



ALTERNATIVE INVESTMENTS  
AND CREDITS LTD

[www.aicl-india.com](http://www.aicl-india.com)

CIN - U65993KL2000PLC014025



**20<sup>TH</sup>  
ANNUAL  
REPORT  
2020**

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**ALTERNATIVE INVESTMENTS AND CREDITS LIMITED**

**CIN - U65993KL2000PLC014025**

**Regd. Office: Room 40, 3<sup>rd</sup> Floor, CD Tower, Mini Bypass Road, Puthiyara, Kozhikode**

**NOTICE OF 20<sup>TH</sup> ANNUAL GENERAL MEETING (e-AGM)**

Notice is hereby given that the 20<sup>th</sup> Annual General Meeting of the Members of Alternative Investments and Credits Limited will be held on Monday 02<sup>nd</sup> November, 2020, at 2.00 p.m. (IST) through Video Conferencing ('VC')/Other Audio-Visual Means ('OAVM'), to transact the following business:

**Ordinary Business:**

**Item No. 1 – Adoption of Audited Standalone and Consolidated Financial Statements**

To receive, consider and adopt the Audited Standalone and Consolidated Financial Statements of the Company for the Financial Year ended March 31, 2020 together with the Reports of the Board of Directors and the Auditors thereon.

**Item No.2 – Declaration of Dividend**

- To declare dividend at 4.00 percent (4%) per equity share of face value Rs.10/- each for the Financial Year 2019-20.
- To declare dividend for partly paid equity shares in proportionate to their paid up value of shares, face value Rs.10/- each for the Financial Year 2019-20.

**Item No.3 –** To appoint a Director in place of Mr. Mookada Abdulrahiman Moosa (DIN: 00640202), who retires by rotation and being eligible, offers himself for re-appointment.

**Item No.4 –** To appoint a Director in place of Mr. Abdul Saleel Kolappurath (DIN: 03489379), who retires by rotation and being eligible, offers himself for re-appointment.

**Item No.5 –** To appoint a Director in place of Mr. Raziq Ahmed Perikinchira (DIN: 08231211), who retires by rotation and being eligible, offers himself for re-appointment

**Item No.6 – Appointment of Statutory Auditor**

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

"RESOLVED THAT pursuant to the provision of section 139, 142 and other applicable provisions of the companies Act 2013 and applicable provisions of the Companies (Audit and Auditors)Rules 2014, and other applicable provisions of the Act and Rules if any, M/s. M A Moideen & Associates, Chartered Accountants, Kochi, having FRN:002126S, who retire at the conclusion of this Annual General Meeting, being eligible and willing to act as Auditor be and are hereby re-appointed as Statutory Auditors of the Company to hold office from the conclusion of this Annual General Meeting till the conclusion of Annual General Meeting to be held in 2025, at a remuneration as may be decided by the Board in consultation with the Auditors plus applicable tax and reimbursement of travelling and out of pocket expenses incurred by them for the purpose of audit."



**Special Business:**

**Item No.7 – Reappointment of Managing Director Dr. Anver Padikkalakandy Cheriyath as Managing Director of the Company (DIN: 00628394)**

To consider and if thought fit, to pass with or without modification, the following resolution as an ordinary resolution:

“RESOLVED THAT pursuant to provisions of Section 196 read with Schedule V and other applicable Rules/Provisions, if any, of the Companies Act, 2013, that the re-appointment of Dr. Anver Padikkalakandy Cheriyath (DIN: 00628394) made by the Board of Directors on 13<sup>th</sup> June, 2020 to the office of Managing Director of the Company without any remuneration for a period of one year` with effect from April 3<sup>rd</sup> 2020, be and is hereby approved.”

**NOTES:**

- (a)** The Statement, pursuant to Section 102 of the Companies Act, 2013, as amended ('**Act**') with respect to Item Nos. 6 forms part of this Notice.
- (b)** In view of the global outbreak of the COVID-19 pandemic, the Ministry of Corporate Affairs ('**MCA**') has vide its General Circular No. 20/2020 dated May 5, 2020 in relation to 'Clarification on holding of annual general meeting (AGM) through video conferencing (VC) or other audio visual means (OAVM) read with General Circular No. 14/2020 dated April 8, 2020 and the General Circular No. 17/2020 dated April 13, 2020 in relation to 'Clarification on passing of ordinary and special resolutions by companies under the Companies Act, 2013 and the rules made thereunder on account of the threat posed by COVID-19' (collectively referred to as '**MCA Circulars**') permitted the holding of the AGM through VC or OAVM, without the physical presence of the Members at a common venue. In compliance with the provisions of the Act, and MCA Circulars, the 20<sup>th</sup> AGM of the Company is being held through VC/OAVM on Monday 02<sup>nd</sup> November, 2020 at 2.00 p.m. (IST). The deemed venue for the 20<sup>th</sup> AGM will be Room 40, 3rd Floor, CD Tower, Mini Bypass Road, Puthiyara, Kozhikode
- (c)** **PURSUANT TO PROVISIONS OF THE ACT, A MEMBER ENTITLED TO ATTEND AND VOTE AT THE AGM IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE AT THE MEETING ON HIS/HER BEHALF AND THE PROXY NEED NOT BE A MEMBER OF THE COMPANY. SINCE THIS AGM IS BEING HELD PURSUANT TO THE MCA CIRCULARS AND SEBI CIRCULAR THROUGH VC/OAVM, THE REQUIREMENT OF PHYSICAL ATTENDANCE OF MEMBERS HAS BEEN DISPENSED WITH. ACCORDINGLY, IN TERMS OF THE MCA CIRCULARS AND SEBI CIRCULAR, THE FACILITY FOR APPOINTMENT OF PROXIES BY THE MEMBERS WILL NOT BE AVAILABLE FOR THIS AGM AND HENCE THE PROXY FORM, ROUTE MAP AND ATTENDANCE SLIP ARE NOT ANNEXED TO THIS NOTICE.**
- (d)** In line with the MCA Circular dated May 5, 2020, the Notice of the AGM along with the Annual Report for the financial year ended 2019-20 is being sent only through electronic mode to those Members whose e-mail addresses are registered with the Company and no physical copy of the Notice has been sent by the Company to any member. The Notice has also been hosted on the website of the Company <http://aicl-india.com/reports>
- (e)** In compliance with the said Circulars, the Company has also published a public notice by way of advertisement made on 08<sup>th</sup> October 2020 in the principal vernacular language newspaper namely- “Madhyamam” and in English language in “The New Indian Express” in Calicut editions both having a wide



circulation, advising the members whose e-mail ids are not registered with the Company to register their e-mail ids with them.

- (f) The members who have not yet registered their e-mail ids with the Company may contact by emailing to [cs@aicl-india.com](mailto:cs@aicl-india.com) or by calling Mr. Faris, General Manager at Mobile No. **9846131969** or at 9645077886 for registering their e-mail ids on or before 12<sup>th</sup> October 2020. The Company shall send the Notice to such members whose e-mail ids get registered within the aforesaid time enabling them to participate in the meeting and cast their votes.
- (g) If there is any change in the e-mail ID already registered with the Company, members are requested to immediately notify such change to the Company at the email id or mobile number given in point no.(e)
- (h) In terms of the aforesaid Circulars, the businesses set out in the Notice will be transacted by the members only by poll which shall take place by way of email. The members shall cast their votes in the meeting on the resolutions only by sending e-mails through their e-mail addresses registered with the company while participating through VC facility. The e-mails shall be sent to the designated e-mail address of the company [agmievoting@aicl-india.com](mailto:agmievoting@aicl-india.com) only during the meeting. No advance voting is permitted. However, if less than 50 members are present at the meeting; the Chairman may decide to conduct the vote by show of hands unless a demand for poll is made in accordance with section 109 of the Act as per General Circular No. 14/2020 dated 08.04.2020.
- (i) Voting rights of the members (for voting through e-voting shall be in proportion to shares held by them as on the cut-off date 19<sup>th</sup> October 2020). A person, whose name is recorded in the Register of Members or in the Register of Beneficial owners (as at the end of the business hours) maintained by the company as on the cut-off date shall only be entitled to avail the facility of e-mail voting system provided in the Meeting.
- (j) The attendance of the Members attending the AGM through VC/OAVM will be counted for the purpose of reckoning the quorum under Section 103 of the Act.
- (k) In accordance with the aforementioned MCA Circulars, the Company has tied up with **Zoom** for providing the VC facility to the members for participating in the Meeting.

**The members are requested to follow the following instructions in order to participate in the Meeting through VC mechanism:**

- Members may attend the AGM using VC facility on a live streaming link as provided in the e-mail of notice by using the login credentials. The login-id and password to join the zoom meeting is as follows:

**Meeting Zoom ID: 856 9507 5431**

**Passcode: aicl**

- The entry to the meeting will be subject to first cum first serve basis subject to a maximum number of 500 members
- The facility for joining the Meeting shall be kept open 15 minutes before the time scheduled to start the meeting i.e. 1.45 Pm and 15 minutes after the expiry of the said scheduled time i.e. till 2.15 Pm;
- Participation of single member shall only be allowed at a time;



- Members are requested to **e-mail at [cs@aicl-india.com](mailto:cs@aicl-india.com) or call at 9645077886** in case of any technical assistance required at the time of log in/ assessing/ voting at the Meeting through VC;
- Members can participate in the AGM through desktop / laptop/smart phone / tablet. However, for better experience and smooth participation, it is advisable to join the Meeting through desktop / laptop connected through broadband.
- Members are requested to mute themselves and those members who wish to talk can leave a message in the chat option provided there in expressing their wish to talk. Only those members who express their concern to talk will be un-muted and allowed to speak at the meeting. Further, members will be required to allow camera, if any, and hence use internet with a good speed to avoid any disturbance during the meeting.

**Instructions for voting during AGM:**

- The facility of voting is provided to the members in order to avail their right to cast vote on the businesses to be transacted at the meeting as provided in the notice.
- The members are advised to cast their votes by entering the folio number in the ballot paper circulated during the meeting against each item of business to be transacted at the meeting and sent to the designated e-mail address of the company ([agmievoting@aicl-india.com](mailto:agmievoting@aicl-india.com))
- No advance voting is permitted as per MCA Circular.
- In case of joint holders attending the Meeting, only such joint holder who is higher in the order of names shall be entitled to vote.
- Only the members who have joined the meeting are allowed to vote

**(I) Book Closure and Dividend:** The Register of Members and Share Transfer Books of the Company will be closed from 20<sup>th</sup> day, October 2020 to 02<sup>nd</sup> day, November, 2020 (both days inclusive) for the purpose of payment of dividend for Financial Year 2019-20. The dividend of 4.00% per equity share of Rs. 10/- each , if declared by the Members at the AGM, will be paid subject to deduction of income-tax at source ('TDS') on and from 10<sup>th</sup> day, November 2020 as under:

To all the Members, after giving effect to valid transmission and transposition in respect of valid requests lodged with the Company as on close of business hours on 19<sup>th</sup> day, October 2020.

**Instructions on tax deductible at source on dividend:**

Members may note that pursuant to the Finance Act 2020, dividend income is taxable in the hands of the shareholders effective April 1, 2020 and the Company is required to deduct tax at source from dividend paid to Members at the prescribed rates in the Income Tax Act, 1961 ('IT Act'). For the prescribed rates for various categories, Members are requested to refer to the Finance Act, 2020 and amendments thereof. Members are requested to update their PAN with the Company

Submit a yearly declaration in Form No. 15G / 15H, to avail the benefit of non-deduction of tax at source by e-mail to [cs@aicl-india.com](mailto:cs@aicl-india.com) latest by Monday 02<sup>nd</sup> November, 2020. Shareholders are requested to note that in case their PAN is not registered, tax will be deducted at a higher rate of 20%.A Resident individual shareholder with PAN and who is not liable to pay income tax can

Non-resident shareholders can avail beneficial rates under tax treaty between India and their country of residence, subject to providing necessary documents i.e. No Permanent Establishment and Beneficial Ownership Declaration, Tax Residency Certificate, Form 10F, any other document which may be required



to avail the tax treaty benefits by sending an e-mail to [cs@aicl-india.com](mailto:cs@aicl-india.com). The aforesaid declarations and documents need to be submitted by the shareholders latest by 02<sup>nd</sup> day, November 2020.

In general, to enable compliance with TDS requirements, Members are requested to complete and/ or update their Residential status, PAN, Category as per the IT Act with the Company by sending documents through e-mail on or before Monday 02<sup>nd</sup> November, 2020.

- (m) Updation of mandate for receiving dividend directly in bank account through Electronic Clearing System or any other means in a timely manner:**
- (n)** Members those who are not submitted their signed KYC forms can visit the KYC form provided in the website of the company <http://aicl-india.com/reports> shall submit latest by Monday 02<sup>nd</sup> November, 2020
- (o)** The Members who are unable to receive the dividend directly in their bank accounts through Electronic Clearing Service or any other means, due to non-registration of the Electronic Bank Mandate, the Company shall dispatch the dividend warrant/ Bankers' cheque/ demand draft to such Members, upon normalisation of postal services and other activities.
- (p) Nomination facility:** As per the provisions of Section 72 of the Act, the facility for making nomination is available to the Members in respect of the shares held by them. Members who have not yet registered their nomination are requested to register the same by submitting Form No. SH-13. If a Member desires to cancel the earlier nomination and record a fresh nomination, may submit the same in Form SH-14. The said forms can be downloaded from the Company's website at Company <http://aicl-india.com/reports>
- (q)** To prevent fraudulent transactions, Members are advised to exercise due diligence and notify the Company of any change in address or demise of any Member as soon as possible.

By Order of the Board of Directors

Sd/-

Arif Ali Thottancheri  
Chairman  
Alternative Investments and Credits Ltd

**EXPLANATORY STATEMENT IN RESPECT OF THE SPECIAL BUSINESS PURSUANT TO SECTION 102 OF THE COMPANIES ACT 2013:**

**ITEM NO. 6**

The Board of Directors of the Company in its meeting held on June 13<sup>th</sup>, 2020 extended the term of appointment of Dr. Anver Padikkalakandy Cheriyath, Director (DIN: 00628394) as Managing Director, of the Company without remuneration for a further period of one year from April 3, 2020.



Brief particulars of the terms of re-appointment of and remuneration payable to Dr. Anver Padikkalakandy Cheriyath, Managing Director are as under:

- a. Remuneration: Nil
- b. The Managing Director shall have the right to manage the day-to-day business and affairs of the Company subject to the superintendence, guidance, control and direction of the Board of Directors of the Company.
- c. The Managing Director shall act in accordance with the Articles of Association, of the Company and shall abide by the provisions contained in Section 166 of the Act with regard to duties of Directors.
- d. The Managing Director shall adhere to the Company's Code of Conduct for Directors and Senior Management Personnel.
- e. Dr. Anver Padikkalakandy Cheriyath, Director satisfies all the conditions set out in Part-I of Schedule V of the Act and also conditions set out under Section 196 (3) of the Act for being eligible for his reappointment.

The above may be treated as a written memorandum setting out the terms of re-appointment of Dr. Anver Padikkalakandy Cheriyath under Section 190 of the Act.

