(C)	<b>Expenditure:</b>		
	Cost of materials consumed	-	632.75
	Purchases of Stock-in-Trade	-	1,831.09
	Changes in inventories of finished goods, work-in progress and Stock-in-Trade	-	-207.78
	Employee benefits expense	-	820.67
	Finance costs	-	-
	Depreciation and amortization expense	-	20.15
	Other Expenses		
	(a) Manufacturing and Operating Costs	-	289.74
	(b) Other expenses	-	1,765.15

### Note 32 - Earnings Per Share :

Particulars		For the year ended 31 <sup>st</sup> March, 2020	For the year ended 31 <sup>st</sup> March, 2019
		₹ in lakhs	₹ in lakhs
Profit before exceptional items and tax		6.48	264.46
Less: Tax Expense on above		(11.57)	(11.82)
Profit for the year (excluding exceptional items)	(A)	(5.09)	252.64
Add: Exceptional items (Net)		43,386.03	1,119.70
Less: Tax Expense on above		(8,822.81)	(452.69)
Profit for the year (including exceptional items)	(B)	34,558.13	919.65
Nominal value per share (₹)		10.00	10.00
Weighted average number of equity shares (Nos.)	(C)	7,322,200	7,322,200
Basic and Diluted Earnings Per Share (excluding exceptional items) (₹)	(A / C)	(0.07)	3.45
Basic and Diluted Earnings Per Share (including exceptional items) (₹)	(B / C)	471.96	12.56





# J. K. INVESTO TRADE (INDIA) LIMITED

## Notes to the Standalone Financial Statements for the year ended 31<sup>st</sup> March, 2020

	Particulars	31-Mar-20		31-Mar-19	
		Amount outstanding	Amount overdue	Amount outstanding	Amount overdue
	<b>Assets side :</b>	<b>Amount outstanding</b>		<b>Amount outstanding</b>	
(3)	<b>Break-up of Loans and Advances including bills receivables (other than those included in (4) below :</b>				
	(a) Secured	-		-	
	(b) Unsecured	-		-	
(4)	<b>Break up of Leased Assets and stock on hire and other assets counting towards Asset Financing Company (AFC) activities</b>				
	(i) Lease assets including lease rentals under sundry debtors :				
	(a) Financial lease	-		-	
	(b) Operating lease	-		-	
	(ii) Stock on hire including hire charges under sundry debtors :				
	(a) Assets on hire	-		-	
	(b) Repossessed Assets	-		-	
	(iii) Other loans counting towards AFC activities				
	(a) Loans where Assets have been repossessed	-		-	
	(b) Loans other than (a) above	-		-	
(5)	<b>Break-up of Investments :</b>				
	<b>Current Investments :</b>				
	<b>1. Quoted :</b>				
	(i) Shares : (a) Equity	-		-	
	(b) Preference	-		-	
	(ii) Debentures and Bonds	-		-	
	(iii) Units of mutual funds	-		-	
	(iv) Government Securities	-		-	
	(v) Others (please specify)	-		-	
	<b>2. Unquoted :</b>				
	(i) Shares : (a) Equity	-		-	
	(b) Preference	-		-	
	(ii) Debentures and Bonds	-		-	
	(iii) Units of mutual funds	978.49		76.85	
	(iv) Government Securities	-		-	
	(v) Others (Please specify)	-		-	
	<b>Long Term investments :</b>				
	<b>1. Quoted :</b>				
	(i) Shares : (a) Equity	27,711.30		52,11.30	
	(b) Preference	-		-	
	(ii) Debentures and Bonds	-		-	
	(iii) Units of mutual funds	-		-	
	(iv) Government Securities	-		-	
	(v) Others (Please specify)	-		-	

# J. K. INVESTO TRADE (INDIA) LIMITED

## Notes to the Standalone Financial Statements for the year ended 31<sup>st</sup> March, 2020

Particulars	31-Mar-20		31-Mar-19	
	Amount outstanding	Amount overdue	Amount outstanding	Amount overdue
<b>2. Unquoted :</b>				
(i) Shares : (a) Equity [Net of provisions]	20.93		2,046.16	
(b) Preference	12,500.00		-	
(ii) Debentures and Bonds	-		-	
(iii) Units of mutual funds	-		-	
(iv) Government Securities	-		-	
(v) Others (Please specify)	-		-	

**(6) Borrower group-wise classification of assets financed as in (3) and (4) above :**

Please see Note 2 below						
Category	Amount net of provisions			Amount net of provisions		
	Secured	Unsecured	Total	Secured	Unsecured	Total
1. Related Parties **						
(a) Subsidiaries	-	-	-	-	-	-
(b) Companies in the same group	-	-	-	-	-	-
(c) Other related parties	-	-	-	-	-	-
2. Other than related parties	-	-	-	-	-	-
<b>Total</b>	-	-	-	-	-	-

**(7) Investor group-wise classification of all investments**

(current and long term) in shares and securities (both quoted and unquoted):				
Category	Current Year		Previous Year	
	Market Value/ Break up or fair value or NAV	Book Value (Net of Provisions)	Market Value/ Break up or fair value or NAV	Book Value (Net of Provisions)
1. Related Parties **				
(a) Subsidiaries	8,133.25	20.93	18,610.14	2,046.16
(b) Companies in the same group	17,814.43	40,211.30	22,744.93	5,311.30
(c) Other related parties	-	-	-	-
2. Other than related parties	978.85	978.49	77.06	76.85
<b>Total</b>	<b>26,926.53</b>	<b>41,210.72</b>	<b>41,432.13</b>	<b>7,434.30</b>

\*\* As per Accounting Standard of ICAI (Please see Note 3)

(8) Other information :			
	Particulars	Amount	Amount
(i)	Gross Non-Performing Assets		
(a)	Related parties	-	-
(b)	Other than related parties	-	-
(ii)	Net Non-Performing Assets		
(a)	Related parties	-	-
(b)	Other than related parties	-	-
(iii)	Assets acquired in satisfaction of debt	-	-

**NOTES :**

- 1 As defined in point six of paragraph 3 of Chapter -2 of these Directions.
- 2 Provisioning norms shall be applicable as prescribed in these Directions.
- 3 All Accounting Standards and Guidance Notes issued by ICAI are applicable including for valuation of investments and other assets as also assets acquired in satisfaction of debt. However, market value in respect of quoted investments and break up/fair value/NAV in respect of unquoted investments shall be disclosed irrespective of whether they are classified as long term or current in (5) above.

# J. K. INVESTO TRADE (INDIA) LIMITED

## Notes to the Standalone Financial Statements for the year ended 31<sup>st</sup> March, 2020

### Note 35 - Composite Scheme of Amalgamation and Arrangement

- (i) The Composite scheme of amalgamation and arrangement between the Company, Ray Universal Trading Limited (RU), J.K Helene Curtis Limited (JKHC), Raymond Consumer Care Private Limited (RCC) and Ray Global Consumer Trading Limited (RG) ("the Scheme") under section 230 to section 232 of the Companies Act, 2013 sanctioned by Hon'ble National Company Law Tribunal ('NCLT') on February 7, 2020, being effective date of the Scheme. Appointed date for the scheme as approved by the NCLT is December 1, 2018.
- (ii) The appointed date as per the scheme is December 1, 2018, however financial statements for the year ended March 31, 2019 has already been approved by shareholders in their meeting date November 29, 2019. Hence, for the purposes of giving effect to the accounting treatment as per the scheme, appointed date has been considered as April 1, 2019, which has been given effect to as under:
- (iii) A) Merger and Demerger
- a) The erstwhile RCC which was engaged in the FMCG business (comprising of personal care and sexual wellness) has been amalgamated with the Company. The amalgamation has been accounted for under the 'purchase method' in terms of Accounting Standard - 14 'Accounting for Amalgamations';
- b) FMCG business undertaking of JKHC has been transferred to the Company; whereby all the assets and liabilities of FMCG business undertaking of JKHC has been transferred to the Company at their respective carrying values as under:

Details of assets and liabilities taken over are as under:

(₹ In lakhs)

Particulars	RCC	FMCG Business Undertaking of JKHC	Total
<b>Assets taken over:</b>			
Property, Plant and Equipment			
Gross Block	1,199.91	865.43	2,065.34
Less: Accumulated Depreciation	(197.82)	(305.48)	(503.30)
Net Block	1,002.09	559.95	1,562.04
Capital work - in - progress	609.83	-	609.83
Intangible Assets	33.45	334.70	368.15
Investments in subsidiaries, associates and joint ventures	5.00	-	5.00
Deferred tax assets (Net)	-	169.73	169.73
Non-current investments	-	0.05	0.05
Long-term loans and advances	829.65	162.72	992.37
Inventories	1,589.17	3,284.83	4,874.00
Trade receivables	903.07	3,860.55	4,763.62
Cash and cash equivalents	3,088.33	1,104.41	4,192.74
Short-term loans and advances	140.41	1,362.94	1,503.35
Other current assets	312.65	-	312.65
<b>Total Assets (A)</b>	<b>8,513.65</b>	<b>10,839.88</b>	<b>19,353.53</b>
<b>Liabilities taken over:</b>			
Non current liabilities			
Deferred tax liabilities (Net)	61.51	-	61.51
Current liabilities			
Short-term borrowings	-	50.04	50.04
Trade payables	2,869.87	4,002.26	6,872.13
Other current liabilities	547.24	1,407.91	1,955.15
Short-term provisions	269.38	491.02	760.40
<b>Total Liabilities (B)</b>	<b>3,748.00</b>	<b>5,951.23</b>	<b>9,699.23</b>
<b>Employee stock options outstanding (C)</b>	<b>-</b>	<b>24.70</b>	<b>24.70</b>
<b>Net Assets Taken Over (D) = (A) - (B) - (C)</b>	<b>4,765.65</b>	<b>4,863.95</b>	<b>9,629.60</b>
<b>Investment Cancellation (E)</b>	<b>(2,025.23)</b>	<b>-</b>	<b>(2,025.23)</b>
<b>Capital Reserve (D) - (E)</b>	<b>2,740.42</b>	<b>4,863.95</b>	<b>7,604.37</b>

- B) The entire paid up equity share capital of RCC and JKHC is held by JKIT, pursuant to the scheme, no consideration will be paid by JKIT.
- C) The inter company advances outstanding between RCC, FMCG business undertaking of JKHC and JKIT stands cancelled.
- D) The authorized capital of the Company increased from ₹ 800 lacs comprising of, 20,000, 6% preference shares of ₹ 100 each, 40,000, 14% 10 year redeemable preference shares of ₹ 100 each and 74,00,000 equity shares of ₹ 10 each to ₹ 1,100 lacs consisting of 20,000 6% Preference Shares of ₹ 100 each, 40,000, 14% 10 year redeemable preference shares of ₹ 100 each and 1,04,00,000 equity shares of ₹ 10 each.

# J. K. INVESTO TRADE (INDIA) LIMITED

## Notes to the Standalone Financial Statements for the year ended 31<sup>st</sup> March, 2020

(iv) Discontinued Operation;

- A) Assets and Liabilities of the combined FMCG business undertaking of the Company has been transferred to RU as under:

(₹ In lakhs)

Particulars	As at 1 <sup>st</sup> April, 2019
<b>Assets Transferred:</b>	
Property, plant and equipment	
Gross Block	2,065.34
Less: Accumulated Depreciation	(503.30)
Net Block	1,562.04
Capital work - in - progress	609.83
Intangible Assets	368.15
Deferred tax assets (Net)	169.73
Non-current investments	0.05
Long-term loans and advances	992.37
Inventories	4,874.00
Trade receivables	4,763.62
Cash and cash equivalents	3,899.74
Short-term loans and advances	1,503.35
Other current assets	50.65
<b>Total Assets (A)</b>	<b>18,793.53</b>
<b>Liabilities transferred:</b>	
Non current liabilities	-
Deferred tax liabilities (Net)	61.51
Current liabilities	-
Short-term borrowings	50.04
Trade payables	6,872.13
Other current liabilities	1,955.15
Short-term provisions	760.40
<b>Total Liabilities (B)</b>	<b>9,699.23</b>
<b>Employee stock options outstanding (C)</b>	<b>24.70</b>
<b>Net Assets Transferred (D) = (A) - (B) - (C)</b>	<b>9,069.60</b>
<b>Less: Consideration received (E)</b>	<b>-</b>
<b>Adjustment on transfer of FMCG Business Undertaking (D) - (E)</b>	<b>9,069.60</b>

- B) Combined FMCG business undertaking of JKIT comprised of business in fast moving consumer goods and sexual wellness, vested in the Company pursuant to amalgamation of RCC and demerger of FMCG business undertaking of JKHC, considering both the business has been acquired on April 1, 2019 and at the same point of time it has been transferred to RU, thus disclosure of following in respect of Discontinued Operations is not applicable as there are no numbers to be reported therein:
- i) the carrying amounts, as of the balance sheet date, of the total assets to be disposed of and the total liabilities to be settled;
  - ii) the amounts of revenue and expenses in respect of the ordinary activities attributable to the discontinuing operations;
  - iii) the amounts of net cash flows attributable to the operating, investing, and financial activities; and
  - iv) the segment information.
- (v) The Company has filed certified true copy of the order of NCLT sanctioning the scheme with the Registrar of Companies, Mumbai on March 27, 2020 and approval of which is awaited and considering the same, the Company continues to operate all business activities in respect of combined FMCG business undertaking in for RU and further, RCC and JKHC continues to operate such business in trust for the Company, until such approval is received.
- (vi) Pursuant to demerger of FMCG business of JKHC into the Company and its subsequent transfer to RU, the Company has assessed the carrying value of its investment in JKHC and based on such assessment no adjustment has been made to such carrying value.

# J. K. INVESTO TRADE (INDIA) LIMITED

## Notes to the Standalone Financial Statements for the year ended 31<sup>st</sup> March, 2020

(vii) Pursuant to scheme, RG has cancelled all its paid up equity share capital, by virtue of capital reduction and which was entirely held by the Company and consequent to such reduction, the Company has written off its entire investment in RG amounting to ₹ 298 lakhs to the statement of profit and loss and has been disclosed as an exceptional item. By virtue of such reduction, RG ceased to be a subsidiary of the Company.

### Note 36

The Company, pursuant to approval of shareholders in its Extra Ordinary General Meeting dated June 11, 2019, has sold its land and building at Panchpakhdi, Thane vide Indentures of Conveyance dated December 12, 2019 and the resultant gain of ₹ 43,684.03 lakhs as set out below, has been shown as Exceptional Item in the Statement of Profit and Loss for the year ended March 31, 2020.

(₹ In lakhs)

Particulars	Amount	Amount
Sale proceeds of land and building	-	65,000.00
Less: Cost of land	3.53	-
Less: Written down value of buildings	11.92	15.45
	-	64,984.55
Less: Cost to Sell	-	-
Payment to government authorities	19,175.14	-
	2,125.38	-
Other expenses	-	21,300.52
Gain on sale of land and building	-	43,684.03

### Note 37 - Demerger and Conversion of Joint Venture into Subsidiary

During the year ended 31<sup>st</sup> March, 2018, Raymond Consumer Care Private Limited (RCCPL), formerly J. K. Ansell Private Limited, (Joint Venture) of J. K. Investo Trade (India) Limited (JKITL) entered into 'Scheme of Arrangement' ('The Scheme') for Demerger of its 'Gloves Business' (Demerged Undertaking) to Ansell India Protective Products Private Limited (AIPPPPL). The Scheme has been approved by Hon'ble NCLT vide their order dated March 9, 2018 and which was filed with ROC on March 31, 2018 being the effective date of transaction as per the scheme.

As consideration for the Demerger of the Demerged Undertaking into AIPPPPL, AIPPPPL has issued and allotted shares, credited as fully paid up, to all the equity shareholders of RCCPL whose names appear in the Register of Members of RCCPL as on the Record Date in the following ratio:

"225 (Two Hundred and Twenty Five) Equity share of AIPPPPL of ₹ 10/- (Rupees Ten only) each, fully paid up for every 100 (One Hundred) Equity share of ₹ 10/- (Rupees Ten only) each held by the equity shareholders of RCCPL".

RCCPL, JKITIL, Pacific Dunlop Holding (Singapore) Pte. Limited (PDHPL) and AIPPPPL had separately entered into a Framework Agreement dated August 15, 2017, Pursuant to which:

- JKITIL has sold and PDHPL has acquired its holding in AIPPPPL for consideration of ₹ 1,143.53 Lakhs, whereby resulting gain on sale of investment of ₹ 1,119.70 Lakhs has been shown as exceptional item;
- PDHPL has sold and JKITIL has acquired its holding in RCCPL for consideration of ₹ 1,932.13 Lakhs; as agreed therein between the parties in terms of their Framework Agreement.

### Note 38

Segment Reporting as per Accounting Standard 17 (AS-17) has been presented in the Consolidated Financial Statements and therefore no separate disclosures on segmental information is given in these standalone financial statements.

### Note 39

Previous year's figures have been reclassified, wherever necessary, to conform to the current year's classification.

As per our report of even date  
For **Price Waterhouse Chartered Accountants LLP**  
Firm registration number : 012754N/N500016

For and on behalf of the Board of Directors

**Arunkumar Ramdas**  
Partner  
Membership number : 112433

**Gautam Hari Singhania**  
Chairman  
DIN: 00020088

**Mukesh Darwani**  
Company Secretary

**Sanjay Bahl**  
Director  
DIN: 00332153

Place : Mumbai  
Date : June 29, 2020

Place : Mumbai  
Date : June 29, 2020

# J. K. INVESTO TRADE (INDIA) LIMITED

## Form AOC- I

Statement containing salient features of the financial statement of subsidiaries/ associate companies/ joint ventures  
(Pursuant to first proviso to sub-section (3) of section 129 read with rule 5 of Companies (Accounts) Rules, 2014)

### Part "A": Subsidiaries

(Amount in ₹, unless otherwise stated)

1. Sl. No.	1
2. Name of the subsidiary	J. K. Helene Curtis Limited
3. Reporting period for the subsidiary concerned, if different from the holding company's reporting period	31.03.2020
4. Share capital	INR 98,00,000
5. Reserves & surplus	INR 92,19,26,000
6. Total assets	INR 94,02,26,000
7. Total Liabilities	INR 85,00,000
8. Investments	INR 91,94,40,000
9. Turnover	INR 1,07,76,000
10. Profit before taxation	INR 25,86,000
11. Provision for taxation	INR Nil
12. Profit after taxation	INR 25,86,000
13. Proposed Dividend	Nil
14. % of shareholding	100 %

For and on behalf of the Board

**Gautam Hari Singhania**  
Chairman  
DIN : 00020088

**Mukesh Darwani**  
Company Secretary

**Sanjay Bahl**  
Director  
DIN : 00332153

Place : Mumbai  
Date : June 29, 2020

# J. K. INVESTO TRADE (INDIA) LIMITED

## INDEPENDENT AUDITOR'S REPORT

To the Members of J.K. Investo Trade (India) Limited

### Report on the Audit of the Consolidated Financial Statements

#### Opinion

1. We have audited the accompanying consolidated financial statements of J.K. Investo Trade (India) Limited (hereinafter referred to as the 'Holding Company') and its subsidiaries (Holding Company and its subsidiaries together referred to as "the Group") (Refer Note 1 to the attached consolidated financial statements), which comprise the consolidated Balance Sheet as at March 31, 2020, the consolidated Statement of Profit and Loss and the consolidated cash flows Statement for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies and other explanatory information prepared based on the relevant records (hereinafter referred to as "the consolidated financial statements").
2. In our opinion and to the best of our information and according to the explanations given to us, the aforesaid consolidated financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the consolidated state of affairs of the Group as at March 31, 2020, consolidated profit and its consolidated cash flows for the year then ended.

#### Basis for Opinion

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

#### Emphasis Of Matter

4. We draw attention to Note 40 to the consolidated financial statements, which states that during the year ended March 31, 2020, a Composite Scheme of Amalgamation and Arrangement ('the Scheme') between the Company and several other companies within the group was approved by the National Company Law Tribunal and has become effective thereafter. Accordingly, the effect of the Scheme has been given in these consolidated financial statements in accordance with the accounting treatment as prescribed under the Scheme.

Our opinion is not modified in respect of this matters.

#### Other Information

5. The Holding Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Directors report, but does not include the consolidated financial statements and our auditor's report thereon.

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

In connection with our audit of the consolidated financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the consolidated 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 Consolidated Financial Statements

6. The Holding Company's Board of Directors is responsible for the preparation and presentation of these consolidated financial statements in term of the requirements of the Act that give a true and fair view of the consolidated financial position, consolidated financial performance and consolidated cash flows of the Group in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under section 133 of the Act. The respective Board of Directors of the companies included in the Group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Group 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 the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the consolidated financial statements by the Directors of the Holding Company, as aforesaid.

# J. K. INVESTO TRADE (INDIA) LIMITED

7. In preparing the consolidated financial statements, the respective Board of Directors of the companies included in the Group are responsible for assessing the ability of the Group 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 Group or to cease operations, or has no realistic alternative but to do so.
8. The respective Board of Directors of the companies included in the Group are responsible for overseeing the financial reporting process of the Group.

## **Auditor's Responsibilities for the Audit of the Consolidated Financial Statements**

9. Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial statements.
10. As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:
  - Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
  - Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Holding 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 ability of the Group 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 consolidated 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 Group to cease to continue as a going concern.
  - Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
  - Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the audit of the financial statements of such entities included in the consolidated financial statements of which we are the independent auditors.
11. We communicate with those charged with governance of the Holding Company and such other entities included in the consolidated financial statements of which we are the independent auditors 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.

## **Report on Other Legal and Regulatory Requirements**

12. As required by Section 143(3) of the Act, we report, to the extent applicable, 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 of the aforesaid consolidated financial statements.
  - (b) In our opinion, proper books of account as required by law relating to preparation of the aforesaid consolidated financial statements have been kept so far as it appears from our examination of those books.
  - (c) The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss and the Consolidated Cash Flow Statement dealt with by this Report are in agreement with the relevant books of account and records maintained for the purpose of preparation of the consolidated financial statements.



# J. K. INVESTO TRADE (INDIA) LIMITED

- (d) In our opinion, the aforesaid consolidated financial statements comply with the Accounting Standards specified under Section 133 of the Act.
  - (e) On the basis of the written representations received from the directors of the Holding Company as on March 31, 2020 taken on record by the Board of Directors of the Holding Company and its subsidiary companies incorporated in India, none of the directors of the Group companies, incorporated in India is disqualified as on March 31, 2020 from being appointed as a director in terms of Section 164(2) of the Act.
  - (f) With respect to the adequacy of internal financial controls with reference to financial statements of the Group and the operating effectiveness of such controls, refer to our separate report in Annexure A.
  - (g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditor's) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
    - i. The Group has disclosed the impact of pending litigations as at March 31, 2020 on its financial position in its consolidated financial statements - Refer Note 32;
    - ii. The Group has long term contracts as at March 31, 2020 for which there are no material foreseeable losses. The Group did not have derivative contracts as at March 31, 2020.
    - iii. During the year ended March 31, 2020, there were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Holding Company, its subsidiary companies incorporated in India.
    - iv. The reporting on disclosures relating to Specified Bank Notes is not applicable to the Group for the year ended March 31, 2020.
13. The Group has paid/ provided for managerial remuneration in accordance with the requisite approvals mandated by provisions of Section 197 read with Schedule V of the Act.

**For Price Waterhouse Chartered Accountants LLP**  
**Firm Registration Number: 012754N/N500016**

**Arunkumar Ramdas**  
**Partner**

**Membership Number: 112433**  
**UDIN: 20112433AAAAGV7064**

**Place: Mumbai**  
**Date: June 29, 2020**

# J. K. INVESTO TRADE (INDIA) LIMITED

## Annexure A to Independent Auditors' Report

Referred to in paragraph 12(f) of the Independent Auditors' Report of even date to the members of J.K. Investo Trade (India) Limited on the consolidated financial statements for the year ended March 31, 2020.

### Report on the Internal Financial Controls with reference to financial statements under Clause (i) of Sub-section 3 of Section 143 of the Act

1. In conjunction with our audit of the consolidated financial statements of the Company as of and for the year ended March 31, 2020, we have audited the internal financial controls with reference to financial statements of J.K. Investo Trade (India) Limited (hereinafter referred to as "the Holding Company") and its subsidiary companies, which are companies incorporated in India, as of that date.

#### Management's Responsibility for Internal Financial Controls

2. The respective Board of Directors of the Holding company and its subsidiary companies, to whom reporting under clause (i) of sub section 3 of Section 143 of the Act in respect of the adequacy of the internal financial controls with reference to financial statements is applicable, which are companies incorporated in India, are responsible for establishing and maintaining internal financial controls based on 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 the respective 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 Act.

#### Auditor's Responsibility

3. Our responsibility is to express an opinion on the Company's internal financial controls with reference to financial statements based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") issued by the ICAI and the Standards on Auditing 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 ICAI. 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 with reference to financial statements was established and maintained and if such controls operated effectively in all material respects.
4. Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system with reference to financial statements and their operating effectiveness. Our audit of internal financial controls with reference to financial statements included obtaining an understanding of internal financial controls with reference to financial statements, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.
5. 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 with reference to financial statements.

#### Meaning of Internal Financial Controls with reference to financial statements

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

#### Inherent Limitations of Internal Financial Controls with reference to financial statements

7. Because of the inherent limitations of internal financial controls with reference to financial statements, 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 with reference to financial statements to future periods are subject to the risk that the internal financial control with reference to financial statements may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

#### Opinion

8. In our opinion, the Holding Company and its subsidiary companies, which are companies incorporated in India, have, in all material respects, an adequate internal financial controls system with reference to financial statements and such internal financial controls with reference to financial statements were operating effectively as at March 31, 2020, 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 Price Waterhouse Chartered Accountants LLP  
Firm Registration Number: 012754N/500016

Arunkumar Ramdas  
Partner

Place: Mumbai  
Date: June 29, 2020

Membership Number: 112433  
UDIN: 20112433AAAAGV7064

# J. K. INVESTO TRADE (INDIA) LIMITED

## Consolidated Balance Sheet as at 31<sup>st</sup> March, 2020

		(₹ In lakhs)		
Particulars		Notes	As at 31 <sup>st</sup> March, 2020	As at 31 <sup>st</sup> March, 2019
<b>A</b>	<b>Equity and Liabilities</b>			
i)	<b>Shareholders' funds</b>			
	a) Share Capital	3	732.22	732.22
	b) Reserves and Surplus	4	48,795.53	23,322.32
			<b>49,527.75</b>	<b>24,054.54</b>
ii)	<b>Non-current liabilities</b>			
	a) Deferred tax liabilities (Net)	5	-	61.51
	b) Long-term provisions	6	7.51	12.83
iii)	<b>Current liabilities</b>			
	a) Trade payables	7		
	- total outstanding dues of micro enterprises and small enterprises, and		-	-
	- total outstanding dues of creditors other than micro enterprises and small enterprises		40.05	6,624.11
	b) Other current liabilities	8	933.68	2,434.07
	c) Short-term provisions	9	179.40	764.08
	<b>Total</b>		<b>50,688.39</b>	<b>33,951.14</b>
<b>B</b>	<b>Assets</b>			
i)	<b>Non-current assets</b>			
	a) Property, Plant and Equipment	10		
	- Tangible assets		0.26	1,577.96
	- Intangible assets		-	368.16
	- Capital Work-in-Progress		-	609.83
	b) Non-current investments	11	49,405.70	14,405.75
	c) Deferred tax assets (Net)	5	5.23	172.43
	d) Long-term loans and advances	12	197.52	1,654.66
	e) Other non-current assets	13	17.50	17.50
ii)	<b>Current assets</b>			
	a) Current investments	14	978.49	76.85
	b) Inventories	15	-	4,865.47
	c) Trade receivables	16	11.77	4,763.62
	d) Cash and bank balances	17	30.09	4,246.51
	e) Short-term loans and advances	18	41.83	1,141.51
	f) Other current assets	19	-	50.89
	<b>Total</b>		<b>50,688.39</b>	<b>33,951.14</b>
	<b>Significant Accounting Policies</b>	2		

The accompanying notes (1 to 43) are an integral part of these consolidated financial statements

As per our report of even date

For and on behalf of the Board

For **Price Waterhouse Chartered Accountants LLP**

FRN : 012754N/N500016

**Arunkumar Ramdas**

Partner

Membership number : 112433

**Gautam Hari Singhania**

Chairman

DIN: 00020088

**Mukesh Darwani**

Company Secretary

**Sanjay Bahl**

Director

DIN: 00332153

Place : Mumbai

Date : June 29, 2020

Place : Mumbai

Date : June 29, 2020

# J. K. INVESTO TRADE (INDIA) LIMITED

## Consolidated Statement of Profit and Loss for the year ended 31<sup>st</sup> March, 2020

(₹ In lakhs)