Brief resume of Dr. Anver Padikkalakandy Cheriyath is given below:

Dr. Anver Padikkalakandy Cheriyath, a director of the Company since its inception, is a prominent physician, social worker and presently President of JDT Islam Charitable Trust and Executive Director of Iqra- International Hospital, Kozhikode. The Board of Directors recommends the resolution for the approval of the shareholders

Except Dr. Anver Padikkalakandy Cheriyath, being an appointee, none of the Directors of the Company and their relatives is concerned or interested, in the aforesaid resolution. The Board recommends resolution under item No.6 to be passed as an ordinary resolution.



## DIRECTORS' REPORT

Dear Shareholders,

The Board of Directors of your Company is pleased to present the 20<sup>th</sup> Annual Report of the Company together with audited financial statements for the year ended 31<sup>st</sup> March 2020.

### **1. Financial Result:**

The Company has recorded the following financial performance, for the year ended March 31, 2020

<b>Particulars</b>	<b>Current Financial Year (2020)</b>	<b>Previous Financial Year (2019)</b>
<i>Revenue from Operations</i>	47,36,461	22,62,325
<i>Other Income</i>	6,32,523	2,65,826
<i>Profit/loss before Depreciation, Finance Costs, Exceptional items and Tax Expense</i>	36,51,223	3,12,556
<i>Less: Depreciation/ Amortisation/ Impairment</i>	3,05,556	3,92,365
<i>Profit /loss before Finance Costs, Exceptional items and Tax Expense</i>	33,45,667	(79,809)
<i>Less: Finance Costs</i>	-	-
<i>Profit /loss before Exceptional items and Tax Expense</i>	33,45,667	(79,809)
<i>Add/(less): Exceptional items</i>	-	-
<i>Profit /loss before Tax Expense</i>	33,45,667	(79,809)
<i>Less: Tax Expense (Current &amp; Deferred)</i>	63,078	(95,056)
<i>Profit /loss for the year (1)</i>	32,82,589	15,247
<i>Total Comprehensive Income/loss (2)</i>	-	-
<i>Total (1+2)</i>	32,82,589	15,247
<i>Balance of profit /loss for earlier years</i>	(36,95,560)	(37,10,807)
<i>Less: Transfer to Debenture Redemption Reserve</i>	-	-



<i>Less: Transfer to Reserves</i>	-	-
<i>Less: Dividend paid on Equity Shares</i>	-	-
<i>Less: Dividend paid on Preference Shares</i>	-	-
<i>Less: Dividend Distribution Tax</i>	-	-
<i>Balance carried forward</i>	(4,12,971)	(36,95,560)

## **2. TRANSFER TO RESERVE:**

No transfer has been made to reserves this year. The board resolved to meet payment of Service Tax demand pertaining to previous years under SVLDRS from general reserve

## **3. DIVIDEND:**

- The Board has recommended declaring dividend at 4.00 percentages (4%) per equity share of face value Rs.10/- each for the Financial Year 2019-20.
- To declare dividend for partly paid equity shares in proportionate to their paid up value of shares, face value Rs.10/- each for the Financial Year 2019-20.

The Board has recommended dividend and will be paid out of profits for the year. The dividend on equity Shares is subject to the approval of the Shareholders at the Annual General Meeting ('AGM') scheduled to be held on Monday 02<sup>nd</sup> day, November, 2020 Pursuant to the Finance Act, 2020, dividend income is taxable in the hands of the shareholders effective April 1, 2020 and the Company is required to deduct tax at source from dividend paid to the Members at prescribed rates as per the Income Tax Act, 1961.

The Register of Members and Share Transfer Books of the Company will remain closed from 20<sup>th</sup> day, October, 2020 to 02<sup>nd</sup> Day November 2020 (both days inclusive) for the purpose of payment of the dividend for the Financial Year ended March 31, 2020.

## **4. STATEMENTS OF COMPANY 'S AFFAIRS**

During the year in review company could achieve a total turnover of Rs.53.68 Lacs, major income being the share of profit from the investment in partnerships. Company were able to recover from the written off accounts to the tune of Rs. 6.00 Lacs from various parties. Compared to the previous year we could control the Operating expenses to the tune of Rs.4.97 Lacs. We could join in partnership with some of the new Partnership firms, LLP and few private limited companies which helped us to generate a considerable turnover. More over AICL started a wholly owned subsidiary LLP in the name AICL Enterprises LLP for exploring more business opportunities.

## **5. CHANGE IN NATURE OF BUSINESS**

During the year of report there was no change in the nature of business of the company.



**6. MATERIAL CHANGES AND COMMITMENTS, IF ANY, AFFECTING THE FINANCIAL POSITION OF THE COMPANY WHICH HAVE OCCURRED BETWEEN THE END OF THE FINANCIAL YEAR OF THE COMPANY TO WHICH THE FINANCIAL STATEMENTS RELATE AND THE DATE OF THE REPORT:**

There have been no material changes and commitments, which affect the financial position of the company which have occurred between the end of the financial year to which the financial statements relate and the date of this Report

**7. CAPITAL STRUCTURE:**

SHARE CAPITAL	Current Year 2019-20 in Rupees	Previous Year 2018-19 In Rupees
Authorized Share Capital 100,00,000 Equity Shares of INR 10/- each	10,00,00,000	10,00,00,000
ISSUED, SUBSCRIBED & FULLY PAID 73,91,185 Equity Shares of INR 10/- each Issued & Subscribed Less: Calls in arrears [1,42,000 shares]	7,39,11,850 7,95,000	7,39,11,850 7,95,000
<b>TOTAL</b>	<b>7,31,16,850</b>	<b>7,31,16,850</b>

There were no changes in the capital structure of the company during the year under review.

**8. ISSUE OF SHARES OR OTHER CONVERTIBLE SECURITIES:**

The Company has not issued any Equity shares or other Convertible Securities during the Financial Year

**9. CREDIT RATING:**

No credit rating obtained by the Company

**10. INVESTOR EDUCATION AND PROTECTION FUND (IEPF):**

No amount of dividend was transferred by the company to the IEPF during the year.

In terms of section 125 of the Companies Act, 2013 any unclaimed dividend relating to the financial year 2012-13 is due for remittance on December 2<sup>nd</sup>, 2020 to the Investor Education and Protection Fund established by the Central Government. Members who have not encashed their Dividend Warrants within the validity period may contact the Company before December 2<sup>nd</sup> 2020 for assistance in this regard. It may be noted that once the amount in the unpaid Dividend account are transferred to the Investor Education and Protection Fund of the Central Government and the members would lose their right to claim such dividend from the Company.



Unclaimed Dividend for the year 2011-12 was fully paid

Information in respect of unclaimed and unpaid dividends declared for 2012-13 and thereafter

Financial year ended	Date of declaration of dividend	Amount lying in the unpaid dividend account	Last date for claiming unpaid dividend
March 31, 2013	September 26, 2013	2,16,650	2 <sup>nd</sup> December, 2020
March 31, 2015	September 30, 2015	2,62,920	6 <sup>th</sup> December, 2022

**11. MANAGEMENT:**

**(i) Re-appointment of Managing Director:**

The Board of Directors of the Company in its meeting held on June 13<sup>th</sup>, 2019 extended the term of appointment of Dr. Anver Padikkalakandy Cheriyath, Director (DIN: 00628394) as Managing Director, of the Company without remuneration for a further period of one year from April 3, 2020.

**(ii) Directors appointed during the year:**

Mr. Abdul Majeed Mallikathodi (DIN: 02451183) appointed w.e.f 19.08.2019.

**(iii) Director resigned during the year:**

Mr. Karumbil Mikacha Thakiyudheen (DIN: 07294553) resigned due to his engagements in other business from the Board on 19.08.2019.

**(iv) Directors retiring by rotation**

In terms of the provisions of sub-section (6) of Section 152 of the Companies Act 2013, two third (2/3<sup>rd</sup>) of the total number of Directors are liable to retire by rotation and out of which one third (1/3<sup>rd</sup>) retire by rotation at every Annual General Meeting.

At the ensuing Annual General Meeting, Mookada Abdulrahiman Moosa (DIN: 00640202), Mr. Abdul Saleel Kolappurath (DIN: 03489379) and Mr. Raziq Ahmed Perikinchira (DIN: 08231211), Directors, retire by rotation at the ensuing Annual General Meeting and being eligible offer themselves for re-appointment.

In view of the applicable provisions of the Companies Act, 2013, the Company is not mandatorily required to appoint any whole time KMPs

**12. DECLARATION OF INDEPENDENT DIRECTORS:**

The provisions of Section 149 of the Companies Act, 2013 pertaining to the appointment of Independent Directors do not apply to our Company.

**13. MEETINGS OF THE BOARD:**

The Board met 4 times during the year and on the following dates 24.04.2019, 19.08.2019, 16.12.2019 and 23.12.2019. In respect of each meeting proper notices were given, the proceedings were properly recorded and signed in minute's book maintained for the purpose. The maximum time gap between the two board meetings was not exceeding 120 days.

The composition and category of the Directors along with their attendance at Board Meetings for the financial year 2019 - 20 and at the previous Annual General Meeting of the Company are given below:



Name	Designation	DIN/PAN	Board Meetings Attended	Whether present at previous AGM held on 27.09.2019
ANVER PADIKKALAKANDY CHERIYATH	Managing Director	00628394	4	YES
ARIF ALI THOTTANCHERI	Director	00638834	2	YES
MOOKADA ABDULRAHIMAN MOOSA	Director	00640202	1	NO
PALEMBADIYAN NEDUMKULATHIL ALI	Director	00651063	1	NO
PURAKULAM MOHAMED HARIS	Director	01532787	1	NO
ABDUL RAHEEM CHAMNAD	Director	02243301	0	NO
ABDUL MAJEED MALLIKATHODI	Director	02451183	1	YES
MUHAMMED ABDUSSALAM	Director	02909211	1	YES
THENGHILAKATHE KOYA KUTTY HUSSAIN	Director	07278791	4	YES
KARUMBIL MIKACHA THAKHIYUDHEEN	Director	07294553	1	NA*
MOHAMED SALIH PANHA THODIYIL	Director	08234874	4	YES
RAZIQ AHMED PERIKINCHIRA	Director	08231211	1	YES
ABDULLA SALEEL KOLAPPURATH	Director	03489379	2	NO

\*NOT DIRECTOR AS ON AGM DATE

The last Annual General Meeting was held on 27th September 2019.

#### **Executive Committee of the Board**

Decisions taken on the Executive Meetings are placed before the Board and approved in the immediate **Board Meeting**.

Board Meeting convened on 19.08.2019 increased the members of Executive Committee to Six by adding Mr. Faris OK, General Manager.

The following are the members of Executive Committee Dr. P.C Anwar, Mohamed Salih Panha Thodiyil, Karumbil MikachaThakhiyudheen, Muhammed Abdussalam, Thenghilakathe Koya Kutty Hussain and Mr. Faris OK, General Manager. The Executive Committee met 17 times during the year.



**14. COMPANY'S POLICY RELATING TO DIRECTORS APPOINTMENT, PAYMENT OF REMUNERATION AND DISCHARGE OF THEIR DUTIES:**

The Company has not devised any policy relating to appointment of Directors, payment of Managerial remuneration, Directors qualifications, positive attributes, independence of Directors and other related matters as provided under Section 178(3) of the Companies Act, 2013.

**15. BOARD EVALUATION:**

Evaluation of the Board was made based on the role played by the Board in decision making, evaluating strategic proposals, discussing annual budgets, assessing adequacy of internal controls, review of risk management procedures etc. The evaluation of individual Director was carried out based on various parameters such as participation in the Board and its Committee meeting, contribution towards strategic proposals, suggesting risk mitigation measures, supporting in putting place internal controls, governance, leadership and talent development and managing external stakeholders

**16. PARTICULARS OF EMPLOYEES:**

During the year under review, no employee of the Company was in receipt of remuneration requiring disclosure under Rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

**17. DIRECTORS RESPONSIBILITY STATEMENT:**

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

In the preparation of the annual accounts for the year ended March 31, 2020, the applicable accounting standards read with requirements set out under Schedule III to the Act, have been followed and there are no material departures from the same.

- 1) The Directors have 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.
- 2) The Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.
- 3) The Directors have prepared the annual accounts on a 'going concern' basis.
- 4) The Company being unlisted, sub clause (e) of section 134(3) of the Companies Act, 2013 pertaining to laying down internal financial controls is not applicable to the Company.
- 5) The Directors have devised proper systems to ensure compliance with the provisions of all applicable laws and that such system are adequate and operating effectively.



**18. ADEQUATE INTERNAL FINANCIAL CONTROL:**

The Company has in place adequate internal financial controls with reference to financial statements. During the year such controls were tested and no reportable material weakness in the design or operation was observed.

**19. REPORTING OF FRAUD BY AUDITORS :**

There were no instances of fraud reported by the Statutory Auditors during the Financial Year 2019-20.

**20. DISCLOSURES RELATING TO SUBSIDIARIES, ASSOCIATES AND JOINT VENTURES:**

We have 3 subsidiaries and 2 associate companies as on March 31, 2020. During the year under review, the Board of Directors reviewed the affairs of material subsidiaries.

**Report on performance of subsidiaries, associates companies and joint ventures:**

**• Subsidiaries**

1. AICL Builders and Developers Limited, Wholly owned Subsidiary Company- Company during the year made a net profit of Rs. 1,80,942.
2. Destino Travel World Private Limited, Wholly owned Subsidiary Company- Company during the year made a net loss of Rs.41,659.
3. AICL Enterprises LLP, Wholly owned Subsidiary LLP - During the year the firm made a net profit of Rs.59,405
4. *Proxima Associates Private Limited, Subsidiary Company- Company has not completed the financial audit for the year ended March 2020, due to COVID 19 Pandemic , hence not considered for the consolidation of the accounts*

**• Associate**

1. Lamiya Apparels Private Limited, Associate Company- During the year the firm made a net loss of Rs.15,23,276. The business of the firm affected and we have decided to retrieve our share from the business and they already started buying back of the shares.
2. Flotila Safety Device Private Limited, Associate Company- *Company has not completed the financial audit for the year ended March 2020, due to COVID 19 Pandemic , hence not considered for the consolidation of the accounts*

We have, in accordance with Section 129(3) of the Act prepared Consolidated Financial Statements of the Company and all its subsidiaries, which form part of the Integrated Report. Further, the report on the performance and financial position of each subsidiary, associate, and salient features of their Financial Statements in the prescribed Form AOC-1 is annexed to this report (Annexure 1).



**21. DEPOSITS:**

The Company has not accepted any deposits.

**22. PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS UNDER SECTION 186:**

All loans and investments made by the Company during the financial year have been disclosed in the financial statements under respective notes and all are under conformity with section 186.

There were no guarantees made by the Company under Section 186 of the Companies Act, 2013 during the year under review.

**23. PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES UNDER SECTION 188:**

Transaction enter by the Company under Section 188 of the Companies Act, 2013 are in its ordinary course of business and on arm's length basis. (Form AOC-2 is attached as ANNEXURE II to this report.)

**24. CORPORATE SOCIAL RESPONSIBILITY:**

As per Section 135(1) CSR Policy is not applicable to the Company

**25. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO:**

Disclosures pertaining to conservation of energy, technology absorption, foreign exchange earnings and outgo, are not applicable to your company during the year under review.