Particulars	Notes	Year ended 31 <sup>st</sup> March, 2020	Year ended 31 <sup>st</sup> March, 2019
<b>Continuing operations</b>			
Revenue from operations	20	240.84	389.93
Other income	21	2.77	121.50
<b>Total revenue</b>		<b>243.61</b>	<b>511.43</b>
<b>Expenses:</b>			
Cost of materials consumed	22	-	-
Purchase of stock-in-trade	23	-	-
Manufacturing and operating costs	24	-	-
Changes in inventory of finished goods, work-in-progress and stock-in-trade	25	-	-
Employee benefits expense	26	61.57	51.41
Finance cost	27	0.74	-
Depreciation and amortisation expense	10	0.20	0.30
Other expenses	28	148.76	178.90
<b>Total Expenses</b>		<b>211.27</b>	<b>230.61</b>
<b>Profit before exceptional items and tax</b>		<b>32.34</b>	<b>280.82</b>
<b>Exceptional item</b>	29	<b>43,392.20</b>	<b>1,119.70</b>
<b>Profit before tax</b>		<b>43,424.54</b>	<b>1,400.52</b>
<b>Tax Expense</b>			
Current tax		8,837.10	493.25
Deferred tax		(2.53)	(0.96)
MAT Credit recognised		-	(25.37)
Tax in respect of earlier years		(0.19)	(2.41)
<b>Profit for the year from continuing operations (A)</b>		<b>34,590.16</b>	<b>936.01</b>
Profit before tax for the year from Discontinued Operations	40	-	2,540.22
Tax expense of discontinued operations		-	842.69
<b>Profit from discontinued operations (B)</b>		<b>-</b>	<b>1,697.53</b>
<b>Profit for the year (A + B)</b>		<b>34,590.16</b>	<b>2,633.54</b>
Earnings per equity share: [Nominal value per share: ₹10 (31 March, 2019: ₹ 10)]	36		
Basic and diluted (in ₹)			
- Continuing operations (excluding exceptional items)		0.28	3.67
- Total operations (excluding exceptional items)		0.28	26.86
- Continuing operations (including exceptional items)		472.40	12.78
- Total operations (including exceptional items)		472.40	35.97
<b>Significant Accounting Policies</b>	2		

The accompanying notes (1 to 43) are an integral part of these consolidated financial statements

As per our report of even date

For and on behalf of the Board

For **Price Waterhouse Chartered Accountants LLP**

FRN : 012754N/N500016

**Arunkumar Ramdas**

Partner

Membership number : 112433

**Gautam Hari Singhania**

Chairman

DIN: 00020088

**Mukesh Darwani**

Company Secretary

**Sanjay Bahl**

Director

DIN: 00332153

Place : Mumbai

Date : June 29, 2020

Place : Mumbai

Date : June 29, 2020

# J. K. INVESTO TRADE (INDIA) LIMITED

## CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED 31<sup>st</sup> MARCH, 2020

(₹ In lakhs)

	For the year ended 31 <sup>st</sup> March, 2020	For the year ended 31 <sup>st</sup> March, 2019
<b>A. CASH FLOW FROM OPERATING ACTIVITIES</b>		
Profit before exceptional items and tax, including discontinuing operations	32.34	2,821.04
Adjustments for		
Depreciation and amortisation	0.20	211.60
Loss on sale/discard of Property, Plant and Equipment (Net)	0.08	17.89
Interest income	(1.86)	(61.16)
Dividend income	(107.76)	(138.20)
Provision for doubtful trade receivables and advances	10.28	513.62
Non-cash employee share based expense	-	24.70
Liability no longer required written back	-	(105.17)
Finance cost	0.74	32.96
	(98.32)	496.24
<b>Operating Profit before Working Capital Changes</b>	(65.98)	3,317.28
Adjustments for		
Increase in trade and other receivables	(9.83)	(1,790.61)
Increase in inventories	-	(765.26)
Increase \ (decrease) in provisions	(6.27)	323.67
(Increase) \ decrease in investments	(35,901.64)	881.38
Decrease in trade and other payables	224.41	(144.21)
	(35,693.33)	(1,495.03)
<b>Cash (used in) / Generated from Operations</b>	(35,759.31)	1,822.25
Add: Exceptional item	-	-
Fees and compensation received for non-compete agreement	-	-
	(35,759.31)	1,822.25
Direct Taxes Paid (Net of Refunds)	434.76	(1,791.71)
<b>NET CASH FROM OPERATING ACTIVITIES (TOTAL A)</b>	(35,324.55)	30.54
<b>B. CASH FLOW FROM INVESTING ACTIVITIES</b>		
Purchase of property, plant and equipment	-	(1,310.91)
Purchase of controlling interest in investee entity	-	(816.78)
Investment in term deposits	-	1,495.60
Proceeds from sale of Property, Plant and Equipment (Net)	44,577.08	-
Direct tax paid thereon	(8,645.91)	-
Redemption of current investments	-	1,647.17
Dividend income	107.76	138.20
Interest received	1.86	25.68
	36,040.79	1,178.96
<b>NET CASH FROM INVESTING ACTIVITIES (TOTAL B)</b>	36,040.79	1,178.96
<b>C. CASH FLOW FROM FINANCING ACTIVITIES</b>		
Interest paid	(0.74)	(32.96)
<b>NET CASH FROM INVESTING ACTIVITIES (TOTAL C)</b>	(0.74)	(32.96)
<b>NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS [TOTAL A+B+C]</b>	715.50	1,176.54
Cash and cash equivalents at the beginning of the year	3,233.91	923.51
Add: Cash and cash equivalents on conversion of joint venture to subsidiary	-	1,133.86
Less: Cash and cash equivalents transferred pursuant to scheme of arrangement	(3,919.32)	-
<b>Cash and cash equivalents at the end of the year</b>	30.09	3,233.91
<b>Non-cash investing and financing activities</b>		
Demerger of business pursuant to the Composite scheme of amalgamation and arrangement (Refer Note 40(iv))	(9,116.95)	-
Loss on cessation of control of subsidiaries (Refer Note 40 (xi))	(291.83)	-

Note: As Parent Company is an investment company, dividend received and interest earned are considered as part of cash flow from operating activities. Purchase and sale of investment has been classified into operating and investing activity based on the intention of Management at the time of purchase of securities or subsequent reassessment of intention and transfers made inter se between long-term and current investments, in accordance with the prudential norms specified by RBI.

The cash flow statement has been prepared under the indirect method as set out in Accounting Standard 3 - Statement of Cash Flows.

The accompanying notes are an integral part of these consolidated financial statements

As per our report of even date

For and on behalf of the Board

For **Price Waterhouse Chartered Accountants LLP**

FRN : 012754N/N500016

**Arunkumar Ramdas**

Partner

Membership number : 112433

**Gautam Hari Singhania**

Chairman

DIN: 00020088

**Mukesh Darwani**

Company Secretary

**Sanjay Bahl**

Director

DIN: 00332153

Place : Mumbai

Date : June 29, 2020

Place : Mumbai

Date : June 29, 2020

# J. K. INVESTO TRADE (INDIA) LIMITED

## Notes to the Consolidated Financial Statements

### 1) General Information

J.K. Investo Trade (India) limited (the Group) incorporated in India on April 29, 1947, deals in investments in securities and other financial products, fast moving consumer goods and sexual wellness products. The consolidated financial statement present the consolidated accounts of J.K. Investo Trade (India) Limited with its following subsidiaries and joint venture. Also refer Note 39 and 40.

Name of the entity	Country of incorporation	Proportion of ownership of interest	
		As at 31 <sup>st</sup> March, 2020	As at 31 <sup>st</sup> March, 2019
J.K. Helene Curtis Limited (subsidiary) (Refer Note 40)	India	100%	100%
JKHC International FZE (step down subsidiary) (Refer Note 40)	United Arab Emirates	-	100% held by J.K. Helene Curtis Limited
Raymond Consumer Care Private Limited (formerly known as J.K. Ansell Private Limited) (Joint Venture) - (Refer Note 38 and 39)	India	-	-
Raymond Consumer Care Private Limited (formerly known as J.K. Ansell Private Limited) (Subsidiary) - (Refer Note 39 and 40)	India	-	100%

For disclosure mandated by Schedule III of the Companies Act, 2013, by way of additional information

Name of the entity	Net Assets, i.e. total assets minus total liabilities		Share in Profit or loss	
	As % of consolidated net assets	Amount	As % of consolidated profit or loss	Amount
	%	(₹ in lakhs)	%	(₹ in lakhs)
<b>Parent</b>				
J.K. Investo Trade (India) Limited	81.17	40,203.19	99.93	34,564.30
	22.23	5,347.08	34.92	919.64
<b>Subsidiary</b>				
Indian				
J.K. Helene Curtis Limited	18.83	9,324.56	0.07	25.86
	57.09	13,733.48	52.85	1,391.90
Raymond Consumer Care Private Limited *	-	-	-	-
	20.76	4,993.46	7.02	184.86
Foreign				
JKHC International FZE	-	-	-	-
	(0.08)	(19.48)	(0.52)	(13.86)
<b>Joint Venture</b>				
Raymond Consumer Care Private Limited	-	-	-	-
	-	-	5.73	151.00
<b>Total</b>	100.00	49,527.75	100.00	34,590.16
	100.00	24,054.54	100.00	2,633.54

Previous year's figures are shown in italics

\* The figures of Raymond Consumer Care Private Limited are after consolidating subsidiaries Ray Universal Trading Private Limited and Ray Global Consumer Trading Private Limited.

### 2) Summary of Significant Accounting Policies

#### 1) Basis of preparation of financial statements

These financial statements have been prepared in accordance with the generally accepted accounting principles in India under the historical cost convention on accrual basis. These financial statements have been prepared to comply in all material aspects

# J. K. INVESTO TRADE (INDIA) LIMITED

## Notes to the Consolidated Financial Statements

with the accounting standards notified under the Companies (Accounting Standards) Rules, 2006 (as amended), specified under section 133 and other relevant provisions of the Companies Act, 2013.

All assets and liabilities have been classified as current or non-current as per the Company's operating cycle and other criteria set out in the Schedule III (Division I) to the Companies Act, 2013. Based on the nature of products and the time between the acquisition of assets for processing and their realisation in cash and cash equivalents, the Group has ascertained its operating cycle as 12 months for the purpose of current – non-current classification of assets and liabilities.

### II) Principles of Consolidation

The consolidated financial statements related to J.K. Investo Trade (India) Limited ('the Company') and its subsidiary companies and joint venture (together referred to as "the Group"). The Consolidated financial statements have been prepared on the following basis:

- (i) The financial statements of the subsidiaries used in the consolidation are drawn upto the same reporting date as that of the Parent Company, i.e. year end 31<sup>st</sup> March.
- (ii) The financial statements of the Company and its subsidiary companies are combined on a line-by-line basis by adding together the book values of like items of assets, liabilities, income and expenses, after eliminating intra-group balances and intragroup transactions in accordance with accounting standard AS 21- "Consolidated Financial Statement".
- (iii) In case of foreign subsidiary, being non-integral foreign operations, revenue items are considered at average rate prevailing during the year. All assets and liabilities are converted at rates prevailing at the end of the year. All exchange difference arising on consolidation is recognised in the Foreign Currency Translation Reserve.
- (iv) The difference between the cost of investment in the subsidiaries. Over the net assets at the time of acquisition of shares in the subsidiaries is recognised in the financial statements as Goodwill or Capital reserve, as the case may be.
- (v) The Group's interests in jointly controlled entities are accounted for using proportionate consolidation. The Group combines its share of the joint ventures' individual income and expenses, assets and liabilities and cash flows on a line-by-line basis with similar items in the Group's financial statements. The difference between the cost of interest in a jointly controlled entity and the Group's share in its net assets, at the date on which interest in the jointly controlled entity is acquired, is recognised as goodwill or capital reserve.
- (vi) The financial statements of the Parent Company and its subsidiaries and joint venture have been consolidated using uniform accounting policies.

### III) Use of Estimates

The preparation of consolidated financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amount of assets, liabilities, revenues and expenses and disclosure of contingent liabilities on the date of the consolidated financial statements and reported amount of revenue expenses for that year. Ultimate actual results may differ from those estimates. Any revision to accounting estimates is recognised prospectively.

### IV) Tangible assets

Tangible assets are stated at cost, net of accumulated depreciation and accumulated impairment losses, if any, except in case of free hold land which is carried at its original cost. Cost comprises of the purchase price including import duties and non-refundable taxes, and directly attributable expenses incurred to bring the asset to the location and condition necessary for it to be capable of being operated in the manner intended by the management.

Items of Property, Plant and Equipment that have been retired from active use and are held for disposal are stated at the lower of their net carrying amount and net realisable value and are shown separately in the financial statements under the head 'Other current assets'. Any write-down in this regard is recognised immediately in the Statement of Profit and Loss.

The Group depreciates all its tangible assets on prorata basis under the Straight line method over the useful life in the manner prescribed in Schedule II to the Act, and management believes that the useful life of assets are same as those prescribed in Schedule II to the Act. Assets individually costing Rupees five thousand or less are depreciated fully in the year of acquisition.

### V) Intangible assets

Intangible assets are stated at acquisition cost, net of accumulated amortisation and accumulated impairment losses, if any. Intangible assets are amortised on a straight line basis over their estimated useful lives. Gains or losses arising from the retirement on disposal of an intangible assets are determined as the difference between the net disposal proceeds and the carrying amount of the assets and recognised as income or expense in the Statement of Profit and Loss.

Software are amortised over a period of 3 years.

# J. K. INVESTO TRADE (INDIA) LIMITED

## Notes to the Consolidated Financial Statements

### VI) Impairment of assets

The carrying amounts of assets are reviewed at each Balance Sheet date if there is any indication of impairment based on internal/external factors. An asset is impaired when the carrying amount of the asset exceeds the recoverable amount. An impairment loss is charged to the Statement of Profit and Loss in the year in which an asset is identified as impaired. An impairment loss recognised in prior accounting periods is reversed if there has been change in the estimate of the recoverable amount.

### VII) Investments

Investments that are readily realisable and are intended to be held for not more than one year from the date on which such investments are made, are classified as current investments. All other investments are classified as long term investments. Current investments are carried at cost or fair value, whichever is lower. Long-term investments are carried at cost. However, provision for diminution is made to recognise a decline, other than temporary, in the value of the investments, such reduction being determined and made for each investment individually.

### VIII) Inventories

Inventories of Raw Materials, Packing Material, Stores and spares, Work-in-Progress, Finished Goods and Stock-in-trade are stated 'at cost or net realisable value, whichever is lower'. Cost comprises all cost of purchase, cost of conversion and other costs incurred in bringing the inventories to their present location and condition. Cost is determined using 'Weighted Average Cost method'. Due allowance is estimated and made for defective and obsolete items, wherever necessary, based on the past experience of the Group. Net realisable value is the estimated selling price in the ordinary course of business, less the estimated cost of completion and the estimated costs necessary to make the sale.

### IX) Employee Benefits

#### i) Defined Contribution Plan

The Group has Defined Contribution Plans for post-employment benefits in the form of Provident Fund and other defined contribution plans which are administered through the regulatory authorities. Provident Fund and other defined contribution plans is classified as Defined Contribution Plan as the Company has no further obligation beyond making the contributions. The Group's contributions to Defined Contributions Plans are charged to the Statement of Profit and Loss as incurred.

#### ii) Defined Benefit Plan

The Group provides for gratuity, a defined benefit plan (the "Gratuity Plan") covering eligible employees in accordance with the Payment of Gratuity Act, 1972. The Gratuity Plan provides a lump sum payment to vested employees at retirement, death, incapacitation or termination of employment, of an amount based on the respective employee's salary and the tenure of employment. The Group's liability is actuarially determined using Projected Unit Credit Method at the end of each year. The Group's defined benefit plan is funded in respect of subsidiaries and joint venture and non-funded in respect of parent Company, the fair value of the plan assets is reduced from the gross obligation under the defined benefits plans, to recognise on net basis.

Actuarial gains and losses comprise experience adjustments and the effects of changes in actuarial assumptions and recognised immediately in the Statement of Profit and Loss.

#### iii) Compensated Absences

Accumulated compensated absences, which are expected to be availed or encashed beyond twelve months from the end of the year are treated as long term employee benefits. The Group's liability is actuarially determined (using the projected unit credit method) as at end of the year. Actuarial losses/gains are recognised in the Statement of Profit and Loss in the year in which they arise.

#### iv) Termination benefits are recognised as an expense, as and when incurred.

### X) Revenue Recognition

Sale of goods: Sales are recognised when the significant risks and rewards of ownership in the goods are transferred to the buyer as per the terms of the contract, which coincides with the delivery of goods and are recognised net of trade discounts, rebates and sales related taxes.

Dividend income is accounted for in the year in which right to receive payment is established. Rental income is accounted as per the terms of the agreements.

Export incentives are recognised to the extent there is reasonable certainty of its realisation.



# J. K. INVESTO TRADE (INDIA) LIMITED

## Notes to the Consolidated Financial Statements

### XI) Leases

#### As a lessee :

##### Operating leases

Leases in which a significant portion of the risks and rewards of ownership are retained by the lessor are classified as operating leases. Payments made under operating leases are charged to the Statement of Profit and Loss on a straight-line basis over the period of the lease or other systematic basis representative of the time pattern of the user's benefits.

#### As a lessor:

The Company has leased certain tangible assets and such leases where the Company has substantially retained all the risks and rewards of ownership are classified as operating leases. Lease income on such operating leases are recognised in the Statement of Profit and Loss on a straight line basis over the lease term which is representative of the time pattern in which benefit derived from the use of the leased asset is diminished. Initial direct costs are recognised as an expense in the Statement of Profit and Loss in the period in which they are incurred.

### XII) Foreign currency transactions

- i) All transactions in foreign currency, are recorded at the rates of exchange prevailing on the dates when the relevant transactions take place;
- ii) Monetary items in the form of Current Assets and Current Liabilities in foreign currency, outstanding at the close of the year, are translated in Indian Currency at the applicable rates of exchange prevailing on the date of the Balance Sheet. Resultant gain or loss is accounted during the year in the Statement of Profit and Loss.

### XIII) Accounting for taxes on income

Tax expense for the period, comprising current tax and deferred tax, are included in the determination of the net profit or loss for the period. Current tax is measured at the amount expected to be paid to the tax authorities in accordance with the taxation laws.

Deferred tax expense or benefit is recognised on timing differences being the difference between taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax assets and liabilities are measured using the tax rates and tax laws that have been enacted or substantively enacted by the balance sheet date. In the event of unabsorbed depreciation and carry forward of losses, deferred tax assets are recognised only to the extent that there is virtual certainty that sufficient future taxable income will be available to realise such assets. In other situations, deferred tax assets are recognised only to the extent that there is reasonable certainty that sufficient future taxable income will be available to realise these assets.

Current tax assets and current tax liabilities are offset when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle the asset and the liability on a net basis. Deferred tax assets and deferred tax liabilities are offset when there is a legally enforceable right to set off assets against liabilities representing current tax and where the deferred tax assets and the deferred tax liabilities relate to taxes on income levied by the same governing taxation laws.

### XIV) Cash and cash equivalents

In the cash flow statement, cash and cash equivalents include cash in hand, demand deposits with banks and other short-term highly liquid investments with original maturities of three months or less.

### XV) Provisions and contingent liabilities

Contingent liabilities are disclosed in respect of possible obligations that arise from past events but their existence will be confirmed by the occurrence or non occurrence of one or more uncertain future events not wholly within the control of the Company or where any present obligation cannot be measured in terms of future outflow of resources or where a reliable estimate of the obligation cannot be made. A provision is made based on a reliable estimate when it is probable that an outflow of resources embodying economic benefits will be required to settle an obligation and in respect of which a reliable estimate can be made. Provision is not discounted and is determined based on best estimate required to settle the obligation at the year-end date. Contingent assets are neither recognised nor disclosed in the financial statements.

### XVI) Segment information

The accounting policies adopted for segment reporting are in conformity with the accounting policies adopted by the Group.

### XVII) Employee stock option plan

Equity settled stock options granted under "J.K. Helene Curtis Limited - Employee Option Scheme 2018 (JKHCL ESOP 2018)" are accounted for as per the accounting treatment prescribed by the Guidance Note on Employee Share-based Payments issued

# J. K. INVESTO TRADE (INDIA) LIMITED

## Notes to the Consolidated Financial Statements

by the Institute of Chartered Accountants of India. The intrinsic value of the option being excess of value of the underlying share as determined by an independent valuer immediately prior to date of grant over its exercise price is recognised as deferred employee compensation with a credit to employee stock option outstanding account. The deferred employee compensation is charged to Statement of Profit and Loss on straight line basis over the vesting period of the option. The options that lapse are reversed by a credit to employee compensation expense, equal to the amortised portion of value of lapsed portion and credit to deferred employee compensation expense equal to the un-amortised portion.

### XVIII) Earnings per share

Basic earnings per equity share have been computed by dividing net profit after tax by the weighted average number of equity shares outstanding during the year. Diluted earnings per equity share have been computed using the weighted average number of equity shares and dilutive potential equity shares outstanding during the year. The weighted average number of equity shares outstanding during the period and for all periods presented is adjusted for events, such as bonus shares, other than the conversion of potential equity shares that have changed the number of equity shares outstanding, without a corresponding change in resources. For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period is adjusted for the effects of all dilutive potential equity shares.

### XIX) Amalgamation

Assets and liabilities acquired from the transferor company are recognised at their existing carrying amounts and in the same form as at the date of amalgamation. Any excess of the amount of the consideration over the value of the net assets acquired is recognised as goodwill arising on amalgamation. If the amount of the consideration is lower than the value of the net assets acquired, the difference is treated as Capital Reserve.

# J. K. INVESTO TRADE (INDIA) LIMITED

## Notes to the Consolidated Financial Statements

### Note 3 : Share Capital

Particulars	As at 31 <sup>st</sup> March, 2020		As at 31 <sup>st</sup> March, 2019	
	Number	₹ in lakhs	Number	₹ in lakhs
<b>Authorised</b>				
20,000 (31 March 2019: 20,000) 6% preference shares of ₹ 100 each	20,000	20.00	20,000	20.00
40,000 (31 March 2019: 40,000) 14% 10-year Redeemable preference shares of ₹ 100 each	40,000	40.00	40,000	40.00
1,04,00,000 (31 March 2019 : 74,00,000) equity shares of ₹ 10 each	1,04,00,000	1,040.00	74,00,000	740.00
<b>Issued, Subscribed and Paid up</b>				
73,22,200 ( 31 March 2019 : 73,22,200) equity shares of ₹ 10 each fully paid	73,22,200	732.22	73,22,200	732.22
<b>Total</b>	<b>73,22,200</b>	<b>732.22</b>	<b>73,22,200</b>	<b>732.22</b>

**a) Rights, preferences and restrictions attached to issued shares**

The Company has one class of Equity Shares having a par value of ₹ 10 each. Each shareholder is entitled to one vote per share held. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting, except in case of interim dividend. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Group after distribution of all preferential amounts, in proportion to their shareholding.

**b) Reconciliation of number of shares**

Particulars	As at 31 <sup>st</sup> March, 2020		As at 31 <sup>st</sup> March, 2019	
	Number	₹ in lakhs	Number	₹ in lakhs
Shares outstanding at the beginning of the year	73,22,200	732.22	73,22,200	732.22
Shares outstanding at the end of the year	73,22,200	732.22	73,22,200	732.22

**c) Details of shares held by shareholders holding more than 5% of the aggregate shares in the Company**

Name of Shareholder	As at 31 <sup>st</sup> March, 2020		As at 31 <sup>st</sup> March, 2019	
	No. of Shares held	% of Holding	No. of Shares held	% of Holding
Raymond Limited and its nominees	34,89,878	47.66	34,89,878	47.66
J.K. Investors (Bombay) Limited	36,37,983	49.68	36,16,523	49.39

**Note 4 : Reserves and Surplus**

Particulars	(₹ In lakhs)	
	As at 31 <sup>st</sup> March, 2020	As at 31 <sup>st</sup> March, 2019
<b>A) Capital reserve arising on Consolidation</b>		
Balance at the beginning of the year	101.72	101.72
Balance at the end of the year	101.72	101.72
<b>B) Capital Reserve</b>		
Balance at the beginning of the year	1,348.77	-
Add : Reserve arising on conversion of joint venture to subsidiary (Refer note 39)	-	1,348.77
Balance at the end of the year	1,348.77	1,348.77

# J. K. INVESTO TRADE (INDIA) LIMITED

## Notes to the Consolidated Financial Statements

Particulars	(₹ In lakhs)	
	As at 31 <sup>st</sup> March, 2020	As at 31 <sup>st</sup> March, 2019
<b>C) Capital Redemption reserve #</b>		
Balance at the beginning of the year	37.35	37.35
Balance at the end of the year	37.35	37.35
<b>D) General Reserve</b>		
Balance at the beginning of the year	1,980.24	1,980.24
Balance at the end of the year	1,980.24	1,980.24
<b>E) Reserve Fund under Section 45 IC of Reserve Bank of India (RBI) Act</b>		
Balance at the beginning of the year	1,254.60	1,070.67
Add : Transfer from Statement of Profit and Loss *	6,911.63	183.93
Balance at the end of the year	8,166.23	1,254.60
<b>F) Surplus in Statement of Profit and Loss</b>		
Balance at the beginning of the year	18,568.16	16,118.55
Add : Profit for the year	34,590.16	2,482.54
Add: Profit for the year (Share in Joint Venture)	-	151.00
Less: Transfer to Reserve Fund under Section 45 IC of RBI Act	(6,911.63)	(183.93)
Add: Transfer from Foreign Exchange Translation Reserve	6.78	-
Less: Adjustment on transfer of business (Refer Note 40(iv))	(9,092.25)	-
Balance at the end of the year	37,161.22	18,568.16
<b>G) Foreign Exchange Translation Reserve</b>		
Balance at the beginning of the year	6.78	6.97
Less: Transferred to Surplus in Statement of Profit and Loss (Refer Note 40(x))	(6.78)	(0.19)
Balance at the end of the year	-	6.78
<b>H) Employee stock options outstanding (Refer note 41)</b>		
Balance at the beginning of the year	24.70	-
Add : Compensation for options granted during the year	-	24.70
Less: Transferred pursuant to the Composite scheme of amalgamation and arrangement (Refer Note 40(ix))	(24.70)	-
Balance at the end of the year	-	24.70
<b>Total</b>	<b>48,795.53</b>	<b>23,322.32</b>

# The Company has issued 14% 10 year redeemable cumulative preference shares of ₹ 100 each which were redeemed out of profits in June, 2013. In order to comply with the requirements of the then applicable section 80 of the Companies Act, 1956, the Company had transferred amounts to the Capital Redemption Reserve.

### (₹ In lakhs)

#### Note 5 : Deferred tax liabilities (net)

Particulars	(₹ In lakhs)	
	As at 31 <sup>st</sup> March, 2020	As at 31 <sup>st</sup> March, 2019
<b>A) Deferred tax liabilities</b>		
- Depreciation	-	(115.26)
	-	(115.26)
<b>B) Deferred tax assets</b>		
- Provision for employee benefits and employee benefits payable	-	46.87
- Provision for doubtful trade receivables and advances	-	0.84
- Others	-	6.04
	-	53.75
<b>Total</b>	<b>-</b>	<b>(61.51)</b>

# J. K. INVESTO TRADE (INDIA) LIMITED

## Notes to the Consolidated Financial Statements

(₹ In lakhs)

### Note 5 : Deferred tax Assets (net)

Particulars	As at 31 <sup>st</sup> March, 2020	As at 31 <sup>st</sup> March, 2019
<b>A) Deferred tax liabilities</b>		
- Depreciation	-	(60.66)
	-	(60.66)
<b>B) Deferred tax assets</b>		
- Provision for employee benefits and employee benefits payable	2.58	50.59
- Provision for doubtful trade receivables and advances	2.59	182.50
- Depreciation	0.06	-
	<b>5.23</b>	<b>233.09</b>
<b>Total</b>	<b>5.23</b>	<b>172.43</b>

### Note: 6 : Long-term provisions

Particulars	As at 31 <sup>st</sup> March, 2020	As at 31 <sup>st</sup> March, 2019
Provision for Employee benefits - Gratuity [Refer note 34]	7.51	12.83
<b>Total</b>	<b>7.51</b>	<b>12.83</b>

### Note:7 : Trade payables

Particulars	As at 31 <sup>st</sup> March, 2020	As at 31 <sup>st</sup> March, 2019
Trade payables		
Total outstanding dues of micro enterprises and small enterprises	-	-
Others	40.05	6,624.11
<b>Total</b>	<b>40.05</b>	<b>6,624.11</b>

### Note 8 : Other current liabilities

Particulars	As at 31 <sup>st</sup> March, 2020	As at 31 <sup>st</sup> March, 2019
Advance from customers	-	241.13
Deposit from dealers, agents, etc.	-	134.59
Employee benefits payable	1.75	921.92
Statutory dues	46.72	332.70
Capital Creditors	-	129.22
Incentives payable to customers	-	588.88
Payables towards expenses related to sale of land and building (Refer Note 30)	877.62	-
Other payables	7.59	85.63
<b>Total</b>	<b>933.68</b>	<b>2,434.07</b>