**26. RISK MANAGEMENT:**

The Company has in place a mechanism to identify, assess, monitor and mitigate various risks to key business objectives. Risk are systematically addressed and discussed at the meeting of the Board of Directors of the Company.

**27. VIGIL MECHANISM:**

The company is not required to constitute a Vigil Mechanism pursuant to provisions of the Companies Act, 2013 and the rules framed there under.

**28. MATERIAL ORDERS OF JUDICIAL BODIES/ REGULATORS:**

There are no material orders passed by the regulators or courts or tribunals impacting the going concern status and company's operations in future.

**29. AUDITORS:**

M/s. M A Moideen & Associates, Chartered Accountants, Kochi, having FRN:002126S, hold office until the conclusion of the ensuing AGM and are eligible for re-appointment. Members of the Company at the AGM held on September, 30, 2015 had approved the appointment of M/s. M A Moideen & Associates, Chartered



Accountants as the Statutory Auditors for a period of five financial years i.e., up to March 31, 2020. The Board recommend their appointment subject to the approval of shareholders as Statutory Auditors of the Company to hold office from the conclusion of this Annual General Meeting till the conclusion of Annual General Meeting to be held in 2025.

### **30. AUDITOR'S REPORT**

The report of the Statutory Auditor forms part of the Annual Report 2019-20. The report of the Statutory Auditor forms part of the Annual Report 2019-20, contain the qualification's with regard to the following:

- A) Financials of subsidiary and associate companies and firms in which company is a partner not considered for consolidation of the company.
- B) The Subsidiary Destino Travel World Private Limited has prepared its financial statement on the basis that going concern assumption of the company is materially uncertain
- C) An outstanding Income Tax demand, Demand Identification Number (DIN):2017201537007042912C for the AY-2015-16, Rs.43,130/-

### **31. BOARD REPLY TO THE QUALIFICATIONS TO AUDITORS REPORT**

- A) Due to Covid-19 Pandemic the financials of subsidiary, associate Companies and firms in which company is a partner are unable to complete the audit procedure and hence, their financials are not available for consolidation.
- B) Board of Directors, at the beginning of the year, expected to restart and to make a movement towards the end of the year. But due to the unexpected pandemic the results are not advantageous. Though the effect of pandemic affected the plans of the management it still holds the expectation to revive the business soon and could be able to recover the loss in the coming years.
- C) Outstanding Income tax demand pertains to AY 2015-16 will be cleared together with the current year payments.

### **32. COMPLIANCE WITH SECRETARIAL STANDARDS:**

The Directors state that applicable Secretarial Standards, i.e. SS-1, SS-2, SS-3 and SS-4 relating to Meeting of Board of Directors, General Meeting, dividend and report of the Board of Directors respectively have been duly followed by the company

### **33. ANNUAL RETURN:**

The details forming part of the extract of Annual Return in Form MGT-9 is annexed herewith as Annexure III to this report.

### **34. MAINTENANCE OF COST RECORD:**

The central government has not prescribed maintenance of cost records under section 148(1) of the Companies' Act, 2013 read with the companies (Cost Records and Audit) Rules 2014, for any of the products dealt with/services rendered by the Company.



**35. DISCLOSURES PERTAINING TO THE SEXUAL HARASSMENT OF WOMEN AT THE WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013:**

The Company has in place an Anti-Sexual Harassment policy in line with the requirement of The Sexual Harassment of Women at Workplace (Prevention, Prohibition & Redressal) Act, 2013. Internal Complaints Committee (ICC) has been set up to redress complaints received regarding sexual harassment. There was no complaint received from any employee during the financial year 2019-20.

**36. PENALTIES/PUNISHMENT/COMPOUNDINGOFOFFENCES:**

There were no penalties / punishment / compounding of offences for the year ending March 31, 2020.

**For and on behalf of the Board**

**Sd/-**

**ARIF ALI THOTTANCHERI  
(DIN 00638834)**

**Chairman**

**Calicut**

**07/10/2020**

**Form AOC-1****Annexure I**

(Pursuant to first proviso to sub-section (3) of section 129 read with rule 5 of Companies (Accounts) Rules, 2014)

**Statement containing salient features of the financial statement of subsidiaries or associate companies or joint ventures**

**Part A Subsidiaries**

(Information in respect of each subsidiary to be presented with amounts in Rs.)

<b>Sl.no</b>	<b>Particulars</b>	<b>SUBSIDIARIES</b>		
1	Name of the subsidiary	AICL BUILDERS AND DEVELOPERS LIMITED	DESTINO TRAVEL WORLD PRIVATE LIMITED	PROXIMA ASSOCIATES PRIVATE LIMITED (Financials not yet finalized hence not considered for consolidation)
2	Reporting period for the subsidiary concerned, if different from the holding company's reporting period.	SAME AS HOLDING COMPANY	SAME AS HOLDING COMPANY	SAME AS HOLDING COMPANY
3	Reporting currency and Exchange rate as on the last date of the relevant Financial year in the case of foreign subsidiaries.	NOT APPLICABLE	NOT APPLICABLE	NOT APPLICABLE
4	Share capital	5,00,000	59,13,140	35,00,000
5	Reserves and surplus	(39,78,606)	(55,99,360)	-
6	Total assets	1,42,51,389	3,74,228	-
7	Total Liabilities	1,77,29,995	60,448	-
8	Investments	24,97,020	Nil	20,00,000
9	Turnover	26,92,125	91,440	-
10	Profit before taxation	2,11,581	(40,586)	-
11	Provision for taxation	30,647	1,073	-
12	Profit after taxation	1,80,942	(41,659)	-
13	Proposed Dividend	Nil	Nil	-
14	Extent of shareholding (in percentage)	100	100	57.14

**Part B Associates and Joint Ventures**

**Statement pursuant to Section 129(3) of the Companies Act, 2013 related to Associate Companies and Joint Ventures**

<b>Name of Associates</b>		LAMIYA APPARELS PRIVATE LIMITED (U18101KL2003PTC016465)	FLOTILA SAFETY DEVICE PRIVATE LIMITED (U74999KL2018PTC053153)
1.	Latest audited Balance Sheet Date	31/03/2020	-



2.	Shares of Associate held by the company on the year end	NO: 5974 Shares Amount of Investments in Associate 59,74,000 Extend of Holding (%) : 35.76%	NO: 400 Shares Amount of Investments in Associate 4,00,000 Extend of Holding (%) : 40%
3.	Description of how there is significant influence	Due to the percentage of the share capital	Due to the percentage of the share capital
4.	Reason why the associate is not consolidated	N.A.	Financials not yet finalized hence not considered for consolidation
5.	Net worth attributable to shareholding as per latest audited Balance Sheet	1,76,53,283	-
6.	Profit or Loss for the year		-
i.	Considered in Consolidation	(15,23,276)	-
ii.	Not Considered in Consolidation		-

Sd/-

Arif Ali Thottancheri  
Chairman  
DIN: 00638834

Sd/-

Dr. Anver Padikkalakandy Cheriyath  
Managing Director  
DIN:00628394

**Form No. AOC-2****ANNEXURE: II**

(Pursuant to clause (h) of sub-section (3) of section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014)

Form for disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in sub-section (1) of section 188 of the Companies Act, 2013 including certain arms length transactions under third proviso thereto

**1. Details of contracts or arrangements or transactions not at arm's length basis**

There were no contracts or arrangements or transactions entered into during the year ended 31st March, 2020, which were not arm's length basis

**2. Details of material contracts or arrangement or transactions at arm's length basis**

	Name of related party	Nature of relationship	Nature of contract	Duration of Contract	Date of approval by board	Salient terms	Amount in INR
<b>A. Key Managerial Personnel's</b>							
1	Amrutha P M	Company Secretary	Salary & Allowances	NA	NA	NA	3,77,000
2	P M Salih	Director, C.E.O	Salary & Allowances	NA	NA	NA	2,70,000
<b>B. Other Related Parties</b>							
1	AICL Builders and Developers Limited	Wholly owned Subsidiary Company	1.Unsecured Loan Provided 2.Unsecured Loan Repaid 3.Funding Charges receivable received	NA NA NA	NA NA NA	NA NA NA	50,000 32,52,496 9,66,000
2	Proxima Associates Private Limited	71.43% owned Subsidiary Company	1. Consultancy Charges Received	NA	NA	NA	36,000
3	Flotila Safety Devices Private Limited	Associate Company	1.Equity Shares Purchased 2.Consultancy Charges Received	NA NA	24.04.2019 NA	NA NA	4,00,000 10,000
4	M/s Archer Trading LLP	LLP in which company is a partner	1.Capital Contributed 2.Capital Withdrawn 3. Consultancy Charges 4. Profit Received	NA NA NA NA	23.12.2019 23.12.2019 NA NA	NA NA NA NA	15,00,000 25,00,000 10,000 2,28,841
5	M/s Le Rahat Hospitality (Calicut) LLP	LLP in which company is a partner	1.Interest on Capital 2.Profit Share 3.Drawings during the year	NA NA NA	NA NA NA	NA NA NA	1,67,486 4,078 95,193
6	M/s Little Beaver Infrastructures LLP	LLP in which company is a partner	1.Capital Withdrawn 2.Consultancy Charges 3.Profit Share	NA NA NA	19.08.2019 NA NA	NA NA NA	3,00,000 3,000 16,536



7	M/s AICL Enterprises LLP	Wholly owned LLP	1.Capital Contribution 2.Loan given to LLP 3.Sale of Plant and Machinery	NA	19.01.2019 24.04.2019 24.04.2019	NA	5,00,000 86,87,050 16,60,605
8	M/s Reizend IT Consultants	Firm in which company is a partner	1. .Capital Contribution 2.Consultancy Charges 3.Profit Share	NA NA	24.04.2019 NA	NA NA	25,00,000 10,000 4,92,338
9	M/s Rolex Group	Firm in which company is a partner	1.Profit Share 2.Interest on Capital	NA NA	NA NA	NA NA	3,26,777 3,00,000
10	M/s Perinthalmanna M.L Fashion	Firm in which company is a partner	1.Profit Share	NA	NA	NA	8,79,859
11	M/s Azeza Food Products	Firm in which company is a partner	1. Profit Share	NA	NA	NA	28,116
12	M/s Olive Solutions	Firm in which company is a partner	1.Capital Contributed 2.Profit Share	NA NA	13.06.2020 NA	NA NA	25,00,000 7,569
13	M/s Spader Tech Solutions	Firm in which company is a partner	1.Profit Share	NA	NA	NA	9,60,000
14	M/s Tardcon Security System	Firm in which company is a partner	1.Capital Contributed 2.Consultancy Charges 3.Interest on Capital 4.Profit Share Received	NA NA NA NA	24.04.2019 NA NA NA	NA NA NA NA	25,00,000 10,000 3,00,000 1,92,067

For and on behalf of the Board

Sd/-  
Arif Ali T  
(DIN: 00638834)  
Chairman

Kozhikode  
07/10/2020

**Annexure III****FORM NO. MGT.9****EXTRACT OF ANNUAL RETURN****As on the financial year ended on 31.03.2020**

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

**I. REGISTRATION AND OTHER DETAILS:**

i) CIN : U65993KL2000PLC014025  
ii) Registration Date : 23/06/2000  
iii) Name of the Company : ALTERNATIVE INVESTMENTS AND CREDITS LIMITED  
iv) Category / Sub-Category of the Company : Company Limited by Shares/ Non Govt. Company  
v) Address of the registered office: Room No 40, 3<sup>rd</sup> Floor, C.D. Tower Mini Bypass Road, Puthiyara, and contact details Kozhikode, Kerala- 673004  
vi) Whether listed company : No  
vii) Name, Address and Contact details of Registrar and Transfer Agent, if any : Integrated Registry Management Services Private Limited, 2nd Floor, Kences Towers, No.1 Ramakrishna Street, North Usman Road T Nagar, Chennai - 600017

Transfer Agent, if any

**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	Other financial services, except investment banking, insurance services and pension services	64990	86.56%
2	Other Financial Consultancy Services	64990	13.44%

**III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES--**

Sl. No.	Name and Address of The Company	CIN/GLN	Holding/ Subsidiary/ Associate	% of Shares Held	Applicable Section
1	AICL Builders and Developers Limited	U45200KL2009PLC024360	SUBSIDIARY	100%	2(87)
2	Destino Travel World Pvt Ltd.	U63040KL2014PTC036789	SUBSIDIARY	100%	2(87)
3	Proxima Associates Pvt Ltd.	U51434KL2018PTC054796	SUBSIDIARY	71.43%	2(87)



4	Lamiya Apparels Pvt Ltd.	U18101KL2003PTC016465	ASSOCIATE	35.75%	2(6)
5	Flotila Safety Devices Private Limited	U74999KL2018PTC053153	ASSOCIATE	40%	2(6)
6	TRIDZ TECHNOLOGIES PRIVATE LIMITED	U72200KA2012PTC063205	ASSOCIATE	19%	2(6)

**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				No. of Shares held at the end of the year				% Change during the year
	Dem at	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
<b>A. Promoters</b>									
<b>(1) Indian</b>									
a) Individual/HUF	-	40700	40700	0.55		40700	40700	0.55	-
b) Central Govt									
c) State Govt (s)									
d) Bodies Corp.									
e) Banks/Fl									
f) Any Other.									
<b>Sub-total (A) (1):-</b>									
<b>(2) Foreign</b>									
a) NRIs-individuals									
b) Other-individuals									
c) Bodies Corp.									
d) Banks / Fl									
e) Any Other....									
<b>Sub-total (A) (2):-</b>									
<b>Total shareholding of Promoter (A) = (A)(1)+(A)( 2)</b>	-	40700	40700	0.55	-	40700	40700	0.55	-
<b>B. Public Shareholding</b>									
<b>1. Institutions</b>	-	-	-	-	-	-	-	-	-
a) Mutual Funds									
b) Banks/Fl									
c) Central Govt									
d) State Govt(s)									
e) Venture Capital Funds									
f) Insurance Companies									
g) FIIs									
h) Foreign Venture									

Category of Shareholders	No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				% Change during the year
	Dem at	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
Capital Funds									
i) Others (specify)									
<b>Sub-total (B)(1):-</b>									
<b>2. Non-Institutions</b>	-	-	-	-	-	-	-	-	-
a) Bodies Corp.									
i) Indian									
ii) Overseas									
b) Individuals									
i) Individual shareholders holding nominal share capital up to Rs. 1 lakh	-	45,15,673	45,15,673	61.10	-	45,15,673	45,15,673	61.10	-
ii) Individual shareholders holding nominal share capital in excess of Rs 1 lakh	-	28,34,812	28,34,812	38.35	-	28,34,812	28,34,812	38.35	-
c) Others (specify)									
<b>Sub-total (B)(2):-</b>									
<b>Total Public Shareholding (B) = (B)(1) + (B)(2)</b>	-	<b>73,50,485</b>	<b>73,50,485</b>	<b>99.45</b>	-	<b>73,50,485</b>	<b>73,50,485</b>	<b>99.45</b>	-
C. Shares held by Custodian for GDRs & ADRs									
<b>Grand Total (A+B+C)</b>	-	<b>7391185</b>	<b>7391185</b>	<b>100</b>	-	<b>7391185</b>	<b>7391185</b>	<b>100</b>	-