### Note: 9 : Short term provisions

Particulars	As at 31 <sup>st</sup> March, 2020	As at 31 <sup>st</sup> March, 2019
Provision for Employee benefits [Refer note 34]		
- Gratuity	-	126.15
- Compensated absences	2.73	236.76
Income tax provision (net of advance tax there against)	176.67	401.17
<b>Total</b>	<b>179.40</b>	<b>764.08</b>

# J. K. INVESTO TRADE (INDIA) LIMITED

## Notes to the Consolidated Financial Statements

(₹ in Lakhs)

10: Property, Plant and Equipment

Particulars	Gross Block				Accumulated Depreciation				Net Block		
	Balance as at April 01, 2019	Addition	Transferred pursuant to the Composite scheme of amalgamation and arrangement (Refer Note 40)	Disposals / Adjustments	Balance as at March 31, 2020	As at April 01, 2019	Transferred pursuant to the Composite scheme of amalgamation and arrangement (Refer Note 40)	Charge for the year	Disposals / Adjustments	Balance as at March 31, 2020	Net Block as at March 31, 2020
<b>A</b>											
<b>Tangible Assets</b>											
Freehold land *	3.53	-	-	3.53	-	-	-	-	-	-	-
Leasehold land	21.74	-	21.74	-	-	5.06	-	-	-	-	-
Building *	437.23	-	403.89	33.34	-	284.77	263.51	0.16	21.42	-	-
Plant and machinery	2,156.37	-	2,155.07	1.30	-	1,085.17	1,083.93	-	1.24	-	-
Furniture and fixtures	184.38	-	183.08	0.11	1.19	110.15	109.06	0.04	0.11	1.02	0.17
Office equipments	44.42	-	44.42	-	-	28.99	28.99	-	-	-	-
Motor vehicles	53.13	-	53.13	-	-	50.63	50.63	-	-	-	-
Computer Hardware	556.25	-	554.35	-	1.90	319.01	317.20	-	-	1.81	0.09
Electrical Installation	137.94	-	137.94	-	-	133.24	133.24	-	-	-	-
<b>Total Tangible Assets</b>	<b>3,594.99</b>	<b>-</b>	<b>3,553.62</b>	<b>38.28</b>	<b>3.09</b>	<b>2,017.02</b>	<b>1,991.62</b>	<b>0.20</b>	<b>22.77</b>	<b>2.83</b>	<b>0.26</b>
<b>B</b>											
<b>Intangible Assets</b>											
Computer software	448.72	-	448.72	-	-	80.56	80.56	-	-	-	-
<b>Total Intangible Assets</b>	<b>448.72</b>	<b>-</b>	<b>448.72</b>	<b>-</b>	<b>-</b>	<b>80.56</b>	<b>80.56</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total</b>	<b>4,043.71</b>	<b>-</b>	<b>4,002.34</b>	<b>38.28</b>	<b>3.09</b>	<b>2,097.58</b>	<b>2,072.18</b>	<b>0.20</b>	<b>22.77</b>	<b>2.83</b>	<b>0.26</b>

\* Refer Note 30 for sale of freehold land and building done during the current year included under 'Disposals / Adjustments' column above.

# J. K. INVESTO TRADE (INDIA) LIMITED

## Notes to the Consolidated Financial Statements

(₹ in Lakhs)

Particulars	Gross Block						Accumulated Depreciation					Net Block	
	Balance as at April 01, 2018	Opening block as at October 1, 2018 of share in JV on conversion of JV to Subsidiary (Refer note 39)	Addition pursuant to conversion of JV to Subsidiary (Refer note 39)	Additions	Deductions/ Adjustments	Balance as at March 31, 2019	As at April 01, 2018	Opening block as at October 1, 2018 of share in JV on conversion of JV to Subsidiary (Refer note 39)	Addition pursuant to conversion of JV to Subsidiary (Refer note 39)	Charge for the year	Deductions/ Adjustments	Balance as at March 31, 2019	Net Block as at March 31, 2019
<b>A</b>													
<b>Tangible Assets</b>													
Freehold land	3.53	-	-	-	-	3.53	-	-	-	-	-	-	3.53
Leasehold land	-	10.87	10.87	-	-	21.74	-	2.47	2.47	0.12	-	5.06	16.68
Building	33.33	201.95	201.95	-	-	437.23	21.01	128.63	128.63	6.50	-	284.77	152.46
Plant and machinery	541.16	691.65	691.65	261.81	29.90	2,156.37	299.25	369.44	369.44	72.71	25.67	1,085.17	1,071.20
Furniture and fixtures	107.27	46.84	46.84	6.31	22.88	184.38	50.99	34.94	34.94	10.05	20.77	110.15	74.23
Office equipments	1.16	17.11	17.11	7.98	(1.06)	44.42	0.75	13.64	13.64	1.46	0.50	28.99	15.43
Motor vehicles	50.31	1.42	1.42	-	0.02	53.13	47.79	1.42	1.42	-	-	50.63	2.50
Computer Hardware	286.98	105.10	105.10	90.92	31.85	556.25	199.79	37.23	37.23	63.48	18.72	319.01	237.24
Electrical Installation	-	68.97	68.97	-	-	137.94	-	66.44	66.44	0.36	-	133.24	4.69
<b>Total</b>	<b>1,023.74</b>	<b>1,143.91</b>	<b>1,143.91</b>	<b>367.02</b>	<b>83.59</b>	<b>3,594.99</b>	<b>619.58</b>	<b>654.21</b>	<b>654.21</b>	<b>154.68</b>	<b>65.66</b>	<b>2,017.02</b>	<b>1,577.96</b>
Share in Joint Venture	1,059.27	(1,143.91)	-	85.77	1.13	-	635.19	(654.21)	-	20.15	1.13	-	-
<b>Total Tangible Assets</b>	<b>2,083.01</b>	<b>-</b>	<b>1,143.91</b>	<b>452.79</b>	<b>84.72</b>	<b>3,594.99</b>	<b>1,254.77</b>	<b>-</b>	<b>654.21</b>	<b>174.83</b>	<b>66.79</b>	<b>2,017.02</b>	<b>1,577.96</b>
<b>Intangible Assets</b>													
Computer software	49.89	-	-	398.83	-	448.72	43.79	-	-	36.77	-	80.56	368.16
<b>Total</b>	<b>49.89</b>	<b>-</b>	<b>-</b>	<b>398.83</b>	<b>-</b>	<b>448.72</b>	<b>43.79</b>	<b>-</b>	<b>-</b>	<b>36.77</b>	<b>-</b>	<b>80.56</b>	<b>368.16</b>
<b>Share in Joint Venture</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Intangible Assets</b>	<b>49.89</b>	<b>-</b>	<b>-</b>	<b>398.83</b>	<b>-</b>	<b>448.72</b>	<b>43.79</b>	<b>-</b>	<b>-</b>	<b>36.77</b>	<b>-</b>	<b>80.56</b>	<b>368.16</b>
<b>Capital Work-in-progress</b>	<b>2,132.90</b>	<b>-</b>	<b>1,143.91</b>	<b>851.62</b>	<b>84.72</b>	<b>4,043.71</b>	<b>1,298.56</b>	<b>-</b>	<b>654.21</b>	<b>211.60</b>	<b>66.79</b>	<b>2,097.57</b>	<b>1,946.12</b>
													<b>609.83</b>

### Depreciation / Amortisation charge for the year

Particulars	Discontinuing operations	Continuing operations
Tangible assets	174.53	0.30
Intangible assets	36.77	-
<b>Total</b>	<b>211.30</b>	<b>0.30</b>

Refer Note 39 on conversion of Joint venture into subsidiary and Note 40 on discontinuing operations.

# J. K. INVESTO TRADE (INDIA) LIMITED

## Notes to the Consolidated Financial Statements

(₹ in lakhs)

### Note 11 : Non current investments

Particulars	As at 31 <sup>st</sup> March, 2020	As at 31 <sup>st</sup> March, 2019
<b>Non Trade Investments (Valued at cost unless stated otherwise)</b>		
<b>Investment in Equity shares</b>		
<b>i) Quoted Equity Shares:</b>		
97,33,154 Equity Shares of ₹10 each; fully paid-up in Raymond Limited. (March 31, 2019 : 63,94,876 shares)* (Refer Note (i) below)	<b>36,905.70</b>	14,405.70
<b>ii) Unquoted Equity Shares:</b>		
(i) 500 shares of ₹ 10 each fully paid-up in the The Bombay Mercantile Co-operative Bank Limited. (March 31, 2019: 500 shares) (Refer Note 40)	-	0.05
(ii) 27,00,000 equity shares of ₹ 10 each fully paid-up in Radha Krishna Films Ltd. (March 31, 2018 : 27,00,000 shares)	<b>270.00</b>	270.00
Provision for diminution in the value of Investments of Radha Krishna Films Limited (Refer Note (ii) below)	<b>(270.00)</b>	(270.00)
<b>Investment in Preference shares</b>		
<b>i) Unquoted Preference Shares:</b>		
(i) 18,54,599 - 0.01% Preference shares of ₹ 10 each, fully paid-up in Raymond Limited * (March 31, 2019 : Nil) * (Refer Note (i) below)	<b>12,500.00</b>	-
<b>Total</b>	<b>49,405.70</b>	14,405.75
Aggregate amount of Quoted Investments at Cost	<b>36,905.70</b>	14,405.70
Aggregate amount of Quoted Investments at Market value	<b>21,685.47</b>	51,894.42
Aggregate amount of Unquoted Investments	<b>12,770.00</b>	270.05
Aggregate amount of impairment in value of investments	<b>270.00</b>	270.00

#### Notes:

- (i) The Group has during the year invested vide preferential allotment dated Dec 12, 2019 in:
- 33,38,278 equity shares at ₹ 674 each aggregating to ₹ 22,500 Lakhs, and
  - 18,54,599 0.01% Compulsorily Convertible Preference Shares ('CCPS') at ₹ 674 each aggregating to ₹ 12,500 Lakhs. of Raymond Limited. Each CCPS is compulsorily convertible to one Equity Share of Raymond Limited within a period of eighteen months from the date of issue. The same have been subsequently converted into 18,54,599 equity shares on April 3, 2020.
- (ii) The Group had invested in unquoted equity shares of Radha Krishna Films Limited aggregating to ₹ 270 lakhs. Since the net worth of Radha Krishna Films Limited has been fully eroded, the management has made provision for diminution in value of investment and considering this, carrying value of such investment is Nil.

\*The Group has invested in equity and CCPS of Raymond Limited (RL) and this investment along with investment done earlier falls under the promoter group's investment in RL and which is strategic investment.

RL is a diversified group with majority business interests in Textile and Apparel sectors as well as presence across diverse segments such as Realty, FMCG, Engineering and Prophylactics in national and international markets. The group has one of the largest network of point of sales in India.

The disruption due to COVID-19 has impacted discretionary spending with subdued consumer sentiments and majority of segment in which the group operates are dependent on discretionary spending, however with unlock phase started and upcoming festive and wedding season is expected to build up demand.

As at the year-end there has been fluctuations in the market value of the investments due to the Covid 19 pandemic, the Group is of the view that this is a temporary phase and has impacted entire industry in same segment of business and considering this is not an other than temporary decline in value of such investment, hence no provision is considered necessary.



# J. K. INVESTO TRADE (INDIA) LIMITED

## Notes to the Consolidated Financial Statements

(₹ in lakhs)

### Note: 12 : Long-term loans and advances

Particulars	As at 31 <sup>st</sup> March, 2020	As at 31 <sup>st</sup> March, 2019
(Unsecured, considered good)		
Capital advances	-	123.57
Security deposits	1.85	397.46
Income tax paid (net of provision there against)	195.67	1,073.16
Excess contribution to gratuity fund	-	60.47
<b>Total</b>	<b>197.52</b>	<b>1,654.66</b>

### Note: 13 : Other Non-Current Assets

Particulars	As at 31 <sup>st</sup> March, 2020	As at 31 <sup>st</sup> March, 2019
(Unsecured, considered good)		
Margin money deposit with bank	17.50	17.50
<b>Total</b>	<b>17.50</b>	<b>17.50</b>

Note: Held as lien by bank against bank guarantee amounting to ₹ 17.50 lakhs (Previous year ₹ 17.50 lakhs).

### Note: 14: Current investments [At cost of fair value, whichever is less]

Particulars	As at 31 <sup>st</sup> March, 2020	As at 31 <sup>st</sup> March, 2019
<b>Unquoted :</b>		
Investment of mutual funds		
17,095.78 (March 31, 2019: 7,471) Units of SBI Overnight Fund - Weekly Dividend - Direct Plan of ₹ 1,000 each	175.82	76.85
75,580.06 (March 31, 2019: Nil) Units of SBI Liquid - Weekly Dividend - Direct Plan of ₹ 1,000 each	802.67	-
<b>Total</b>	<b>978.49</b>	<b>76.85</b>
Aggregate amount of Unquoted Investments	978.49	76.85
Net Asset Value of unquoted investments	978.85	77.06

### Note: 15 : Inventories

Particulars	As at 31 <sup>st</sup> March, 2020	As at 31 <sup>st</sup> March, 2019
Raw materials	-	71.84
Work in progress	-	206.92
Finished goods	-	518.19
Stock in trade	-	3,559.34
Stores and spares	-	54.36
Packing material	-	454.82
<b>Total</b>	<b>-</b>	<b>4,865.47</b>

# J. K. INVESTO TRADE (INDIA) LIMITED

## Notes to the Consolidated Financial Statements

(₹ in lakhs)

### Note 16 : Trade receivables

Particulars	As at 31 <sup>st</sup> March, 2020	As at 31 <sup>st</sup> March, 2019
Unsecured, considered good, unless stated otherwise		
a. Outstanding for a period exceeding six months		
Considered good	-	1,734.48
Considered doubtful	-	525.29
	-	2,259.77
Less: Provision for doubtful debts	-	525.29
	-	1,734.48
b. Others		
Considered good	11.77	3,029.14
Considered doubtful	10.28	-
	22.05	3,029.14
Less: Provision for doubtful debts	10.28	-
	11.77	3,029.14
<b>Total</b>	<b>11.77</b>	<b>4,763.62</b>

### Note 17 : Cash and bank balances

Particulars	As at 31 <sup>st</sup> March, 2020	As at 31 <sup>st</sup> March, 2019
<b>Cash and cash equivalents</b>		
- Cash on hand	0.04	1.56
- Balances with banks :	-	
In current accounts	30.05	2,418.07
In deposit account	-	814.28
	30.09	3,233.91
<b>Other Bank Balances</b>		
In deposit account	-	1,012.60
<b>Total</b>	<b>30.09</b>	<b>4,246.51</b>

### Note 18 : Short term loans and advances

Particulars	As at 31 <sup>st</sup> March, 2020	As at 31 <sup>st</sup> March, 2019
Unsecured, considered good, unless stated otherwise		
Advance to suppliers	-	454.65
Prepaid expenses	-	59.51
Security deposit	2.81	-
Excess contribution to Gratuity Fund	-	10.00
Goods and Service Tax input credit	4.87	527.25
Income tax refund receivable	30.43	-
Advance towards current investment	-	10.00
Advance recoverable in cash or in kind for value to be received	3.72	80.10
<b>Total</b>	<b>41.83</b>	<b>1,141.51</b>

### Note 19: Other Current Assets

Particulars	As at 31 <sup>st</sup> March, 2020	As at 31 <sup>st</sup> March, 2019
Unsecured, considered good		
Interest accrued	-	35.79
Export incentive receivable	-	15.10
<b>Total</b>	<b>-</b>	<b>50.89</b>

# J. K. INVESTO TRADE (INDIA) LIMITED

## Notes to the Consolidated Financial Statements

(₹ in lakhs)

### Note 20 : Revenue from operations

Particulars	Year ended 31 <sup>st</sup> March, 2020	Year ended 31 <sup>st</sup> March, 2019 Discontinued operations	Year ended 31 <sup>st</sup> March, 2019 Continuing operations
<b>Sale of products:</b>			
Finished goods	-	3,944.73	-
Stock-in-trade	-	42,460.04	-
<b>Dividend income</b>	218.87	30.44	210.25
<b>Other operating revenue:</b>			
Compensation for use of premises	21.97	-	179.68
Export incentives	-	27.05	-
Process waste sale	-	12.76	-
<b>Total</b>	240.84	46,475.02	389.93
<b>Share in Joint Venture</b>	-	5,178.83	-
<b>Total</b>	240.84	51,653.85	389.93

### Note 21 : Other Income

Particulars	Year ended 31 <sup>st</sup> March, 2020	Year ended 31 <sup>st</sup> March, 2019 Discontinued operations	Year ended 31 <sup>st</sup> March, 2019 Continuing operations
Interest income	1.86	61.16	16.11
Net gain on sale of investments	0.91	-	0.22
Insurance claims received	-	95.35	-
Liabilities no longer payable written back	-	-	105.17
Miscellaneous Income	-	25.08	-
<b>Total</b>	2.77	181.59	121.50
<b>Share in Joint Venture</b>	-	124.04	-
<b>Total</b>	2.77	305.63	121.50

### Note 22 : Cost of materials consumed

Particulars	Year ended 31 <sup>st</sup> March, 2020	Year ended 31 <sup>st</sup> March, 2019 Discontinued operations	Year ended 31 <sup>st</sup> March, 2019 Continuing operations
<b>Raw materials consumed :</b>			
Opening stock	71.84	-	-
Less: Transferred pursuant to the Composite scheme of amalgamation and arrangement (Refer Note 40)	(71.84)	-	-
Add : Inventory on account of conversion of joint venture to subsidiary	-	139.54	-
Purchases	-	507.52	-
Less : Closing stock	-	71.84	-
<b>Cost of Raw materials consumed during the year</b>	-	575.22	-
<b>Packing materials:</b>			
Opening stock	454.82	-	-
Less: Transferred pursuant to the Composite scheme of amalgamation and arrangement (Refer Note 40)	(454.82)	-	-
Add : Inventory on account of conversion of joint venture to subsidiary	-	192.95	-
Purchases	-	1,008.78	-
Less : Closing stock	-	454.82	-
<b>Cost of Packing materials consumed during the year</b>	-	746.91	-
<b>Total</b>	-	1,322.13	-
<b>Share in Joint Venture</b>	-	632.75	-
<b>Total</b>	-	1,954.88	-

# J. K. INVESTO TRADE (INDIA) LIMITED

## Notes to the Consolidated Financial Statements

(₹ in lakhs)

### Note 23: Purchase of stock-in-trade

Particulars	Year ended 31 <sup>st</sup> March, 2020	Year ended 31 <sup>st</sup> March, 2019 Discontinued operations	Year ended 31 <sup>st</sup> March, 2019 Continuing operations
Stock in trade	-	21,803.32	-
Less: Insurance claim received	-	(42.65)	-
<b>Total</b>	-	<b>21,760.67</b>	-
<b>Share in Joint Venture</b>	-	<b>1,778.96</b>	-
<b>Total</b>	-	<b>23,539.63</b>	-

### Note 24: Manufacturing and operating costs

Particulars	Year ended 31 <sup>st</sup> March, 2020	Year ended 31 <sup>st</sup> March, 2019 Discontinued operations	Year ended 31 <sup>st</sup> March, 2019 Continuing operations
Consumption of stores and spare parts	-	97.49	-
Power and fuel	-	122.49	-
Payment to labour contractor	-	151.85	-
Repairs to buildings	-	2.30	-
Repairs to machinery	-	3.37	-
Other Manufacturing and Operating expenses	-	20.97	-
<b>Total</b>	-	<b>398.47</b>	-
<b>Share in Joint Venture</b>	-	<b>289.73</b>	-
<b>Total</b>	-	<b>688.20</b>	-

### Note 25: Changes in inventory of finished goods, work-in-progress

Particulars	Year ended 31 <sup>st</sup> March, 2020	Year ended 31 <sup>st</sup> March, 2019 Discontinued operations	Year ended 31 <sup>st</sup> March, 2019 Continuing operations
<b>Stock at the beginning of the year :</b>			
Finished goods	518.19	-	-
Stock in Trade	3,559.34	2,746.97	-
Work-in-progress	206.92	-	-
Add: Inventory on conversion of joint venture to subsidiary (Refer Note 39)	-	1,254.71	-
Less: Transferred pursuant to the Composite scheme of amalgamation and arrangement (Refer Note 40)	(4,284.45)	-	-
	-	<b>4,001.68</b>	-
<b>Stock at the end of the year :</b>			
Finished goods (including goods for resale)	-	518.19	-
Stock in Trade	-	3,559.34	-
Work-in-progress	-	206.92	-
	-	<b>4,284.45</b>	-
<b>Total</b>	-	<b>(282.77)</b>	-
<b>Share in Joint Venture</b>	-	<b>(207.78)</b>	-
<b>Total</b>	-	<b>(490.55)</b>	-

# J. K. INVESTO TRADE (INDIA) LIMITED

## Notes to the Consolidated Financial Statements

(₹ in lakhs)

### Note 27: Employee benefits expense

Particulars	Year ended 31 <sup>st</sup> March, 2020	Year ended 31 <sup>st</sup> March, 2019 Discontinued operations	Year ended 31 <sup>st</sup> March, 2019 Continuing operations
Salaries, wages and bonus, etc.	53.82	5,554.98	44.42
Contribution to provident and other funds (Refer note 34)	3.95	189.09	4.51
Gratuity	3.71	23.69	1.77
Employee stock option expenses (Refer note 41)	-	24.70	-
Staff welfare expenses	0.09	147.09	0.71
<b>Total</b>	<b>61.57</b>	<b>5,939.55</b>	<b>51.41</b>
<b>Share in Joint Venture</b>	<b>-</b>	<b>820.66</b>	<b>-</b>
<b>Total</b>	<b>61.57</b>	<b>6,760.21</b>	<b>51.41</b>

### Note 27 : Finance costs

Particulars	Year ended 31 <sup>st</sup> March, 2020	Year ended 31 <sup>st</sup> March, 2019 Discontinued operations	Year ended 31 <sup>st</sup> March, 2019 Continuing operations
Interest expenses	0.74	32.96	-
<b>Total</b>	<b>0.74</b>	<b>32.96</b>	<b>-</b>
<b>Share in Joint Venture</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total</b>	<b>0.74</b>	<b>32.96</b>	<b>-</b>

### Note 28 : Other Expenses

Particulars	Year ended 31 <sup>st</sup> March, 2020	Year ended 31 <sup>st</sup> March, 2019 Discontinued operations	Year ended 31 <sup>st</sup> March, 2019 Continuing operations
Rent (Refer note 37)	0.06	218.07	0.06
Rates and taxes	6.02	19.94	3.61
Repairs and maintenance (building)	2.75	71.22	6.45
Insurance	0.24	57.76	0.16
Freight, Octroi etc.	-	1,607.49	-
Travelling and Conveyance	-	1,632.00	0.45
Directors' fees	8.00	-	2.50
Commission to non-executive directors	4.17	-	6.89
Advertisement and sales promotion	-	4,980.39	0.08
Commission on sales to agents	-	570.79	-
Legal and professional expenses	85.38	552.50	95.47
Outsourced support services	-	2,993.31	-
Market research expenses	-	384.25	-
Loss on sale/discard of property, plant and equipment/intangible assets (other than land and building)	0.08	17.89	-
Provision for doubtful receivables and advances	10.28	13.62	-
Bad debts, Advances, claims and Deposits written off	-	78.07	-

# J. K. INVESTO TRADE (INDIA) LIMITED

## Notes to the Consolidated Financial Statements

Particulars	Year ended 31 <sup>st</sup> March, 2020	Year ended 31 <sup>st</sup> March, 2019 Discontinued operations	Year ended 31 <sup>st</sup> March, 2019 Continuing operations
Less: Provisions written back	-	(78.07)	-
Net loss on foreign currency transactions and translation (Net)	-	9.53	-
Business support services	-	212.00	-
Expenditure on Corporate Social Responsibility	-	19.00	-
Miscellaneous expenses	31.78	1,097.69	63.23
<b>Total</b>	<b>148.76</b>	<b>14,457.45</b>	<b>178.90</b>
<b>Share in Joint Venture</b>	-	<b>1,765.15</b>	-
<b>Total</b>	<b>148.76</b>	<b>16,222.60</b>	<b>178.90</b>

### Note 29 : Exceptional Items

Particulars	Year ended 31 <sup>st</sup> March, 2020	Year ended 31 <sup>st</sup> March, 2019 Discontinued operations	Year ended 31 <sup>st</sup> March, 2019 Continuing operations
Gain on sale of Land and Buildings (Refer Note 30)	43,684.03	-	-
Gain on Sale of investments (Refer Note 39)	-	-	1,119.70
Loss on cessation of control of subsidiaries (Refer Note 40 (xi))	(291.83)	-	-
Provision for doubtful trade receivables (against customer claim) (Refer Note below)	-	(500.00)	-
Compensation towards violation of non-compete clause of Joint Venture	-	-	-
<b>Total</b>	<b>43,392.20</b>	<b>(500.00)</b>	<b>1,119.70</b>
<b>Share in Joint Venture</b>	-	-	-
<b>Total</b>	<b>43,392.20</b>	<b>(500.00)</b>	<b>1,119.70</b>

#### Notes:

- (i) Loss allowance for receivable based on claim from a customer.

#### Note 30:

The Company, pursuant to approval of shareholders in its Extra Ordinary General Meeting dated June 11, 2019, has sold its land and building at Panchpakhdi, Thane vide Indentures of Conveyance dated December 12, 2019 and the resultant gain of ₹ 43,684.03 lakhs as set out below, has been shown as Exceptional Item in the Statement of Profit and Loss for the year ended March 31, 2020.

Particulars	Amount	Amount
Sale proceeds of land and building		65,000.00
Less: Cost of land	3.53	
Less: Written down value of buildings	11.92	15.45
		64,984.55
Less: Cost to Sell		
Payment to government authorities	19,175.14	
Other expenses	2,125.38	21,300.52
<b>Gain on sale of land and building</b>		<b>43,684.03</b>

#### Note 31:

The Group has, pursuant to Taxation Laws (Amendment) Ordinance, 2019 dated September 20, 2019, adopted revised tax rate of 25.17% with effect from April 1, 2019.

# J. K. INVESTO TRADE (INDIA) LIMITED

## Notes to the Consolidated Financial Statements

### Note 32 : Contingent liabilities

(₹ In lakhs)

Particulars	As at 31 <sup>st</sup> March, 2020	As at 31 <sup>st</sup> March, 2019
a) Claims against the company, not acknowledged as debt in respect of:		
i) Demand for rent	885.06	876.12
ii) Customs duty matters	-	4.34
iii) Excise duty matters	-	530.27
iv) Income Tax and Wealth Tax matters	27.90	22.53
v) Sales Tax matters	-	21.88
vi) Other matters	32.33	85.87
<b>Total</b>	<b>945.29</b>	<b>1,541.01</b>

Future cash flows relating to the above are determinable only on receipt of judgment/decisions from respective forums/authorities.

The Company does not expect any reimbursements in respect of the above contingent liabilities.