**(ii) Shareholding of Promoters**

Sl.No.	Shareholder's Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% 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	Dr. Anver Padikkalakandy Cheriyath	10100	0.1366	NIL	10100	0.1366	NIL	
2	(legal heirs of Mr. P. Abdul Hameed)	100	0.0013	NIL	100	0.0013	NIL	
3	Mr. A.M. Abdul Kareem	100	0.0013	NIL	100	0.0013	NIL	

Sl.No.	Shareholder's Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% 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	
4	Mr. O. Abdurahman	100	0.0013	NIL	100	0.0013	NIL	
5	Mr. K.V. Mohamed Zakir	20100	0.2719	NIL	20100	0.2719	NIL	
6	Mr. Abdul Raheem Chamnad	100	0.0013	NIL	100	0.0013	NIL	
7	Mr. Manadath Moidu Jamal	10100	0.1366	NIL	10100	0.1366	NIL	

(iii) Change in Promoters' Shareholding (please specify, if there is no change) NO

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

Sl. No.	Shareholder's Name	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1	Mr. Kothat Bava	181500	2.46	181500	2.46
2	Mr. Shahoo T.A.	100000	1.35	100000	1.35
3	Mr. P.C.P. Usman	60000	0.81	60000	0.81
4	Mr. K. Abdullah Habeeb	50000	0.68	50000	0.68
5	Mr. Poolakodan Ebrahim	50000	0.68	50000	0.68
6	Mr. Yasir M.A.	50000	0.68	50000	0.68
7	Dr. M. Ali	50000	0.68	50000	0.68
8	Mr. Ali Kunhalil	50000	0.68	50000	0.68
9	Mr. Shayke Mohammed Karakkunnu	50000	0.68	50000	0.68
10	K.K. Mammuni Moulavi	50000	0.68	50000	0.68
11	Mr. T.P. Kunhabdulla	50000	0.68	50000	0.68
12	Mr. Mohamed Nazir	50000	0.68	50000	0.68
13	Mr. Jumanath Abdul Nazar	50000	0.68	50000	0.68

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

Sl. No.	Name	DIN	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
			No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1	Dr. Anver Padikkalakandy Cheriyath	00628394	10100	0.1366	10100	0.1366
2	Mr. Arif Ali Thottancheri	00638834	-	-	2500	0.0034
3	Mr. Palembadiyan Nedumkulathil Ali	00651063	10000	0.1353	10000	0.1353
4	Mr. Abdul Raheem Chamnad	02243301	100	0.0013	100	0.0013

**V. INDEBTEDNESS**

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

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

## VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

- A. Remuneration to Managing Director, Whole-time Directors and/or Manager: Nil
- B. Remuneration to other directors: Nil
- C. Remuneration to Key Managerial Personnel other than MD/Manager/WTD:

Sl. no.	Particulars of Remuneration	Key Managerial Personnel			
		CEO	Company Secretary	CFO	Total
1.	Gross salary (a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961 I)Amrutha PM (b) Value of perquisites u/s 17(2) Income-tax Act, 1961 (c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	-	3,77,000	-	-
2.	Stock Option				
3.	Sweat Equity				
4.	Commission - as % of profit - others, specify...				
5.	Others, please specify				
	<b>Total</b>	-	<b>3,77,000</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/CO URT]	Appeal made, if any (give Details)
<b>A. COMPANY</b>					
Penalty					
Punishment					
Compounding					
<b>B. DIRECTORS</b>					
Penalty					



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

For and on behalf of the Board

Sd/-  
Arif Ali T  
(DIN: 00638834)  
Chairman

Kozhikode  
07/10/2020

### **INDEPENDENT AUDITORS' REPORT**

**To The Members of Alternative Investments and Credits Limited**

#### **Report on the Standalone Financial Statements**

##### **Opinion**

We have audited the standalone financial statements of Alternative Investments and Credits Limited ("the Company"), which comprises the Balance Sheet as at 31<sup>st</sup> March 2020, the statement of Profit and Loss and statement of Cash Flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by 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, and its profit, and its cash flows for the year ended on that date **except for the matters stated in basis of qualified opinion paragraph.**

##### **Basis for Qualified Opinion**

The Subsidiary Destino Travel World Private Limited has prepared its financial statement on the basis that going concern assumption of the company is materially uncertain. The same is reflected in Note No-8 under the head investment. But, no provision has been made to recognise the permanent diminution of Rs 59,13,140/- in the value of investment on the assumption that the effect on going concern of the subsidiary is temporary in nature due to the impact of COVID-19. Also, the company has not made provision for the investments which are considered doubtful by the company. viz, Malabar marketing Rs 15,15,000 and Zohra Granite Rs 62,44,05.

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

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

The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Management Report and Chairman's Statement, but does not include the standalone financial statements and our auditor's report thereon.

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

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

When we read the Management Report and Chairman's Statement, if we conclude that there is a material misstatement therein, we are required to communicate that matter to those charged with governance. Since we are not made available with the said other information, we are not in a position to comment on the same.

#### **Responsibility of Management for Standalone Financial Statements**

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance, (changes in equity) 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 implementation and maintenance of 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 statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

Those Board of Directors are also responsible for overseeing the company's financial reporting process

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

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- 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 Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

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

As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the **"Annexure A"** a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

As required by Section 143(3) of the Act, we report that:

1. 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, **except**:
  - a. The Audited financial statements of the components in which company has made investment :

Particulars	Investments as on 31-03-2020 (Rupees)	Receivables as on 31-03-2020 (Rupees)
Proxima Associates Private Limited	25,00,000	4,763
Flotila Safety Devices Private Limited	4,00,000	-----
M/s Perinthalmanna M.L Fashions	24,65,000	27,27,359
M/s Azeeza Food Products	10,00,000	-----
M/s Malabar Marketing	15,15,000	-----
M/s Zohra Granites	6,24,405	1,51,158
M/s Archer Trading LLP	15,00,000	-----

- b. The Financial Statements of M/s. Spader Tech Solutions provided for our verification was authorised by the board of directors of the company but was not audited by any Independent Auditor.
- c. Balance confirmation from Legal Firm, Naik Naik & Company, to whom amount of Rs.1,15,256 is paid as advance.
- 2. 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.
- 3. The Balance Sheet, the Statement of Profit and Loss and the Cash Flow Statement dealt with by this Report are in agreement with the books of accounts.
- 4. In our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014, ***except AS – 13 Accounting for Investments which requires the company to provide provision for permanent diminution in the value of investments. The company has not taken necessary steps to evaluate whether there is any permanent diminution in the value of investments.***
- 5. On the basis of written representations received from the directors as on 31<sup>st</sup> March, 2020 taken on record by the Board of Directors, none of the directors is disqualified as on 31<sup>st</sup> March, 2020 from being appointed as a director in terms of Section 164(2) of the Act.
- 6. With respect to the adequacy of the internal financial controls over financial reporting of the company and the operating effectiveness of such control, refer to our separate report in "**Annexure B**".
- 7. 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 affecting the financial position of the company in its financial statements
  - ii. The Company does not have any long-term contracts requiring a provision for material foreseeable losses.
  - iii. The Company does not have any amounts required to be transferred to the Investor Education and Protection Fund.

For M A Moideen & Associates  
 Chartered Accountants  
 (Firm's Registration No.002126 S)  
 Sd/-

Razee Moideen, B.Com, FCA  
 Partner  
 M.No. 235281

Place: Kochi

Date: 07.10.2020

UDIN: 20235281AAAAEC8914

### ANNEXURE A TO THE INDEPENDENT AUDITOR'S REPORT

In terms of Companies (Auditor's Report) Order 2016, issued by Central Government of India, in terms of section 143(11) of The Companies Act, 2013, we further report, on the matters specified in paragraph 3 and 4 of the said Order, that:-

- I. (a) The company is maintaining proper records showing full particulars, including quantitative details and situation of fixed assets.  
  
 (b) Fixed assets have been physically verified by the management at regular intervals and no material discrepancies were noticed on such verification.  
  
 (c) The title deeds of immovable properties shown in the financial statements are held in the name of the company.
- II. Since the company is an investment company there is no inventory held by the company. Hence paragraph 3(II) of the order is not applicable.
- III. The company has granted the following loans to parties covered in register maintain u/s 189 of the act:

Party	Nature of the Loans	Amount Outstanding
AICL Builders & Developers Limited	Participation Finance	1,26,61,852
Tridz Technologies Private Limited	Unsecured Loan	23,10,000
Perinthalmanna M.L Fashions	Unsecured Loan	25,35,000
AICL Enterprises LLP	Unsecured Loan	90,65,160

- a) The terms and conditions of the loans are not *prima facie* prejudicial to the company's interest.  
  
 b) The receipt of interest and principal are regular as per the terms agreed between the parties, which are subsequently extended by the board of directors of parties of both sides and there is no overdue interest or principal outstanding.
- IV. In respect of loans, investments, guarantees and securities the company has complied with section 185 of the Companies Act, 2013. Since the company is an investment company whose principal business is acquisition of securities, section 186 shall not apply to investments made by the company. In respect of loans, guarantees and securities provided by the company, the company has complied with section 186 of the Companies Act, 2013 ***except sub-section 7 of the said section, requiring the company to provide loans at interest not lower than the rates specified in the said section.***
- V. The company has not accepted any deposits. Accordingly, paragraph 3(V) of the order is not applicable.
- VI. The Central Government has not prescribed the maintenance of cost records under section 148(1) of the Act to the company.
- VII. (a) The company is generally regular in depositing undisputed statutory dues including income tax, sales tax, service tax, and duty of custom, duty of excise; value added tax, cess or any other statutory dues with appropriate authorities.

(b) The company has no undisputed dues of Income Tax/Value Added Tax/Service Tax/Excise Duty/Customs Duty which are outstanding for more than six months **except an Income Tax demand, Demand Identification Number (DIN):2017201537007042912C for the AY-2015-16, ` 43,130/-**

(c) According to the information and explanations given to us there are no dues of income tax, sales tax, service tax, duty of custom, duty of excise, value added tax, cess or any other statutory dues which have not been deposited on account of any dispute.

- VIII. The Company does not have any loans or borrowings from any financial institution, banks, government or debenture holders during the year. Accordingly, paragraph 3(viii) of the Order is not applicable
- IX. The Company has not raised money by way of IPO or FPO and term loans. Accordingly, paragraph 3(ix) of the order is not applicable.
- X. Based upon the audit procedures performed and information and explanations given by the management, we report that no fraud by the company or on the company by its officers/employees have been noticed or reported during the year.
- XI. According to the information and explanations given to us and based on our examination of the records of the Company, the Company has paid managerial remuneration in accordance with the requisite approvals mandated by the provision of Section 197 read with Schedule V to the Act.
- XII. The Company is not a Nidhi Company. Accordingly, paragraph 3(xii) of the order is not applicable.
- XIII. The transactions entered into with related parties are in compliance with section 177 & 188 of The Companies Act 2013 and the details have been disclosed in the financial statements as required by the applicable accounting standards.
- 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 directors or persons connected with the directors, during the year.
- XVI. The company has discontinued the business of financing for which registration under section 45 IA of the RBI Act, 1934 was required, on cancellation of the license by the RBI. The company has challenged the said order in the High Court of Bombay.

For M A Moideen & Associates  
 Chartered Accountants  
 (Firm's Registration No.002126 S)  
 Sd/-

Razee Moideen, B.Com, FCA  
 Partner  
 M.No. 235281

Place: Kochi

Date: 07.10.2020

UDIN: 20235281AAAAEC8914

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

We have audited the internal financial controls over financial reporting of **ALTERNATIVE INVESTMENTS AND CREDITS LIMITED** 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**

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.

These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

#### **Auditors' Responsibility**

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects. Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

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

#### **Meaning of Internal Financial Controls over Financial Reporting**

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that;

- (1) Pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;
- (2) Provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and

expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and

(3) Provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

#### **Inherent Limitations of Internal Financial Controls over Financial Reporting**

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

#### **Opinion**

In our opinion, the company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 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 M A Moideen & Associates  
Chartered Accountants  
(Firm's Registration No.002126 S)

Sd/-

Razee Moideen, B.Com, FCA  
Partner  
M.No. 235281

Place: Kochi  
Date: 07.10.2020

UDIN: 20235281AAAAEC8914

# ALTERNATIVE INVESTMENTS AND CREDITS LIMITED

CIN:U65993KL2000PLC014025

Room No 40, 3rd Floor, CD Tower, Mini Bypass Road, Puthiyara, Kozhikode - 673004

## BALANCE SHEET AS AT 31.03.2020

Particulars	Notes	As at 31-03-2020	As at 31-03-2019
		₹	₹
<b>I. EQUITY AND LIABILITIES</b>			
<b>(1) Shareholders' Funds</b>			
(a) Share Capital	2	7,31,16,850	7,31,16,850
(b) Reserves and Surplus	3	46,21,341	32,91,442
<b>(2) Current Liabilities</b>			
(a) Trade Payables	4	4,116	-
(b) Other Current Liabilities	5	26,57,830	6,14,208
(c) Short Term Provisions	6	84,000	84,000
<b>Total</b>		<b>8,04,84,137</b>	<b>7,71,06,499</b>
<b>II. ASSETS</b>			
<b>(1) Non-Current Assets</b>			
(a) Property, Plant and Equipment			
(i) Tangible Assets	7	48,64,891	63,43,336
(ii) Intangible Assets	7	3,600	7,200
(b) Non-Current Investments	8	3,98,98,854	3,27,04,045
(c) Deferred Tax Asset	9	2,81,604	3,44,682
(d) Long Term Loans and Advances	10	1,28,58,734	1,30,10,184
(e) Other Non - Current Assets	11	1,15,256	1,15,256
<b>(2) Current Assets</b>			
(a) Trade Receivables	12	64,72,014	68,08,548
(b) Cash and Cash Equivalents	13	16,47,894	1,13,06,265
(c) Short-Term Loans and Advances	14	1,39,83,350	59,00,686
(d) Other Current Assets	15	3,57,940	5,66,298
<b>Total</b>		<b>8,04,84,137</b>	<b>7,71,06,499</b>
Notes forming part of accounts		-	-

As per our report of even date attached

For and on behalf of Board of Directors

For M A Moideen & Associates

Chartered Accountants

F.R. No. 002126 S

Arif Ali T  
Chairman  
DIN: 00638834

Anver P C  
Managing Director  
DIN: 00628394

Razee Moideen, B.com, FCA  
Partner  
M.No. 235281

Amrutha PM  
Company Secretary  
M.No: A 49114

Place: Calicut  
Date: 07.10.2020

Place: Ernakulam  
Date: 07.10.2020

# ALTERNATIVE INVESTMENTS AND CREDITS LIMITED

CIN:U65993KL2000PLC014025

Room No 40, 3rd Floor, CD Tower, Mini Bypass Road, Puthiyara, Kozhikode - 673004

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

Particulars	Notes	Current Year ₹	Previous Year ₹
<b><u>I. Revenue</u></b>			
Revenue from Operations	16	47,36,461	22,62,325
Other Income	17	6,32,523	2,65,826
<b>Total Revenue</b>		<b>53,68,984</b>	<b>25,28,151</b>
<b><u>II. Expenses:</u></b>			
Employee Benefits	18	8,00,000	15,11,589
Depreciation and Amortization Expense	7	3,05,556	3,92,365
Other Expenses	19	9,17,761	7,04,006
<b>Total Expenses</b>		<b>20,23,317</b>	<b>26,07,960</b>
III. Profit before exceptional and extraordinary items and tax (I - II)		33,45,667	(79,809)
IV. Exceptional/Extraordinary Items		-	-
<b>V. Profit before Tax</b>	(III - IV)	<b>33,45,667</b>	<b>(79,809)</b>
VI. Tax expense			
-Current Tax		-	
-Deferred Tax		63,078	(95,056)
<b>VII. Profit/(Loss) for the year from operations (V-VI)</b>		<b>32,82,589</b>	<b>15,247</b>
<b>VIII. Profit for the year</b>		<b>32,82,589</b>	<b>15,247</b>
IX. Earning per equity share - Basic & Diluted	21	0.44	0.00
Notes forming part of accounts			

As per our report of even date attached

For and on behalf of Board of Directors

For M A Moideen & Associates

Chartered Accountants

F.R. No. 002126 S

Arif Ali T

Anver P C

## Chairman

## Managing Director

DIN: 00638834

DIN: 00628394

Razee Moideen, B.com, FCA

## Partner

M.No. 235281

Amrutha PM

## Company Secretary

M.No: A 49114

Place: Calicut

Date: 07.10.2020

Place: Ernakulam

Date: 07.10.2020

# ALTERNATIVE INVESTMENTS AND CREDITS LIMITED

CIN:U65993KL2000PLC014025

Room No 40, 3rd Floor, CD Tower, Mini Bypass Road, Puthiyara, Kozhikode - 673004

## NOTES ON FINANCIAL STATEMENTS

### NOTE 1

#### 1. Background

Alternative Investments And Credits Limited (AICL) was incorporated on 23.06.2000 and is an investment company. The company was registered as a Non-Banking Financial Company, and was functioning as Non-Banking Financial Company. The company has discontinued the said business as the Reserve Bank of India has cancelled the NBFC license of the company. The company has challenged the same and the case is pending in the High Court of Bombay. Currently the company is engaged in the business of investing in Companies, Limited Liability Partnerships and Partnership Firms.