### Note 33 : Commitments

Particulars	As at 31 <sup>st</sup> March, 2020	As at 31 <sup>st</sup> March, 2019
Estimated amount of contracts remaining to be executed on capital account and not provided for (net of capital advances)	-	185.42
<b>Total</b>	<b>-</b>	<b>185.42</b>

### Note 34 : Employee Benefits :

#### (i) Defined Contribution Plans

The Group has recognised the following amounts in the Statement of Profit and Loss:

(₹ In lakhs, unless otherwise stated)

Particulars	31 <sup>st</sup> March, 2020	31 <sup>st</sup> March, 2019
In respect of Group	3.95	193.60
In respect of Joint Venture	-	24.53
<b>Total contribution to Provident Fund and Other funds</b>	<b>3.95</b>	<b>218.13</b>

#### (ii) Actuarial assumptions for gratuity and compensated absence for employees

(In %)

Particulars	31 <sup>st</sup> March, 2020	31 <sup>st</sup> March, 2019
Discount rate	6.91%	6.69% to 7.64 %
Expected return of plan assets	-	6.69% to 7.64 %
Future salary rise #	5.00%	5.00% to 7.50 %

# Takes into account inflation, seniority, promotion and other relevant factors.

#### (iii) Defined Benefit Plan (Gratuity)

Particulars	31 <sup>st</sup> March, 2020	31 <sup>st</sup> March, 2019
<b>I. Changes in defined benefit obligation:</b>		
Opening defined benefit obligation	670.13	327.23
Liability assumed on account of conversion of JV to Subsidiary (Refer Note 39)	-	287.10
Transferred pursuant to the Composite scheme of amalgamation and arrangement (Refer Note 40)	(657.08)	-
Past service cost	-	-
Liability settled on divestiture (Refer note 40)	-	-
Current service cost	0.49	26.63
Interest cost	0.62	30.12
Actuarial (gain) / loss	2.60	22.34
Benefits paid directly by the Company	(9.25)	(4.20)
Benefits paid by the fund	-	(19.09)
Closing defined benefit obligation	7.51	670.13

# J. K. INVESTO TRADE (INDIA) LIMITED

## Notes to the Consolidated Financial Statements

(₹ in Lakhs)

Particulars	31 <sup>st</sup> March, 2020	31 <sup>st</sup> March, 2019
<b>II. Fair value of plan assets:</b>		
Plan assets at the beginning of the year	601.62	352.62
Plan assets acquired on account of conversion of JV to Subsidiary (Refer Note 39)	-	223.49
Transferred pursuant to the Composite scheme of amalgamation and arrangement (Refer Note 40)	(601.62)	-
Expected return on plan assets	-	31.06
Contributions by the Company	-	16.62
Benefits paid by the Company	-	(19.09)
Actuarial gain / (loss)	-	(3.08)
Plan assets at the end of the year	-	601.62
<b>III. Actual return on plan assets:</b>		
Expected return on plan assets	-	31.06
Actuarial gain / (loss)	-	(3.08)
Actual return on plan assets	-	27.98
<b>IV. Net liability recognised in the Balance Sheet:</b>		
Present value of closing defined benefit obligation	7.51	670.13
Fair value of plan assets	-	601.62
Net liability/ (asset)	7.51	68.51
Liability shown under Long Term Provisions (Refer note 6)	7.51	12.83
Liability shown under Short Term Provisions (Refer note 9)	-	126.15
Share in Joint Venture	-	-
Asset shown under Long-term loans and advances (Refer note 12)	-	(60.47)
Asset shown under Short term loans and advances (Refer note 18)	-	(10.00)
Net liability/ (asset)	7.51	68.51
<b>V. Expenses recognised in the Statement of Profit and Loss:</b>		
Current service cost	0.49	26.63
Interest cost	0.62	30.12
Expected return on plan assets	-	(31.06)
Net Actuarial (gain) / loss	2.60	25.42
Expenses recognised in the Statement of Profit and Loss	3.71	51.11
Towards Group	3.71	25.46
Towards share in Joint Venture	-	25.65

(iv) **Amount recognised in current year and previous four years**

Particulars	31 <sup>st</sup> March, 2020	31 <sup>st</sup> March, 2019	31 <sup>st</sup> March, 2018	31 <sup>st</sup> March, 2017	31 <sup>st</sup> March, 2016
<b>Net liability recognised in the Balance Sheet</b>					
Present value of closing defined benefit obligation	7.51	670.13	327.23	275.02	254.90
Fair Value of Plan assets	-	601.62	352.62	317.72	282.67
Net liability / asset	7.51	68.51	(25.39)	(42.70)	(27.77)
<b>Changes in defined benefit obligation:</b>					
Actuarial (gain)/loss	2.60	22.34	13.90	(6.25)	(12.52)
<b>Fair value of plan assets</b>					
Actuarial gain/(loss)	-	(3.08)	(2.51)	(6.46)	1.52

(v) **Investment details of Plan Assets**

Nil (Previous Year: 100%) of the plan assets are invested in Insurer Managed Funds.

(vi) **Other Benefits:**

Valuation in respect of Compensated absences has been carried out by an independent actuary as at the balance sheet date, based on the assumptions as mentioned in (ii) above.

The provision for Compensated absences as derived from actuarial reports as at year end is ₹ 2.73 lacs (March 31, 2019 ₹ 236.76 lacs).



# J. K. INVESTO TRADE (INDIA) LIMITED

## Notes to the Consolidated Financial Statements

Note 35 : Related parties disclosures as per Accounting Standard 18:

**1 Relationships:**

**Enterprises where control exist :**

**(a) Joint Venture :**

Raymond Consumer Care Private Limited (Formerly known as J.K.Ansell Private Limited) (upto September 30, 2018).

**Other related parties :**

**(b) Associate Enterprises which are able to exercise significant influence with whom transactions have taken place during the year**

i) Raymond Limited

ii) Raymond Apparel Limited [subsidiary of (b)(i)]

**(c) Associate Enterprises on which the Group is able to exercise significant influence and with whom transactions have taken place during the year**

i) Ansell India Protective Products Private Limited, India (up to September 12, 2018)

**(d) Key Management Personnel :**

i) Shri. Gautam Hari Singhania - Chairman

ii) Shri. Sanjay Bahl - Non Executive Director

iii) Shri. Vipin Agarwal - Non Executive Director

**2 Transaction carried out with related parties referred above, in the ordinary course of business:**

Nature of transactions	(₹ in lakhs)				
	Raymond consumer Care Private Limited (Joint Venture)	Raymond Limited	Raymond Apparel Limited	Ansell India Protective Products Private Limited	Shri. Gautam Hari Singhania
<b>Income</b>					
Sale of products	52.13	332.80	100.35	7.54	-
Compensation for use of premises	-	-	-	-	-
Transfer of MEIS Licence (Import Licence)	-	156.14	-	-	-
Business support services income	-	15.09	-	-	-
	-	-	-	61.24	-
<b>Expenses</b>					
Purchase of stock-in-trade	-	-	-	-	-
Staff welfare	-	28.24	-	-	-
Miscellaneous expenses (Royalty)	-	0.13	-	-	-
Rent and other service charges	-	8.13	-	-	-
Miscellaneous expenses (Conference expenses)	-	136.56	-	-	-
Reimbursement of expenses	-	4.37	-	-	-
	-	148.79	-	7.85	-

# J. K. INVESTO TRADE (INDIA) LIMITED

## Notes to the Consolidated Financial Statements

Nature of transactions	(₹ in lakhs)				
	Raymond consumer Care Private Limited (Joint Venture)	Raymond Limited	Raymond Apparel Limited	Ansell India Protective Products Private Limited	Shri. Gautam Hari Singhania
Business support services	-	-	-	-	-
Cost of shared manpower	-	326.19	-	-	-
Director fees	-	136.29	-	-	8.00
Commission to non-executive directors	-	-	-	-	2.50
Investment in equity shares	-	-	-	-	4.17
Investment in preference shares	-	22,500.00	-	-	6.89
Investment in equity shares	-	12,500.00	-	-	-
Intangible assets	-	72.42	-	-	-
	-	39.04	-	-	-
<b>Outstandings</b>					
Trade payables	-	-	-	-	-
Trade receivables	-	279.38	-	-	-
Other current liabilities	-	87.28	23.74	-	-
Capital Creditors	-	-	-	-	3.77
Deposits with dealers, agents etc.	-	57.83	-	-	6.20
	-	39.04	-	-	-

Amount in italics represents previous year figures.

Notes:

- (a) Pursuant to share purchase agreement (SPA) dated July 18, 2018 between the Company, Pacific Dunlop Holdings (Singapore) Pte Limited (PDHPL) and Raymond Consumer Care Private Limited (RCCPL), the Company has acquired 50% of equity shares of RCCPL from PDHPL effective September 12, 2018 and whereby RCCPL became a wholly owned subsidiary of J.K. Investo Trade (India) Limited. (Refer Note 39).
- (b) The Group of has incurred loss of ₹ 291.83 Lakhs (Previous Year: Nil) on cessation of control of subsidiaries. (Refer Note 29)
- (c) Transactions pertaining to transfer of combined FMCG business undertaking pursuant to the Composite scheme of amalgamation and arrangement have not been included above. (Refer Note 40)

# J. K. INVESTO TRADE (INDIA) LIMITED

## Notes to the Consolidated Financial Statements

(₹ In lakhs)

### Note 36 : Earnings Per Share

Particulars	Year ended 31.03.2020	Year ended 31.03.2019
<b>Profit before exceptional items and tax</b>	<b>32.34</b>	280.82
Less: Tax Expense on above	(11.57)	(11.82)
<b>Profit for the year from continuing operations (excluding exceptional items)</b> (A)	<b>20.77</b>	269.00
Add: Exceptional items	<b>43,392.20</b>	1,119.70
Less: Tax Expense on above	<b>(8,822.81)</b>	(452.69)
<b>Profit for the year from continuing operations (including exceptional items)</b> (B)	<b>34,590.16</b>	936.01
Add: Profit for the year from discontinuing operations (net of tax expense)	-	1,697.53
<b>Profit for the year</b> (C)	<b>34,590.16</b>	2,633.54
Less: Exceptional Items (net of tax expense)	<b>34,569.39</b>	667.01
<b>Profit for the year (excluding exceptional items)</b> (D)	<b>20.77</b>	1,966.53
<b>Weighted average number of equity shares outstanding during the year</b> (E)	<b>7,322,200</b>	7,322,200
<b>Basic and diluted earnings per share (in ₹)</b>		
- Continuing operations (excluding exceptional items) (A / E)	<b>0.28</b>	3.67
- Total operations (excluding exceptional items) (D / E)	<b>0.28</b>	26.86
- Continuing operations (including exceptional items) (B / E)	<b>472.40</b>	12.78
- Total operations (including exceptional items) (C / E)	<b>472.40</b>	35.97

One of the subsidiaries in the Group has issued employee stock options during the previous year. The impact of the same not being dilutive, the same has not been considered for the purpose of calculation of diluted earnings per share in the previous year.

The employee stock option plan has been transferred pursuant to the Composite scheme of amalgamation and arrangement (Refer Note 40(ix)).

### Note 37: Leases

#### As lessee

The Group has entered into various lease agreements for the use of premises such as office, warehouse etc. which are in the nature of operating lease. These lease agreements range for a period of 11 months and 108 months which includes both cancellable and non-cancellable leases. Most of these leases are renewable for further period on mutually agreeable terms and also include escalation clauses. The Group has given interest free security deposits under the agreements. There are no operating leases as at the end of the year.

Particulars	Year ended 31st March, 2020	Year ended 31st March, 2019
Lease rental payments recognised in the Statement of Profit and Loss	-	233.26
In respect of Group	-	218.13
In respect of share Joint Venture	-	15.13

Non cancellable leases

Future minimum lease rentals payable are as follows :

Particulars	Year ended 31st March, 2020	Year ended 31st March, 2019
Not later than one year	-	277.64
Later than one year and not later than five years	-	987.86

#### As lessor

The Group has given certain buildings on operating lease. These lease agreements range for a period of 3 years and they are cancellable in nature. There are no operating leases as at the end of the year.

With respect to cancellable operating leases the disclosure is as under :

Particulars	Year ended 31st March, 2020	Year ended 31st March, 2019
Lease rental income recognised in the Statement of Profit and Loss	21.97	179.68

# J. K. INVESTO TRADE (INDIA) LIMITED

## Notes to the Consolidated Financial Statements

Premises given on operating lease:

(₹ in lakhs)

Particulars	Year ended 31 <sup>st</sup> March, 2020	Year ended 31 <sup>st</sup> March, 2019
(i) Buildings		
Gross carrying amount	-	25.39
Depreciation for the year	-	0.19
Accumulated Depreciation	-	16.19

### Note 38 : Disclosure of interest in Joint Venture:

Sl. No.	Name of the Joint Venture	Country of incorporation	Percentage of Ownership Interest	
			31 <sup>st</sup> March, 2020	31 <sup>st</sup> March, 2019
i)	Raymond Consumer Care Private Limited (Formerly known as J.K. Ansell Private Limited.) (Refer note 39).	India	-	-
ii)	<b>Contingent liabilities in respect of Joint Venture:</b>			
a)	Share of the Company in contingent liabilities which have been incurred by the jointly controlled entity (to the extent ascertainable)		-	-
iii)	<b>Capital commitments</b>			
a)	Share of the Company in capital commitments of the jointly controlled entity		-	-
iv)	<b>Interest in assets, liabilities, income and expenses with respect to jointly controlled entity</b>			
A)	Pursuant to conversion of Joint Venture Entity in to subsidiary effective 1 <sup>st</sup> October,2018, there are no interests in assets and liabilities as at 31 <sup>st</sup> March, 2020 and 31 <sup>st</sup> March 2019.			
B)	<b>Income:</b>			
	Revenue from operations		-	5,178.83
	Other income		-	124.03
C)	<b>Expenditure:</b>			
	Cost of materials consumed		-	632.75
	Purchases of Stock-in-Trade		-	1,778.96
	Changes in inventories of finished goods, work-in progress and stock-in-trade		-	(207.78)
	Employee benefits expense		-	820.66
	Depreciation and amortization expense		-	20.15
	Other expenses			
	(a) Manufacturing and Operating Costs		-	289.73
	(b) Other expenses		-	1,765.15

### Note 39 : Demerger and Conversion of Joint Venture into Subsidiary

- (i) During the year ended 31<sup>st</sup> March, 2018, Raymond Consumer Care Private Limited (RCCPL), formerly J.K. Ansell Private Limited, (Joint Venture) of J.K. Investo Trade (India) Limited (JKITL) entered into 'Scheme of Arrangement' ('The Scheme') for Demerger of its 'Gloves Business' (Demerged Undertaking) to Ansell India Protective Products Private Limited (AIPPPL). The Scheme has been approved by Hon'ble NCLT vide their order dated March 9, 2018 and which was filed with ROC on March 31, 2018 being the effective date of transaction as per the scheme and April 1, 2017 being appointed date as per the scheme.
- (ii) As a consideration for the Demerger of the Demerged Undertaking into AIPPPL, AIPPPL has issued and allotted shares, credited as fully paid up, to all the equity shareholders of RCCPL whose names appear in the Register of Members of RCCPL as on the Record Date in the following ratio:
- "225 (Two Hundred and Twenty Five) Equity share of AIPPPL of ₹ 10/- (Rupees Ten only) each, fully paid up for every 100 (One Hundred) Equity share of ₹ 10/- (Rupees Ten only) each held by the equity shareholders of RCCPL".

# J. K. INVESTO TRADE (INDIA) LIMITED

## Notes to the Consolidated Financial Statements

(iii) RCCPL, J.K. Investo Trade (India) Limited (JKITIL), Pacific Dunlop Holding (Singapore) Pte. Limited (PDHPL) and AIPPL had separately entered into a Framework Agreement dated August 15, 2017, pursuant to which:

- JKITIL has sold and PDHPL has acquired its holding in AIPPL for consideration of ₹ 1,143.53 lakhs, whereby resulting gain on sale of investments of ₹ 1,119.70 lakhs has been shown as exceptional item;
- PDHPL has sold and JKITIL has acquired its holding in RCCPL for consideration of ₹ 1,932.13 lakhs; as agreed therein between the parties in terms of their Framework Agreement.