#### 2. The significant Accounting Policies followed by the company are as stated below:

##### General

The financial statements are prepared under historical cost convention. These statements have been prepared in accordance with applicable mandatory Accounting Standards and relevant presentational requirements of The Companies Act 2013.

##### Use of Estimates

The preparation of financial statements in conformity with the Generally Accepted Accounting Principal (GAAP) requires the management to make estimates and assumptions that affect the reported amounts of assets and liabilities, the disclosure of contingent liabilities on the date of the financial statements and reported amount of income and expenses during the period. Actual figures may differ from these estimates. Any revision to accounting estimates is recognised prospectively in current and future periods.

##### Fixed Assets

Fixed Assets are stated at historical cost less accumulated depreciation. Intangible assets from which future economic benefits are expected to flow to the company are recognised in the balancesheet, net of any accumulated amortisation.

##### Depreciation

Depreciation has been charged on fixed assets under Written Down Value Method based on the useful life of assets.

##### The management estimates the useful life of the fixed assets as follows:

Building	60 Years
Furniture & Fittings	10 Years
Computer	3 Years
Telephone	10 Years
Motor Cycle	10 Years
UPS	3 Years
Printer	3 Years
Air Conditioner	10 Years
Camera	13 Years

Intangible asset being computer software is amortised as per Accounting Standard 26 - Intangible Assets

### **Revenue Recognition**

Revenue from service is categorised:

- (a) Consultancy Charges: Recognised periodically, when the services are completed
- (b) Funding Charges: Recognised periodically, based on terms agreed between the borrower and company
- (c) Revenue from Partnership: Recognised based on annual profit of the partnership firm
- (d) Dividends: Recognised when the right to receive the payment is established.

No revenue is recognized when there is significant uncertainty regarding collection of revenue

### **Employee Benefits**

- a. Short term employee benefits such as salaries wages bonus and incentives which fall due within 12 months of the period in which the employee renders the related services which entitles him to avail such benefits are recognized on an undiscounted basis and charged to the profit and loss account.
- b. Defined Contribution Plans - The Company is not covered under any contribution plans
- c. Defined benefit plan: The company is not statutorily obliged to be covered by defined benefit plans

### **Taxes on Income**

Income-tax expense comprises current tax and deferred tax charge or credit. The current tax is determined as the amount of tax payable in respect of the estimated taxable income for the period. The deferred tax charge or credit is recognised using prevailing enacted or substantively enacted tax rates. Where there are unabsorbed depreciation or carry forward losses deferred tax assets are recognised only if there is virtual certainty of realisation of such assets. Other deferred tax assets are recognised only to the extent there is reasonable certainty of realisation in future. Deferred tax assets are reviewed at each Balance Sheet date based on developments during the year and available case laws to reassess realisation/liabilities.

### **Investments**

The company, being an investment company, recognises long term investments in partnership firms, Limited Liability Partnerships and companies at cost. The company reviews the quality of the investments for determining permanent diminution in value of assets on a periodic basis to account for impairment, if any.

### **Impairment of Assets**

The carrying amount of assets is reviewed at each Balance Sheet date to check whether there is any indication of impairment based on internal/external factors. An impairment loss will be recognised wherever the carrying amount of an asset exceeds its estimated recoverable amount. The recoverable amount is the greater of the assets net selling price and value in use.

### **Provisions Contingent liabilities and Contingent Assets**

The company creates a provision when there is a present obligation as a result of past event that probably requires an outflow of resources and a reliable estimate can be made of the amount of obligation. A disclosure for a contingent liability is made when there is a possible obligation that may but probably will not require an outflow of resources. When there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote no provision or disclosure is made. Contingent assets are neither recognised nor disclosed in the financial statements.

PARTICULARS	Current Year	Previous Year
	₹	₹
<b>2.SHARE CAPITAL</b>		
<b>A. Authorised</b>		

100,00,000 equity shares of Rs 10/- each (Previous year 100,00,000 equity shares of Rs 10 /- each)	10,00,00,000	10,00,00,000
	<b>10,00,00,000</b>	<b>10,00,00,000</b>

#### **B. Issued Subscribed and Paid-up**

73,91,185 equity shares of ₹10/- each (Previous year 73,91,185 equity shares of ₹10/- each) - 1,42,000 shares not fully paid Less: Calls in arrears:-	7,39,11,850	7,39,11,850
Others (142,000 shares)	7,95,000	7,95,000
	<b>7,31,16,850</b>	<b>7,31,16,850</b>

#### **2.1 Reconciliation of no. of Shares**

Particulars		Number	₹
Balance at the beginning of the year		73,91,185	7,39,11,850
Issue During the year		-	-
Balance at the end of the year		73,91,185	7,39,11,850

#### **2.2 No Shareholders is holding more than 5% Shares in the Company as at 31.03.2020 and 31.03.2019**

#### **2.3 Terms/Rights attached to the Equity Shares:**

The Company has only one class of Equity Shares having a par value of Rs.10 per share. Each holder of the Equity Shares is entitled to one vote per share.

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

	As at 31st March 2020	As at 31st March 2019
2.4 Shares in respect of each class in the company held by its holding company or its ultimate holding company including shares held by its subsidiaries or associates of the holding company or by the subsidiaries or associate of the holding company or the ultimate holding company in aggregate :	Nil	Nil
2.5 Shares reserved for issue under options and contracts /commitments	Nil	Nil
<b>2.6 During the last Five years</b>		
1 ) Aggregate Number and class of shares allotted as fully paid up pursuant to contracts without payment being received in cash	Nil	Nil
2) Aggregate number and class of shares allotted as fully paid up by way of Bonus shares	Nil	Nil
3) Aggregate number and class of shares bought back	Nil	Nil
<b>2.7 Terms if any of securities convertible into Equity/ Preference shares issued along with the earliest date of conversion in descending order starting from the farthest such date</b>	Nil	Nil
<b>2.8 Calls Unpaid</b>		
By Directors	Nil	Nil
By Officers	Nil	Nil

### 3. RESERVES & SURPLUS

Particulars	Current Year ₹	Previous Year ₹
<b>A. Profit and Loss Account</b>		
Balance at the beginning of the year	(36,95,560)	(37,10,807)
Profit for the Year	32,82,589	15,247
<b>Total Profit &amp; Loss account</b>	<b>(4,12,971)</b>	<b>(36,95,560)</b>
<b>B. General Reserve</b>		
Less: Appropriations:		
Service tax paid under SVLDRS	19,52,690	-
<b>C. Securities premium account</b>	<b>10,63,151</b>	<b>10,63,151</b>
<b>Total Reserves &amp; Surplus</b>	<b>46,21,341</b>	<b>32,91,442</b>

The articles empowers the board to utilise reserves at its discretion to meet any contingency. Accordingly the board resolved to meet payment of Service Tax demand pertaining to previous years under SVLDRS from general reserve

### 4. TRADE PAYABLES

For Services	4,116	-
	<b>4,116</b>	<b>-</b>

### 5. OTHER CURRENT LIABILITIES

Unclaimed Dividend	4,79,570	5,76,348
Other Payables	78,260	37,860
Rent Deposit	1,00,000	-
Advance received for share transfer	20,00,000	
	<b>26,57,830</b>	<b>6,14,208</b>

### 6. SHORT TERM PROVISIONS

Provision for Audit Fee	84,000	84,000
	<b>84,000</b>	<b>84,000</b>

### 8. NON-CURRENT INVESTMENTS

#### Investment in Unquoted Equity Instruments

Investment in Wholly Owned Subsidiaries		
AICL Builders and Developers Limited	5,00,000	5,00,000
(50,000 equity shares of Rs 10/- each fully paid - up)		
Destino Travel World Private Limited	59,13,140	59,13,140

(5,91,314 equity shares of Rs 10/- each fully paid - up)

The component Destino Travel World Private Limited had revived its operations by developing the web portal and integration with vendor, due to which the component had started generating revenues during the year. Due to the impact of COVID - 19 and the related restrictions and uncertainties, the industry in which the Component belongs to, is under significant threat. The board of the component has prepared the financial statements with assumption of presence of material uncertainty in the ability of the company to continue as going concern. After due discussions with the management and in the board of AICL, it is concluded that existing scenario is temporary in nature and the component is expected to revive the business and generate positive cash flows on the shift in scenario on containment of the pandemic COVID - 19. Accordingly, the board is of the opinion that the diminution in value of investment in the component is not permanent and does not require provision for diminution in value.

Investment in Other Subsidiary			
Proxima Associates Private Limited	25,00,000	25,00,000	
(2,50,000 equity shares of Rs 10/- each fully paid - up)			
Investment in Associates			
Lamiya Apparels Private Limited	59,74,000	59,74,000	
(5,974 equity shares of Rs 1,000/- each fully paid - up)			
Flotila safety Device Private Limited	4,00,000	-	
(400 equity shares of Rs 1,000/- each fully paid - up)			
Investments in otherthan subsidiary and Associate			
Tridz Technologies Private Limited	1,90,000	-	
(19,000 equity shares of Rs 10/- each fully paid - up)			
Investments In Limited Liability Partnerships			
Archer Trading LLP	15,00,000	25,00,000	
Le Rahat Hospitality (Calicut) LLP	24,04,809	25,00,000	
Little Beaver Infrastructures LLP	-	3,00,000	
AICL Enterprises LLP (Wholly owned Subsidiary)	5,00,000	-	
Investments in Partnership Firms			
Considered Good			
Perinthalmanna M.L Fashion	24,65,000	24,65,000	
Azeeza Food Produts	10,00,000	10,00,000	
Rolex Group	25,00,000	25,00,000	
Olive solutions	25,00,000	-	
Reizend IT consultant	25,00,000	-	
Spader Tech Solutions	44,12,500	44,12,500	
Tradcon Security System	25,00,000	-	
Considered Doubtful			
Malabar Marketing	15,15,000	15,15,000	
Zohra Granites	6,24,405	6,24,405	
	<b>3,98,98,854</b>	<b>3,27,04,045</b>	

Name of Limited Liability Partnership	Total Capital <sup>1</sup>	Partners	Share of Profit *
M/s Archer Trading LLP	89,53,422	AICL	27.92%
		Mohammed Umar Ansari	0.56%
		Rakshinda Ansari	0.56%
		Vistra ITCL (India ) Limited	27.92%
		Ansari Cranes Private Limited	43.04%
M/s LeRahat Hospitality (Calicut) LLP	25,10,000	AICL	25.00%
		Le Rahat Hospitality LLP	75.00%
M/s AICL Enterprises LLP	5,00,000	AICL	100.00%
		P.C.Anver	0.00%

Name of Partnership firm	Total Capital	Partners	Share of Profit *
M/s Perinthalmanna M.L Fashions **	1,49,84,750	AICL	16.45%
		Suhaib Kurikkal M.P	3.29%
		Abdul Basheer	4.94%
		Sona Sivadas T	0.66%
		Sumayya	2.99%
		Muhammed Shafeeq K	6.09%
		Nazneen	3.29%
		Navas P	6.58%
		Naswa K P	3.29%
		Ameerali V	2.63%
		C H Musthafa	6.58%
		Abdul Wahab NK	3.29%
		Fathima Nazeem	9.33%
		Ahammed Koya E C	3.29%
		P Usman	6.58%
		Hydrose V	13.16%
		Muhammed Abdurahiman P	2.63%
		Muhammed Fabin M	4.94%
M/s Azeeza Food Products	28,00,000	AICL	75.00%
		Saneera V M	25.00%
M/s Rolex Group	35,00,000	AICL	70.00%
		N. Nazar	30.00%
M/s Olive Solutions	1,07,05,211	AICL	30.00%
		Noufal M	35.00%
		Sunaina A	35.00%
M/s Zohra Granites **	1,00,13,987	AICL	40.00%
		C S Sibghathullah	30.00%
		Fahad SM	30.00%
M/s Spader Tech Solutions	60,00,000	AICL	65.00%
		Abdul Rahiman T T	35.00%
M/s Malabar Marketing **	1,33,69,324	AICL	75.00%
		Mohammed Ashraf	25.00%
M/s Reizend IT consultants	26,00,000	AICL	96.15%
		Noble James	1.92%
		Albin george	1.92%
M/s Tradcon Securities	25,40,000	AICL	98.43%
		Rubeena	0.53%
		Julaise	0.53%
		Junaid	0.53%

\* The Total Capital & Share of Profit represents the amount & percentage as per initial agreement. As per the agreements, the profit sharing ratio shall change in proportion to the repayment of investment made by AICL. Such change has not been considered in the disclosure.

\*\* The Total Capital represents the Capital outstanding as on 31-03-2019 as the balance as on 31-03-2020 are not provided by the firm

#### **9. DEFERRED TAX ASSETS (NET OF LIABILITIES)**

DEFERRED TAX ( LIABILITY )/ DEFERRED TAX ASSET	AS AT	CHARGE/ (REVERSAL)	AS AT 31.03.2020
	31.03.2019		₹
Timing Differences of Depreciation	3,38,130	(62,868)	2,75,262
Timing Differences of Disallowance u/s 40 (a) (ia)	6,552	(210)	6,342
	<b>3,44,682</b>	<b>(63,078.0000)</b>	<b>2,81,604</b>

#### **10. LONG TERM LOANS AND ADVANCES**

##### Loans And Advances to Related Parties

Participating Finance-AICL Builders And Developers Ltd	1,26,61,852	1,26,61,852
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##### Other Loans and Advances

Security Deposit	71,882	71,882
Considered Good		
Participating Finance	10,000	10,000
Interest Free Loans	-	1,51,450
Considered Doubtful		
Participating Finance	1,15,000	1,15,000
	<b>1,28,58,734</b>	<b>1,30,10,184</b>

#### **11. OTHER NON - CURRENT ASSETS**

Advance Legal Charges	1,15,256	1,15,256
	<b>1,15,256</b>	<b>1,15,256</b>

#### **12. TRADE RECEIVABLES**

Funding Charges Receivable	48,23,673	57,89,673
Profit from Investments - Receivable	14,92,421	5,09,638
Consultancy Charges Receivable	1,55,921	3,91,352
Service Tax/GST Recoverable from Parties	-	1,02,320
Interest on Capital Receivable	-	15,564
	<b>64,72,014</b>	<b>68,08,548</b>

#### **13. CASH AND CASH EQUIVALENTS**

Balances with Banks in Current Accounts	11,90,936	1,07,20,268
Earmarked Balance With Banks - Unpaid Dividend a/c	4,53,873	5,73,020
Cash in Hand	3,085	12,976
	<b>16,47,894</b>	<b>1,13,06,265</b>

#### **14. SHORT TERM LOANS AND ADVANCES**

##### To Related Parties - Unsecured, Considered Good

AICL Builders And Developers Ltd.	-	32,02,496
Perinthalmanna M L Fashions	25,35,000	25,35,000
AICL Enterprises LLP	90,65,160	15,000
Tridz Technologies private Limited	23,10,000	-

To Others		
Loan to Habeeb Rahman	73,190	1,48,190
	<b>1,39,83,350</b>	<b>59,00,686</b>
<b>15. OTHER CURRENT ASSETS</b>		
TDS Receivable	-	14,678
Advance Paid for Payment of Taxes	9,697	17,447
Advance Income Tax	2,32,000	-
GST Receivable	27,215	4,22,101
Service Tax Pre Deposit	-	30,049
IT Refund Receivable AY 2018-19	-	70,769
TDS Recoverable	12,168	11,254
Security deposit with NSDL	45,000	-
Rent Receivable	31,860	-
	<b>3,57,940</b>	<b>5,66,298</b>
<b>16. REVENUE FROM OPERATIONS</b>		
Funding Charges	-	1,75,021
Consultancy Charges	89,000	2,73,280
Share of Profit from Investments in Partnership Firms	37,02,712	12,39,358
Interest on Capital from Partnership Firm/LLP	7,67,488	5,74,666
Interest on Loan	1,77,261	-
	<b>47,36,461</b>	<b>22,62,325</b>
<b>17. OTHER INCOME</b>		
Other Non-operating Income		
Interest Income on Income tax refund	4,823	20,820
Discount Received	-	10,006
Rental Income	27,000	1,80,000
Written back	6,00,700	55,000
	<b>6,32,523</b>	<b>2,65,826</b>
<b>18. EMPLOYEE BENEFIT EXPENSES</b>		
Salary and Wages	8,00,000	15,11,589
	<b>8,00,000</b>	<b>15,11,589</b>
<b>19. OTHER EXPENSES</b>		
Auditors Remuneration - For Audit	84,000	84,000
Legal Charges	1,76,159	17,000
Office Expenses	12,157	12,081
Electricity Charges	27,856	15,660
Professional Charges	1,06,410	1,18,838
Rates and Taxes	19,669	58,098
Rent	97,345	96,360
Telephone & Internet Charges	44,606	46,309
Travelling Expenses	86,713	63,402
Repairs & Maintenance	34,591	39,641
Non recoverable accounts written off	3,000	13,150
Other Expenses	2,25,255	1,39,468
	<b>9,17,761</b>	<b>7,04,006</b>

## 20. CONTINGENT LIABILITIES AND COMMITMENTS (to the extent not provided for)

<u>Particulars</u>	<u>Current year</u>	<u>Previous Year</u>
Contingent liabilities:		
a. Claims against the company not acknowledged as debt Service Tax demand raised by the Commissioner of Central Exise & Customs, Cochin - Appeal pending	NIL	1,05,05,887
The company opted for Sabka Vishwas (Legacy Dispute Resolution) Scheme, 2019 (SVLDRS) to settle the demand under the Service Tax law, appeal for which was pending at appellate authority. The company has charged the same to the general reserves during the year		
b. Bank Guarantees outstanding	NIL	Nil
Commitments:		
a. Estimated amounts of contracts remaining to be executed on capital account and not provided for	NIL	Nil
b. Uncalled liability on shares and other investments partly paid	NIL	Nil
c. Other commitments	NIL	Nil
The company has pending litigation at High Court of Bombay against the order issued by RBI, cancelling the NBFC license based on which company has suspended NBFC business. The Company expects the order to be in favour of the company. In case the order is pass against the company, the company will have to permanently discontinue the NBFC business.		

## 21. BASIC EARNINGS PER SHARE

Profit computation for Basic Earnings

Per Share of Face Value ₹ 10 each:

Net Profit as per Statement of Profit and loss(`)	32,82,589	15,247
Weighted Average Number of Equity Shares for		
Basic EPS Computation (Nos) :		
Opening Balance	73,91,185	73,91,185
	73,91,185	73,91,185
Basic EPS	<b>0.44</b>	<b>0.00</b>

## 22. RELATED PARTY DISCLOSURES

<b>I. Name of Party</b>	<b>Relation</b>
<b>A. Key Managerial Personnels</b>	
P C Anvar	Managing Director
Amrutha P M	Company Secretary
P M Salih	Director
<b>B. Other Related Parties</b>	
AICL Builders and Developers Limited	Wholly owned Subsidiary Company
Destino Travel World Private Limited	Wholly owned Subsidiary Company
M/s AICL Enterprises LLP	Wholly owned Subsidiary
Proxima Associates Private Limited	Owned Subsidiary Company
Lamiya Apparels Private Limited	Associate Company
Flotila Safety devices Private Limited	Associate Company
M/s Archer Trading LLP	LLP in which company is a partner
M/s LeRahat Hospitality (Calicut) LLP	LLP in which company is a partner
M/s Little Beaver Infrastructures LLP	LLP in which company is a partner

M/s Malabar Marketing	Firm in which company is a partner
M/s Zohra Granites	Firm in which company is a partner
M/s Rolex Group	Firm in which company is a partner
M/s Perinthalmanna M.L Fashion	Firm in which company is a partner
M/s Reizend IT Consultants	Firm in which company is a partner
M/s Tradcon Securities	Firm in which company is a partner
M/s Azeeza Food Products	Firm in which company is a partner
M/s Olive Solutions	Firm in which company is a partner
M/s Spader Tech Solutions	Firm in which company is a partner
<b>II. Transactions during the year</b>	<b>Current Year</b>
<b>Amrutha P M - Company Secretary</b>	<b>Previous Year</b>
Salary & Allowances	3,77,000
	2,77,500
<b>Athira T - Company Secretary</b>	
Salary & Allowances	-
	28,756
<b>P M Salih - C.E.O</b>	
Salary & Allowances	2,70,000
	5,16,667
<b>AICL Builders and Developers Ltd</b>	
Unsecured Loan Provided	50,000
Unsecured Loan Repaid	32,52,496
Funding Charges Received	-
Funding Charges Receivable Received	9,66,000
	-
<b>Destino Travel World Private Limited</b>	
Unsecured Loan Provided	-
Unsecured Loan Repaid	-
Equity Shares Purchased	-
	1,860
	54,15,008
	54,13,140
<b>Proxima Associates Private Limited</b>	
Equity Shares Purchased	-
Consultancy Charges Received	36,000
	25,00,000
	49,500
<b>Lamiya Apparels Private Limited</b>	
Equity Shares Transferred	-
Consultancy Charges Received	-
	11,00,000
	1,46,780
<b>Flotila Safety Devices Private Limited</b>	
Equity Shares Purchased	4,00,000
Consultancy Charges Received	10,000
	-
<b>M/s Archer Trading LLP</b>	
Capital Contributed	15,00,000
Capital Withdrawn	25,00,000
Consultancy Charges	10,000
Profit Received	2,28,841
	-

**M/s LeRahat Hospitality (Calicut) LLP**

Capital Contributed	-	25,00,000
Consultancy Charges	-	10,000
Interest on Capital	1,67,488	15,564
Profit Share	4,078	-
Drawings During the Year	95,193	

**M/s LittleBeaver Infrastructures LLP**

Capital Contributed	-	3,00,000
Consultancy Charges	3,000	2,000
Capital withdrawn	3,00,000	-
Profit Share	16,536	-

**M/s AICL Enterprises LLP**

Capital Contributed	5,00,000	-
Loan given to LLP	86,87,050	15,000
Sale of Plant and Machinery	16,60,605	-
Profit Share	59,405	

**M/s Ceekay's Traders**

Interest on Capital	-	2,15,671
Profit Share	-	45,340
Drawings During the year	-	20,00,000

**M/s Malabar Marketing**

Drawings during the year	-	4,10,000
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**M/s Rolex Group**

Profit Share	3,26,777	2,73,825
Interest on Capital	3,00,000	3,00,000

**M/s Perinthalmanna M.L Fashion**

Capital Contributed	-	24,65,000.00
Unsecured Loan Provided	-	25,35,000.00
Consultancy Charges	-	10,000.00
Profit Share	8,79,859	62,500.00

**M/s Azeeza Food Products**

Capital Contributed	-	10,00,000.00
Consultancy Charges	-	5,000
Profit Share	28,116	9,954

**M/s Olive Solutions**

Capital Contributed	25,00,000	30,00,000
Consultancy Charges	-	50,000
Interest on Capital	-	43,431
Profit Share	7,569	7,739
Drawings during the year	-	30,00,000

**M/s Tardcon Security System**

Capital Contributed	25,00,000	-
Consultancy Charges	10,000	-
Interest On Capital	3,00,000	-
Profit Share Received	1,92,067	-

**M/s Reizend IT Consultants**

Capital Contributed	25,00,000	-
Consultancy Charges	10,000	-
Profit Share Received	4,92,338	-

**M/s Spader Tech Solutions**

Capital Contributed	-	44,12,500
Profit Share	14,67,127	8,40,000

**III.Amounts Outstanding as at 31st March 2020**

Particulars		Current Year	Previous Year
<b>AICL Builders and Developers Limited</b>			
Investment in Share Capital	Dr	5,00,000	5,00,000
Participating Finance	Dr	1,26,61,852	1,26,61,852
Unsecured Loan	Dr	-	32,02,496
Funding Charges Receivable	Dr	48,23,673	57,89,673
GST Recoverable	Dr	-	31,504
<b>Destino Travel World Private Limited</b>			
Investment in Share Capital	Dr	59,13,140	59,13,140
<b>Proxima Associates Private Limited</b>			
Investment in Share Capital	Dr	25,00,000	25,00,000
Consultancy Charges Receivable	Dr	4,763	28,840
GST Recoverable	Dr	-	8,910
<b>Lamiya Apparels Private Limited</b>			
Investment in Share Capital	Dr	59,74,000	59,74,000
Consultancy Charges Receivable	Dr	-	1,26,402
GST Recoverable	Dr	-	26,420
<b>Flotila Safety Devices Private Limited</b>			
Investment in Share Capital	Dr	4,00,000	-
<b>M/s Archer Trading LLP</b>			
Investment in LLP	Dr	15,00,000	25,00,000
<b>M/s LeRahat Hospitality (Calicut) LLP</b>			
Investment in LLP	Dr	24,04,809	25,00,000
Consultancy Charges Receivable	Dr	-	10,000
Interest on Capital Receivable	Dr	-	15,564
GST Recoverable	Dr	-	1,800
Profit Receivable	Dr	4,078	-

**M/s LittleBeaver Infrastructures LLP**

Investment in LLP	Dr	-	3,00,000
GST Recoverable	Dr	-	307

**M/s AICL Enterprises LLP**

Investment in LLP	Dr	5,00,000	-
Unsecured Loan	Dr	90,65,160	15,000
Profit share Receivable	Dr	59,405	-

**M/s Malabar Marketing**

Investment in Partnership	Dr	15,15,000	15,15,000
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**M/s Zohra Granites**

Investment in Partnership	Dr	6,24,405	6,24,405
Consultancy Charges Receivable	Dr	1,51,158	1,77,679
Service Tax/GST Recoverable	Dr	-	23,479

**M/s Rolex Group**

Investment in Partnership	Dr	25,00,000	25,00,000
Profit Receivable	Dr	-	84,445

**M/s Perinthalmanna M.L Fashions**

Investment in Partnership	Dr	24,65,000	24,65,000
Unsecured Loan Provided	Dr	25,35,000	25,35,000
Consultancy Charges Receivable	Dr	-	10,000
GST Recoverable	Dr	-	1,800
Profit Receivable	Dr	1,92,359	-

**M/s Azeeza Food Products**

Investment in Partnership	Dr	10,00,000	10,00,000
Consultancy Charges Receivable	Dr	-	5,000
Profit Receivable	Dr	-	9,954
GST Recoverable	Dr	-	900

**M/s Olive Solutions**

Investment in Partnership	Dr	25,00,000	-
Consultancy Charges Receivable	Dr	-	33,431
Profit Receivable	Dr	7,569	7,739
GST Recoverable	Dr	-	7,200

**M/s Tradcon Security System**

Investment in Partnership	Dr	25,00,000	-
Profit Receivable	Dr	26,545	-

**M/s Reizend IT Consultants**

Investment in Partnership	Dr	25,00,000	
Profit Receivable	Dr	1,40,338	-

**M/s Spader Tech Solutions**

Investment in Partnership	Dr	44,12,500	44,12,500
Profit Share Receivable	Dr	10,62,125	3,45,000

<b>23.Additional Informations</b>	<b>Current Year</b> ₹	<b>Previous Year</b> ₹

- a) CIF Value of imports made during the year - -
- b) Earnings in foreign exchange - -
- c) Expenditure in foreign currency - -
- d) Amount remitted during the year in foreign currency - -

**24.The details of Provisions as per AS 29 are given below:**

<b>Particulars</b>	<b>Opening Balance</b>	<b>Additions/ (reversal)</b>	<b>Closing Balance</b>
Provision for Taxation	-	-	-
Provision for Audit Fee	84,000	(84,000)	84,000

**25.** Participation Finance, Interest free loans, trade receivables & trade payables are subject to confirmation

**26. Disclosure as required under Sec 186 of the Companies Act, 2013**

All loans, advances and investments have been disclosed in the financial statements under the respective notes. The loans, advances and investments have been made based on evaluation by the board for the purpose of financing business requirements of the recipients.