The aforesaid transactions have been executed on September 12, 2018 pursuant to share purchase agreements dated July 18, 2018 (which has been given effect to from October 1, 2018 in this consolidated financial statement), pursuant to which RCCPL has become wholly owned subsidiary of JKITIL and JKITIL has sold its entire holding in AIPPL.

### Note 40 : Composite Scheme of Amalgamation and Arrangement

- (i) The Composite scheme of amalgamation and arrangement between J.K. Investo Trade (India) Limited (JKIT or 'the Company'), Ray Universal Trading Limited (RU), J.K Helene Curtis Limited (JKHC), Raymond Consumer Care Private Limited (RCC) and Ray Global Consumer Trading Limited (RG) ("the Scheme") under section 230 to section 232 of the Companies Act, 2013 sanctioned by Hon'ble National Company Law Tribunal ('NCLT') on February 7, 2020, being effective date of the Scheme. Appointed date for the scheme as approved by the NCLT is December 1, 2018.
- (ii) The Company's statutory financial statement is prepared in accordance with accounting standards notified under section 133 of the Companies Act 2013 (Companies Indian Accounting Standards) Rules, 2006 (old IGAAP), whereas one of its subsidiary JKHC which is consolidated here follows accounting standards notified under section 133 of the Companies Act 2013 (Companies Indian Accounting Standards) Rules, 2015 (Ind AS) and the scheme specifies accounting treatment in JKHC's financial statement as per Ind AS, so while preparing consolidated financial statements of the group, no adjustments has been made to the accounting treatment made by JKHC in accordance with the scheme approved by NCLT.
- (iii) The appointed date as per the scheme is December 1, 2018, however financial statements for the year ended March 31, 2019 has already been approved by shareholders in their meeting date November 29, 2019. Hence, for the purposes of the giving effect to the accounting treatment as per the scheme, appointed date has been considered as April 1, 2019, which has been given effect to as under:
- (iv) **Demerger:**

**Assets and Liabilities of the combined FMCG business undertaking of the Group has been transferred to RU as under:**

		(₹ in lakhs)
Particulars		As at 1 <sup>st</sup> April, 2019
<b>Assets Transferred:</b>		
<b>Non-current assets</b>		
Property, Plant and Equipment		
- Tangible assets		
Gross Block	2,065.34	
Less: Accumulated Depreciation	(503.30)	1,562.04
- Intangible assets		
Gross Block	448.71	
Less: Accumulated Depreciation	(80.56)	368.15
- Capital Work-in-progress		609.83
Non-current investments		0.05
Deferred tax assets (Net)		169.73
Long-term loans and advances		992.37
<b>Current assets</b>		
Inventories		4,865.47
Trade receivables		4,763.92
Cash and bank balances		3,919.32
Short-term loans and advances		1,131.27
Other current assets		50.65
<b>Total Assets (A)</b>		<b>18,432.80</b>

# J. K. INVESTO TRADE (INDIA) LIMITED

## Notes to the Consolidated Financial Statements

	(₹ in lakhs)
Particulars	As at 1 <sup>st</sup> April, 2019
<b>Liabilities Transferred:</b>	
<b>Reserves &amp; Surplus</b>	
<b>Non-current Liabilities</b>	
Deferred tax Liabilities (Net)	61.51
Current liabilities	
Short-term borrowings	50.04
Trade payables	6,911.96
Other current liabilities	1,556.64
Short-term provisions	760.40
<b>Total Liabilities (B)</b>	<b>9,340.55</b>
<b>Employee stock options outstanding (C)</b>	<b>24.70</b>
<b>Net Assets transferred (A) - (B) + (C)</b>	<b>9,116.95</b>
<b>Less: Consideration received</b>	<b>-</b>
<b>Adjustment on transfer of FMCG Business Undertaking</b>	<b>9,116.95</b>

		(₹ in lakhs)	
	Particulars	Year ended March 31, 2020	Year ended March 31, 2019
(v)	<b>Discontinued Operations:</b>		
	The financial information relating to discontinued operations is set out below:		
	Total income	-	51,959.48
	Total expenses	-	48,919.26
	<b>Profit before exceptional items and tax</b>	-	3,040.22
	Exceptional items	-	500.00
	<b>Profit before tax</b>	-	2,540.22
	Tax expenses	-	842.69
	<b>Profit for the year from discontinuing operations</b>	-	1,697.53
(vi)	The net cash flows attributable to the discontinued operations are as below:		
	Net cash generated from/(used) from		
	Operating activities	-	(675.90)
	Investing activities	-	268.81
	<b>Net cash inflows/(outflows)</b>	-	(407.09)
(vii)	The carrying amount of assets and liabilities pertaining to discontinued operations:		
	<b>Non-current liabilities</b>		
	Deferred tax liabilities (Net)	-	61.51
	<b>Current liabilities</b>		
	Trade payables	-	6,656.38
	Other current liabilities	-	2,365.71
	Short-term provisions	-	359.23
	<b>Total liabilities</b>	-	<b>9,442.83</b>
	<b>Non-current assets</b>		
	Property, Plant and Equipment	-	1,561.99
	Intangible assets	-	368.15
	Capital Work in Progress	-	609.83
	Non-current investments	-	0.05
	Deferred tax assets (Net)	-	169.73
	Long-term loans and advances	-	1,409.37

# J. K. INVESTO TRADE (INDIA) LIMITED

## Notes to the Consolidated Financial Statements

		(₹ in lakhs)	
	Particulars	Year ended March 31, 2020	Year ended March 31, 2019
	<b>Current assets</b>		
	Inventories	-	4,865.47
	Trade receivables	-	4,763.92
	Cash and cash equivalents	-	4,217.32
	Short-term loans and advances	-	1,131.27
	Other current assets	-	50.64
	<b>Total assets of FMCG and Sexual Wellness Business</b>	-	<b>19,147.74</b>

For segmental information of discontinued operations - Refer Note 42.

(viii) Amalgamation of RCC with JKIT:

Pursuant to the scheme, the authorized capital of the Group increased from ₹ 800 lakhs comprising of, 20,000, 6% preference shares of ₹ 100 each, 40,000, 14% 10 year redeemable preference shares of ₹ 100 each and 74,00,000 equity shares of ₹ 10 each to ₹ 1,100 lakhs consisting of 20,000 6% Preference Shares of ₹ 100 each, 40,000, 14% 10 year redeemable preference shares of ₹ 100 each and 1,04,00,000 equity shares of ₹ 10 each.

(ix) Pursuant to the Scheme, RU will issue share option to all the eligible employees, who becomes employees of RU under the new Employee Share Option Scheme (ESOS) for share options held in JKHC. Considering this, share options reserve account stands transferred to RU.

(x) Pursuant to the Scheme, and as part of transfer and vesting of combined FMCG business undertaking of the Company to RU, foreign operations of the group stands transferred to RU and consequent to which, foreign currency translation reserve of the group has been transferred to retained earnings.

(xi) Cancellation and Reduction of share capital of RG:

Pursuant to the Scheme, by virtue of capital reduction done by RG, the group has lost entire control of its subsidiary RG and step down subsidiary RU.

Assets and Liabilities of the RG and RU disposed off:

	Particulars	Amount
	Assets	715.02
	Liabilities	423.19
	Net Assets	291.83
	Less: Consideration received	-
	<b>Loss on cessation of control of subsidiaries</b>	<b>291.83</b>

(xi) The Group has filed certified true copy of the order of NCLT sanctioning the scheme with the Registrar of Companies, Mumbai on March 27, 2020 and approval of which is awaited and considering the same, the Group continues to operate all business activities in respect of combined FMCG business undertaking in trust for RU, until such approval is received.

### Note 41 : Employee stock option plan

(1) Employee option plan

"J.K.Helene Curtis Limited - Employee Stock Option Scheme 2018" (ESOP 2018) was approved by shareholders in their extraordinary general meeting held on October 30, 2018, for granting Employee Stock Options in the form of Equity Shares linked to the completion of a minimum period of continued employment to the eligible employees of the Company monitored by the Nomination and remuneration committee (NRC). The eligible employees, including directors, for the purpose of ESOP 2018 will be determined by NRC from time to time. The Company shall issue not more than 19,600 options under ESOP 2018. The holders of the vested options are entitled to apply for one equity share of the Company, in accordance with the terms of the grant.

The details of grant under ESOP 2018:

(₹ in lakhs, unless otherwise stated)	
Particulars	Options Granted
Date of Grant	December 13, 2018
Numbers of options granted	9,566
Vesting Conditions	Graded vesting over a period of 3 years from the date of initial public offer (IPO)
Exercise Period	One year from Vesting
Exercise Price	10

# J. K. INVESTO TRADE (INDIA) LIMITED

## Notes to the Consolidated Financial Statements

Number of options granted, executed and forfeited:

(in Nos)

	As at March 31, 2020	As at March 31, 2019
Outstanding at the beginning of the year	9,566	-
Transfer pursuant to the Composite scheme of amalgamation and arrangement *	9,566	-
Granted during the year	-	9,566
Forfeited/Expired during the year	-	-
Exercised during the year	-	-
Outstanding at the end of the year	-	9,566
Exercisable at the end of the year	-	-
Unvested options at the end of the year	-	9,566

Effect of Share-based payment plan on the Statement of Profit and Loss:

(₹ in lakhs)

Particulars	March 31, 2020	March 31, 2019
Expense arising from employee stock option:		-
-Employee benefits expense (Refer note 26)	-	24.70

The Group has adopted the intrinsic value method as permitted by the Guidance Note on Accounting for Employee Share Based Payment issued by the Institute of Chartered Accountants of India in respect of stock options granted. The value of the underlying Shares has been determined by an independent valuer.

Had the compensation cost for employees' stock option been recognised based on fair value at the date of grant, the company's net profit and earning per share would not vary materially, in comparison with the compensation cost recognised based on intrinsic value as on the grant date.

The following assumptions were used for calculation of fair value of grants:

Particulars	March 31, 2020	March 31, 2019
Risk-free interest rate (%)	-	7.37%
Expected life of options (years)	-	4 years to 6.25 years
Expected volatility (%)	-	6.68%
Dividend yield	-	-
Attrition rate	-	30%

\* Refer Note 40(ix)

### Note 42 : Segment Information

The Group has considered nature of business for identification of Business Segments, in the context of Accounting Standard 17 on Segment Reporting. The business segment has been identified and reported taking into account the differing risk and returns, the organisation structure and internal financial reporting system.

The accounting policies adopted for segment reporting are in line with the accounting policies adopted for preparation of financial statements as disclosed in Note 2.

The Segment Revenues, Results, Assets and Liabilities include the respective amounts identifiable to each of the segment and amounts allocated on a reasonable basis.

The business segment comprises of the following:

**a) Investment Activity**

The segment comprises of companies dealing in investment of securities and other financial products.

**b) Cosmetics and Toiletries (till April 1, 2019)**

The segment comprises trading of Cosmetics, Soaps, Deodorants, Fresheners and Toiletries.

**c) Sexual Wellness (till April 1, 2019)**

The segment consists of manufacture of Latex Condoms other sexual wellness products.



# J. K. INVESTO TRADE (INDIA) LIMITED

## Notes to the Consolidated Financial Statements

### d) Others

The segment comprises of compensation for use of premises.

Particulars	Cosmetics & Toiletries *	Sexual Wellness *	Investment Activity	Others	(₹ in lakhs) Total
<b>Segment Revenue</b>	-	-	<b>219.78</b>	<b>21.97</b>	<b>241.75</b>
External Revenue	45,663.71	6,072.25	210.25	179.68	52,125.89
Inter-segment	-	-	-	-	-
	(82.11)	-	-	-	(82.11)
<b>Total Revenue</b>	-	-	<b>219.78</b>	<b>21.97</b>	<b>241.75</b>
	45,581.60	6,072.25	210.25	179.68	52,043.78
<b>Segment Result</b>	-	-	<b>219.78</b>	<b>15.95</b>	<b>235.73</b>
	3,088.06	2,092.36	210.25	159.07	5,549.74
<b>Unallocated income / (expenses) (Net)</b>	-	-	-	-	<b>(203.39)</b>
	-	-	-	-	(2,228.70)
<b>Exceptional item</b>	-	-	-	-	<b>43,392.20</b>
	-	-	-	-	619.70
<b>Tax Expense</b>	-	-	-	-	<b>(8,834.38)</b>
	-	-	-	-	(1,307.20)
<b>Profit for the year</b>	-	-	-	-	<b>34,590.16</b>
	-	-	-	-	2,633.54
<b>Segment Assets</b>	-	-	<b>50,384.19</b>	<b>11.77</b>	<b>50,395.96</b>
	11,455.80	1,725.85	14,482.56	15.61	27,679.82
<b>Unallocated Assets</b>	-	-	-	-	<b>292.43</b>
	-	-	-	-	6,271.32
<b>Total Assets</b>	-	-	-	-	<b>50,688.39</b>
	-	-	-	-	33,951.14
<b>Segment Liabilities</b>	-	-	-	-	-
	7,730.14	386.96	-	0.35	8,117.45
<b>Unallocated Liabilities</b>	-	-	-	-	<b>1,160.64</b>
	-	-	-	-	1,779.15
<b>Total Liabilities</b>	-	-	-	-	<b>1,160.64</b>
	-	-	-	-	9,896.60
<b>Segment Capital Expenditure</b>	-	-	-	-	-
	513.27	-	-	-	513.27
<b>Unallocated Capital Expenditure</b>	-	-	-	-	-
	-	-	-	-	945.57
<b>Segment Depreciation and Amortisation</b>	-	-	-	<b>0.16</b>	<b>0.16</b>
	136.71	35.86	-	0.24	172.81
<b>Unallocated Depreciation and amortisation</b>	-	-	-	-	<b>0.04</b>
	-	-	-	-	38.79
<b>Total Depreciation</b>	-	-	-	-	<b>0.20</b>
	-	-	-	-	211.60

Previous year's figures are shown in italics.

\* Refer Note no. 40

### Note 43

Previous year's figures have been regrouped/rearranged/recasted, wherever necessary, to conform to the current year's presentation.

As per our report of even date  
For **Price Waterhouse Chartered Accountants LLP**  
FRN : 012754N/N500016

For and on behalf of the Board

**Arunkumar Ramdas**  
Partner  
Membership number : 112433

**Gautam Hari Singhania**  
Chairman  
DIN: 00020088

**Mukesh Darwani**  
Company Secretary

**Sanjay Bahl**  
Director  
DIN: 00332153

Place : Mumbai  
Date : June 29, 2020

Place : Mumbai  
Date : June 29, 2020