**27. Previous year figures have been regrouped in the current year where ever necessary.**

For and on behalf of Board of Directors	As per our report of even date attached
	For M A Moideen & Associates
	Chartered Accountants
	F.R. No. 002126 S
Arif Ali T	Anver P C
Chairman	Managing Director
DIN: 00638834	DIN: 00628394
	Razee Moideen, B.Com, FCA
	Partner
	M.No. 235281
Amrutha PM	
Company Secretary	
M.No: A 49114	

Place: Calicut  
Date: 07.10.2020

Place: Ernakulam  
Date: 07.10.2020

# ALTERNATIVE INVESTMENTS AND CREDITS LIMITED

CIN:U65993KL2000PLC014025

## CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31,2020

Particulars	2019-20		2018-19	
	₹	₹	₹	₹
<b>Cash Flows from Operating Activities</b>				
Net profit after tax		<b>32,82,589</b>		<b>15,247</b>
Add: Non Cash items				
Depreciation	3,05,556		3,92,365	
Deferred Tax	63,078		(95,056)	
Provision for Audit Fee	84,000		84,000	
Accounts Written off	3,000		13,150	
Less : Audit Fee paid	(84,000)		(90,000)	
Servicetax settlement SVLDRS	(19,52,690)		(15,81,056)	
Income Tax Paid	-		-	3,04,459
Add: Repayment of Participation finance			14,90,537	
Repaymeent of Interest free loans	1,51,450	1,51,450	18,00,000	32,90,537
Cash Flow before working capital changes		<b>18,52,983</b>		<b>36,10,243</b>
Other Adjustments:				
Add:				
Decrease in Other current Assets				
Decrease Short term Loan	(80,82,664)		1,18,15,050	
Decrease in Trade Receivables	3,36,534		3,92,474	
Decrease in Non current asset				
Less:				
Increase in Non current asset				
Increase in Trade Receivables			(2,37,301)	
Increase in Other current Assets	2,05,358		(1,47,304)	
Decrease in Other current liability	1,40,400		(28,271)	
Decrease in Trade Payable	4,116	(73,96,256)	-	1,17,94,648
<b>Net Cash from Operating Activities</b>		<b>(55,43,274)</b>		<b>1,54,04,891</b>
<b>Cash Flows from Investing Activities</b>				
Less: Purchase of fixed assets		(4,84,116)		(18,64,198)
Investments during the year:				
Invesments in partnership firms		(75,00,000)		(78,77,500)
Invesments in Associates		(5,90,000)		(79,13,140)
Invesments in LLP		8,95,191		(53,00,000)
Add:Advance received for sale of investments		20,00,000		35,10,000
Security charges refunded		-		25,000
Sale of Fixed asset		16,60,605		
<b>Net Cash Used for Investing Activities</b>		<b>(40,18,320)</b>		<b>(1,94,19,838)</b>
<b>Cash Flows from Financing Activities</b>				
Unclaimed Dividend		(96,778)		(60,399)
<b>Net Cash from Financing Activities</b>		<b>(96,778)</b>		<b>(60,399)</b>
Net Increase/(Decrease) In Cash		(96,58,371)		(40,75,346)
Cash & Cash Equivalents at the beginning of the year		1,13,06,265		<b>1,53,81,611</b>
<b>Cash &amp; Cash Equivalents at the end of the year *</b>		<b>16,47,894</b>		<b>1,13,06,265</b>

**Cash & Cash Equivalents include :**

Balances with Banks in Current Accounts	11,90,936	1,07,20,268
Earmarked Balance With Banks - Unpaid Dividend a/c - Not Available for use	4,53,873	5,73,020
Cash in Hand	3,085	12,976
	<b>16,47,894</b>	<b>1,13,06,265</b>

For and on behalf of Board of Directors

Arif Ali T Anver P C  
Chairman Managing Director  
DIN: 00638834 DIN: 00628394

As per our report of even date attached  
For M A Moideen & Associates  
Chartered Accountants

F.R. No. 002126 S

Amrutha PM  
Company Secretary  
M.No: A 49114

Razee Moideen, B.Com, FCA  
Partner  
M.No. 235281

Place: Calicut  
Date: 07.10.2020

Place: Ernakulam  
Date: 07.10.2020

7.PROPERTY, PLANT and EQUIPMENT & DEPRECIATION and AMORTISATION											
Particulars	Cost				DEPRECIATION					Net Carrying Amount	
	As at 01.04.2019	Additions	Deletions	As at 31.03.2020	Upto 31.03.2019	Opening Adjustment	For the Year	On Deletions	Upto 31.03.2020	As at 31.03.2020	As at 31.03.2019
<b>TANGIBLE ASSETS</b>											
Building	64,65,853	4,84,116	-	69,49,969	19,90,164	-	2,34,490	-	22,24,654	47,25,315	44,75,689
Furniture & Fittings	6,49,212	-	-	6,49,212	5,55,653	-	18,783	-	5,74,435	74,777	93,559
Computer	5,93,482	-	-	5,93,482	5,63,763	-	-	-	5,63,763	29,719	29,719
Telephone	4,532	-	-	4,532	4,305	-	-	-	4,305	227	227
Motor Cycle	93,444	-	-	93,444	78,994	-	3,341	-	82,335	11,109	14,450
UPS	56,450	-	-	56,450	51,403	-	2,899	-	54,302	2,148	5,047
Printer	20,600	-	-	20,600	10,409	-	6,154	-	16,563	4,037	10,191
Air Conditioner	1,49,740	-	-	1,49,740	1,25,463	-	6,719	-	1,32,182	17,558	24,277
Camera	18,11,864	-	18,11,864	-	1,21,688	-	29,571	1,51,259	-	-	16,90,177
	98,45,177	4,84,116	18,11,864	85,17,429	35,01,841	-	3,01,956	1,51,259	36,52,538	48,64,891	63,43,336
<b>INTANGIBLE ASSETS</b>											
Tally ERP 9	18,000	-	-	18,000	10,800	-	3,600	-	14,400	3,600	7,200
	18,000	-	-	18,000	10,800	-	3,600	-	14,400	3,600	7,200
<b>Total</b>	<b>98,45,177</b>	<b>4,84,116</b>	<b>18,11,864</b>	<b>85,35,429</b>	<b>35,12,641</b>	<b>-</b>	<b>3,05,556</b>	<b>1,51,259</b>	<b>36,66,938</b>	<b>48,68,491</b>	<b>63,50,536</b>
<b>Previous Year</b>	<b>79,80,979</b>	<b>18,64,198</b>	<b>-</b>	<b>98,63,177</b>	<b>31,20,276</b>	<b>-</b>	<b>3,92,365</b>	<b>-</b>	<b>35,12,641</b>	<b>63,50,536</b>	<b>48,78,703</b>



## INDEPENDENT AUDITORS' REPORT

### TO THE MEMBERS OF ALTERNATIVE INVESTMENTS AND CREDITS LIMITED

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

##### Opinion

We have audited the accompanying consolidated financial statements of **ALTERNATIVE INVESTMENTS AND CREDITS LIMITED** (hereinafter referred to as "the Holding Company") and its subsidiaries (the Holding Company and its subsidiaries together referred to as "the Group") and its associate entity, which comprise the consolidated Balance Sheet as at 31st March, 2020 and the consolidated statement of Profit and Loss, the consolidated Cash Flow Statement for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies (hereinafter referred to as "the consolidated financial statements").

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 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 Company as at 31st March, 2020, of consolidated Profit and their consolidated cash flows for the year ended on that date ***except for the matter stated in basis of qualified opinion paragraph.***

##### Basis of Qualified Opinion

Section 129 of the Companies Act, 2013 read with Section 133 of the Act and Accounting Standard 21, Consolidated Financial Statements requires the parent to consolidate the financial statements of the company and all of its subsidiaries.

Section 129 of the Companies Act, 2013 read with Section 133 of the Act and Accounting Standard 23, Accounting for Investments in Associate enterprises in Consolidated Financial Statements, requires accounting for investments in associates in consolidated financial statements under the equity method except when the investment is acquired and held exclusively with a view to its disposal in near future or the associate operates under severe long term restrictions that significantly impair its ability to transfer funds to investor.

Enterprise includes companies, partnership firms and Limited Liability Partnerships.

The parent has not consolidated the financial statements of M/s Proxima Associates Private Limited in which the parent hold interest of 71.43% , M/s Reizend IT Consultants in which the parent hold interest of 96.15%, M/s.Rolex Group in which the parent holds interest of 71.43%, M/s Spader Tech Solutions, in which the parent holds interest of 73.54% , M/s Tradcon Security Systems in which the parent hold interest of 98.43% and also, the parent has not accounted the investments in Flotila Safety Devices Private Limited, M/s. Archer Trading LLP, M/s. Azeeza Food Products, M/s Perinthalmanna M.L Fashions, M/s. Zohra Granites, and M/s. Malabar Marketing, under equity method. The same are accounted as Non Current Investments, at its cost.

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Consolidated Financial Statements section of our report. We are independent of the Group in accordance with the Code of Ethics issued by ICAI, and we have fulfilled our other ethical responsibilities in accordance with the provisions of the Companies Act, 2013. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.



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

The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Management Report and Chairman's Statement, 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 identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the consolidated financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.

When we read the Management Report and Chairman's Statement, if we conclude that there is a material misstatement therein, we are required to communicate that matter to those charged with governance. Since we are not made available with the said other information, we are not in a position to comment on the same.

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

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 Companies Act, 2013 that give a true and fair view of the consolidated financial position, consolidated financial performance and consolidated cash flows of the Group including its Associate in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. The respective Board of Directors of the companies included in the Group and of its associate 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; the 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 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, which have been used for the purpose of preparation of the consolidated financial statements by the Directors of the Holding Company, as aforesaid.

In preparing the consolidated financial statements, the respective Board of Directors of the companies included in the Group and of its associate are responsible for assessing the ability of the Group and of its associate 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. The respective Board of Directors of the companies included in the Group and of its associate is responsible for overseeing the financial reporting process of the Group and of its associate.

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

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.



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 Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system 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 and its associates and jointly controlled entities 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 and its associates and jointly controlled entities 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 and its associates and jointly controlled entities 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. For the other entities included in the consolidated financial statements, which have been audited by other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion.

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.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards. From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the consolidated financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or



when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

#### **Other Matters**

We did not audit the financial statements of M/s. Le-Rahat Hospitality (Calicut) LLP, whose financial statements reflect total assets of Rs.41,68,479.55 as at 31st March, 2020, net profit of Rs. 16,312.96 and net cash flows amounting to Rs. (14,11,824) for the year ended on that date, as considered in the consolidated financial statements. These financial statements have been audited by other auditors whose report has been furnished to us by the Management and our opinion on the consolidated financial statements, in so far as it relates to the amounts and disclosures included in respect of the subsidiary, and our report in terms of sub-sections (3) and (11) of Section 143 of the Act, in so far as it relates to the aforesaid subsidiary is based solely on the reports of the other auditors.

Our opinion on the consolidated financial statements, and our report on Other Legal and Regulatory Requirements below, is not modified in respect of the above matters with respect to our reliance on the work done and the reports of the other auditors and the financial statements certified by the Management

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

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 and the reports of the other auditors.
- 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 maintained for the purpose of preparation of the consolidated financial statements.
- d) In our opinion, the aforesaid consolidated financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014 **except Accounting Standard 21 & 23 to the extent of matters mentioned in Basis of opinion paragraph.**
- e) On the basis of the written representations received from the directors of the Holding Company as on 31st March, 2020 taken on record by the Board of Directors of the Holding Company and the reports of the statutory auditors of its subsidiary companies in India, none of the directors of the Group companies incorporated in India is disqualified as on 31st March, 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 over Financial Reporting of the Group and the operating effectiveness of such controls, refer to our separate report in Annexure



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 consolidated financial statements disclose the impact of pending litigations on the consolidated financial position of the Group.
- ii. The Group did not have any material foreseeable losses on long-term contracts including derivative contracts.
- iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Holding Company and its subsidiary companies.

For M A Moideen & Associates  
Chartered Accountants  
F.R. No.002126 S

Sd/-  
Razee Moideen, B.Com, FCA  
Partner  
M. No. 235281

Place: Kochi

Date: 07.10.2020

UDIN: 20235281AAAAED1515

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

We have audited the internal financial controls over financial reporting of **ALTERNATIVE INVESTMENTS AND CREDITS LIMITED** as of March 31, 2020 in conjunction with our audit of the consolidated financial statements of the Company for the year ended on that date.

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

The company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India.

These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

#### **Auditors' Responsibility**

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects. Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

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

#### **Meaning of Internal Financial Controls over Financial Reporting**

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that;

- (1) Pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;



(2) Provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and

(3) Provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

#### **Inherent Limitations of Internal Financial Controls over Financial Reporting**

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

#### **Opinion**

In our opinion, the group has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 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.

#### **Other matter**

Our report under 143(3)(i) of the act has been made based on the audit report & separate financials of the holding company, two wholly owned subsidiary audited by us only.

For M A Moideen & Associates  
Chartered Accountants  
(Firm's Registration No.002126 S)

Sd/-

Place: Kochi  
Date: 07.10.2020

Razee Moideen, B.Com, FCA  
Partner  
M.No. 235281

UDIN: 20235281AAAAED1515

## ALTERNATIVE INVESTMENTS AND CREDITS LIMITED

CIN:U65993KL2000PLC014025

Room No 40, 3rd Floor, CD Tower, Mini Bypass Road, Puthiyara, Kozhikode - 673004

## **CONSOLIDATED BALANCE SHEET AS AT 31.03.2020**

Particulars	Notes	Current Year	Previous Year
		₹	₹
<b>I. EQUITY AND LIABILITIES</b>			
<b>(1) Shareholders' Funds</b>			
(a) Share Capital	2	7,31,16,850	7,31,16,850
(b) Reserves and Surplus	3	(43,50,642)	(52,79,251)
<b>(2) Minority Interest</b>		22,235	10,000
<b>(3) Non-Current Liabilities</b>			
(a) Long Term Borrowings	4	5,07,875	-
<b>(4) Current Liabilities</b>			
(a) Trade Payables	5	60,011	84,832
(b) Other Current Liabilities	6	40,90,313	6,74,208
(c) Short Term Provisions	7	1,85,939	1,29,000
<b>Total</b>		<b>7,36,32,580</b>	<b>6,87,35,638</b>
<b>II. ASSETS</b>			
<b>(1) Non-Current Assets</b>			
(a) Property, Plant and Equipment			
(i) Tangible Assets	8	1,46,68,221	87,45,656
(ii) Intangible Assets		5,47,858	5,14,449
(b) Non-Current Investments	9	3,06,83,129	2,44,30,212
(c) Deferred Tax Asset	10	61,061	1,28,158
(d) Long term Loans and Advances	11	34,54,982	3,56,432
(e) Other Non - Current Assets	12	1,15,256	1,15,256
<b>(2) Current Assets</b>			
(a) Current Investments	13	24,97,020	41,47,020
(b) Inventories	14	88,04,241	1,11,21,147
(c) Trade Receivables	15	27,43,413	24,95,126
(d) Cash and Cash Equivalents	16	26,51,580	1,33,89,993
(e) Short-term Loans and Advances	17	53,08,215	26,98,190
(f) Other Current Assets	18	20,97,603	5,93,999
<b>Total</b>		<b>7,36,32,580</b>	<b>6,87,35,638</b>

## Notes forming part of accounts

As per our report of even date attached

For and on behalf of Board of Directors

For M A Moideen & Associates  
Chartered Accountants

Arif Ali T

Anver P C

F.R. No. 002126 S

## Chairman

## Managing Director

zee Moideen, B.Com, FCA

Partner

Amaranthus BMA

### Announcements

Company, see

Place: Calicut

Date: 07.10.2020

Place: Ernakulam

Date: 07.10.2020

# ALTERNATIVE INVESTMENTS AND CREDITS LIMITED

CIN:U65993KL2000PLC014025

Room No 40, 3rd Floor, CD Tower, Mini Bypass Road, Puthiyara, Kozhikode - 673004

**CONSOLIDATED STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED 31st MARCH 2020**

Particulars	Notes	Current Year	Previous Year
		₹	₹
<b><u>I. Revenue</u></b>			
Revenue from operations	19	2,15,15,318	39,60,472
Other Income	20	10,15,648	3,11,513
<b>Total Revenue</b>		<b>2,25,30,966</b>	<b>42,71,985</b>
<b><u>II. Expenses:</u></b>			
Purchase of Stock in Trade	21	4,15,047	-
Operating Expenses	22	10,32,016	-
Changes in Inventory	23	23,16,906	4,45,479
Employee Benefits	24	41,21,630	19,89,541
Depreciation and amortization expense	8	13,43,315	5,80,667
Other Expenses	25	97,42,641	20,30,559
<b>Total Expenses</b>		<b>1,89,71,553</b>	<b>50,46,247</b>
III. Profit before exceptional and extraordinary items and tax (I - II)		35,59,412	(7,74,262)
IV. Exceptional/Extraordinary Items		-	-
V. Profit before tax	(III - IV)	35,59,412	(7,74,262)
VI. Tax expense			
-Current Tax		33,997	47,221
-Deferred Tax		(67,097)	
-MAT Credit		(27,701)	-
VII. Profit/(Loss) for the year from continuing operations (V-VI)		34,30,617	(8,21,483)
Minority Interest (Share of profit/(loss))		12,235	-
Share of Profits/(Loss) from Associates		(5,37,083)	3,42,103
VIII. Profit for the year		<b>28,81,299</b>	<b>(4,79,379)</b>
IX. Earning per equity share - Basic & Diluted	26	0.39	(0.06)
Notes forming part of accounts			

As per our report of even date attached

For and on behalf of Board of Directors

For M A Moideen & Associates

## Chartered Accountants

F.R. No. 002126 S

Arif Ali T  
Chairman  
DIN: 00638834

Anver P C  
Managing Director  
DIN: 00628394

Razee Moideen, B.Com, FCA  
Partner

Amrutha PM  
Company Secretary  
M.No: A 49114

M.No. 235281

Place: Calicut  
Date: 07.10.2020

Place: Ernakulam  
Date: 07.10.2020

**SIGNIFICANT ACCOUNTING POLICIES AND NOTES ON ACCOUNTS FOR THE FINANCIAL YEAR ENDED  
31<sup>st</sup> MARCH, 2020**

**1. Significant Accounting Policies**

**Basis of Accounting**

The financial statements are prepared under historical cost convention. These statements have been prepared in accordance with applicable mandatory Accounting Standards and relevant presentational requirements of The Companies Act 2013.

**Use of Estimates**

The preparation of financial statements in conformity with the Generally Accepted Accounting Principle (GAAP) requires the management to make estimates and assumptions that affect the reported amounts of assets and liabilities the disclosure of contingent liabilities on the date of the financial statements and reported amount of income and expenses during the period. Actual figures may differ from these estimates. Any revision to accounting estimates is recognised prospectively in current and future periods.

**Fixed Assets**

Fixed Assets are stated at historical cost less accumulated depreciation. Intangible assets from which future economic benefits are expected to flow to the company are recognised in the balancesheet, net of any accumulated amortisation.

**Depreciation**

Depreciation has been charged on fixed assets under Written Down Value Method based on the

**The management estimates the useful life of the fixed assets as follows:**

Building	60 Years
Furniture & Fittings	10 Years
Computer	3 Years
Telephone	10 Years
Motor Cycle	10 Years
UPS	3 Years
Printer	3 Years
Air Conditioner	10 Years
Camera	13 Years
Assets	

**Revenue Recognition**

Revenue from service is categorised:

- (a) Consultancy Charges: Recognized periodicaly, when the services are completed
- (b) Funding Charges: Recognized periodicaly, based on terms agreed between the borrower and company
- (c) Revenue from Partnership: Recognized based on annual profit of the partnership firm

No revenue is recognized when there is significant uncertainty regarding collection of revenue

**Employee Benefits**

- a. Short term employee benefits such as salaries wages bonus and incentives which fall due within 12 months of the period in which the employee renders the related services which entitles him to avail such benefits are recognized on an undiscounted basis and charged to the profit and loss account.
- b. Defined Contribution Plans - The Company is not covered under any contribution plans

### **Taxes on Income**

Income-tax expense comprises current tax and deferred tax charge or credit. The current tax is determined as the amount of tax payable in respect of the estimated taxable income for the period. The deferred tax charge or credit is recognised using prevailing enacted or substantively enacted tax rates. Where there are unabsorbed depreciation or carry forward losses deferred tax assets are recognised only if there is virtual certainty of realisation of such assets. Other deferred tax assets are recognised only to the extent there is reasonable certainty of realisation in future. Deferred tax assets are reviewed at each Balance Sheet date based on developments during the year and available case laws to reassess realisation/liabilities.

### **Impairment of Assets**

The carrying amount of assets is reviewed at each Balance Sheet date to check whether there is any indication of impairment based on internal/external factors. An impairment loss will be recognised wherever the carrying amount of an asset exceeds its estimated recoverable amount. The recoverable amount is the greater of the assets net selling price and value in use.

### **Provisions Contingent liabilities and Contingent Assets**

The company creates a provision when there is a present obligation as a result of past event that probably requires an outflow of resources and a reliable estimate can be made of the amount of obligation. A disclosure for a contingent liability is made when there is a possible obligation that may but probably will not require an outflow of resources. When there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote no provision or disclosure is made. Contingent assets are neither recognised nor disclosed in the financial statements.

#### **List of Subsidiaries of the company as on 31.03.2020:**

Name of Subsidiary	Country of Incorporation	Proportion of Ownership	Minority interest
AICL Builders & Developers Limited	India	100.00%	-
Destino Travel World Private Limited	India	100.00%	-
Le-Rahat Hospitality (Calicut) LLP	India	99.60%	0.40%
AICL Enterprises LLP	India	100.00%	-

#### **List of Associates of the company as on 31.03.2020:**

Name of Associates	Country of Incorporation	Proportion of Ownership	Capital Reserve Included in carrying value
Lamiya Apparels Private Limited	India	35.76%	(2,81,379)
Olive Solutions	India	30.00%	-

During the previous year the financial statements of Proxima Associates Private Limited was considered for consolidated financial statements. The same is not considered for consolidation in the current year as the subsidiary has not provided their audited financial statements. Accordingly, the previous year figures have been restated to the said extent.

PARTICULARS	Current Year	Previous Year
	₹	₹
<b>2.SHARE CAPITAL</b>		
<b>A. Authorised</b>		
100,00,000 equity shares of Rs 10/- each (Previous year 100,00,000 equity shares of Rs 10 /- each)	10,00,00,000	10,00,00,000

**B. Issued Subscribed and Paid-up**

73,91,185 equity shares of `10/- each (Previous year		
73,91,185 equity shares of `10/- each) - 1,42,000	7,39,11,850	7,39,11,850
shares not fully paid		
Less: Calls in arrears:- Others (142,000 shares)	7,95,000	7,95,000
	<b>7,31,16,850</b>	<b>7,31,16,850</b>

**Reconciliation of no. of Shares**

<b>Particulars</b>		<b>Number</b>	<b>₹</b>
Balance at the beginning of the year		73,91,185	7,39,11,850
Issue During the year		-	-
Balance at the end of the year		73,91,185	7,39,11,850

No Shareholders are holding more than 5% Shares in the Company as at 31.03.2020 and 31.03.2019

**3. RESERVES & SURPLUS**

<b>Particulars</b>	<b>Current Year</b>	<b>Previous Year</b>
	<b>₹</b>	<b>₹</b>
<b>A. Profit and Loss Account</b>		
Balance at the beginning of the year	(1,22,66,253)	(1,17,32,150)
Less: Adjustment for Post acquisition profits pertaining to shares of Associate compay disposed	-	54,725
Profit for the Year	28,81,299	(4,79,379)
<b>Total Profit &amp; Loss account</b>	<b>(93,84,954)</b>	<b>(1,22,66,253)</b>
<b>B. General Reserve</b>		
<i>Less: Appropriation</i>		
Service tax paid under SVLDRS	19,52,690	-
<b>C. Securities Premium Account</b>	<b>10,63,151</b>	<b>10,63,151</b>
<b>Total Reserves &amp; Surplus</b>	<b>(43,50,642)</b>	<b>(52,79,251)</b>

The articles empowers the board to utilise reserves at its discretion to meet any contingency. Accordingly the board resolved to meet payment of Service Tax demand pertaining to previous years under SVLDRS from general reserve

Note: Goodwill on consolidation Rs. 507249/- has been included in the opening balance of Profit & Loss Account

**4. LONG TERM BORROWINGS**

Loans & Advances from Related Parties	4,90,000	-
Others	17,875	-
	<b>5,07,875</b>	<b>-</b>

**5. TRADE PAYABLES**

For Services	60,011	84,832
	<b>60,011</b>	<b>84,832</b>

## 6. OTHER CURRENT LIABILITIES

Unpaid Dividend	4,79,570	5,76,348
Deposit	3,00,000	60,000
Other Payables	13,10,743	37,860
Advance received for share transfer	20,00,000	
	<b>40,90,313</b>	<b>6,74,208</b>

## 7. SHORT TERM PROVISIONS

Audit Fee Payable	1,59,000	1,29,000
Provision for Taxation	26,939	-
	<b>1,85,939</b>	<b>1,29,000</b>

## 9. NON-CURRENT INVESTMENTS

### Investment in unquoted Equity Instruments

Associates (at cost)	4,00,000	-
Subsidiary - Proxima Associates Private Limited	20,00,000	25,00,000
Other than Subsidiary and Associate	1,90,000	-

### Investments accounted under equity method

Investment in Equity of Lamiya Apparels Private Limited	62,55,379	62,55,379
Capital Reserve	(2,81,379)	(2,81,379)
Share of Profits	94,655	6,39,307
<b>Carrying Value</b>	<b>60,68,655</b>	<b>66,13,307</b>

Investment in Olive Solutions	25,00,000	-
Share of Profits	7,569	-
<b>Carrying Value</b>	<b>25,07,569</b>	-

Investments in LLPs	20,00,000	28,00,000
Investments in Partnership Firms	1,75,16,905	1,25,16,905
	<b>3,06,83,129</b>	<b>2,44,30,212</b>

Name of Limited Liability Partnership	Total Capital	Partners	Share of Profit *
M/s Archer Trading LLP	89,53,422	AICL	27.92%
		Mohammed Umar Ansari	0.56%
		Rakshinda Ansari	0.56%
		Vistra ITCL (India) Limited	27.92%
		Ansari Cranes Private Limited	43.04%
M/s AICL Enterprises LLP	5,00,000	AICL	100.00%
		P.C Anver	0.00%

Name of Partnership firm	Total Capital	Partners	Share of Profit *
--------------------------	---------------	----------	-------------------

		AICL	16.45%
		Suhaib Kurikkal M.P	3.29%
		Abdul Basheer	4.94%
		Sona Sivadas T	0.66%
		Sumayya	2.99%
		Muhammed Shafeeq K	6.09%
		Nazneen	3.29%
		Navas P	6.58%
		Naswa K P	3.29%
		Ameerali V	2.63%
		C H Musthafa	6.58%
		Abdul Wahab N K	3.29%
		Fathima Nazeem	9.33%
		Ahammed Koya E C	3.29%
		P Usman	6.58%
		Hydrose V	13.16%
		Muhammed Abdurahiman P	2.63%
		Muhammed Fabin M	4.94%
M/s Perinthalmanna M.L Fashions**	1,49,84,750	AICL	75.00%
		Saneera V M	25.00%
M/s Rolex Group	28,00,000	AICL	70.00%
		N. Nazar	30.00%
M/s Olive Solutions	1,07,05,211	AICL	30.00%
		Noufal M	35.00%
		Sunaina A	35.00%
M/s Zohra Granites**	1,00,13,987	AICL	40.00%
		C S Sibghathullah	30.00%
		Fahad SM	30.00%
M/s Spader Tech Solutions	60,00,000	AICL	65.00%
		Abdul Rahiman T T	35.00%
M/s Malabar Marketing	1,33,69,324	AICL	75.00%
		Mohammed Ashraf	25.00%
M/s Reizend IT consultants	26,00,000	AICL	96.15%
		Noble James	1.92%
		Albin george	1.92%
M/s Tradcon Securities	25,40,000	AICL	98.43%
		Rubeena	0.53%
		Julaise	0.53%
		Junaid	0.53%

\* The Total Capital & Share of Profit represents the amount & percentage as per initial agreement. As per the agreements, the profit sharing ratio shall change in proportion to the repayment of investment made by AICL. Such change has not been considered in the disclosure.

\*\* The Total Capital represents the Capital outstanding as on 31-03-2019 as the balance as on 31-03-2020 are not provided by the firm

#### 10. DEFERRED TAX ASSET (NET OF LIABILITIES)

DEFERRED TAX ( LIABILITY )/ DEFERRED TAX ASSET	AS AT	CHARGE/	AS AT
	01.04.2019	(REVERSAL)	31.03.2020
	₹	₹	₹
Timing Differences of Depreciation	1,21,606	(66,887)	54,719
Timing Differences of Disallowance u/s 40 (a) (ia)	6,552	(210)	6,342
	<b>1,28,158</b>	<b>(67,097)</b>	<b>61,061</b>

#### 11. LONG TERM LOANS AND ADVANCES

Security Deposit	33,29,982	79,982
<b>Other Loans and Advances</b>		
Considered Good		
Participating Finance	10,000	10,000
Interest Free Loans	-	1,51,450
Considered Doubtful		
Participating Finance	1,15,000	1,15,000
	<b>34,54,982</b>	<b>3,56,432</b>

#### 12. OTHER NON - CURRENT ASSETS

Advance - Legal Charges	1,15,256	1,15,256
	<b>1,15,256</b>	<b>1,15,256</b>

#### 13. CURRENT INVESTMENTS

Investment In Joint Venture (of subsidiary)	24,97,020	41,47,020
	<b>24,97,020</b>	<b>41,47,020</b>

#### 14. INVENTORIES

Stock (of subsidiary)	88,04,241	1,11,21,147
	<b>88,04,241</b>	<b>1,11,21,147</b>

#### 15. TRADE RECEIVABLES

Trade Receivables	27,43,413	24,95,126
	<b>27,43,413</b>	<b>24,95,126</b>

#### 16. CASH AND CASH EQUIVALENTS

Balances with Banks in Current Accounts	20,84,553	1,27,93,996
Earmarked Balance With Banks - unpaid dividend a/c	4,53,873	5,73,020
Cash in Hand	1,13,154	22,976
	<b>26,51,580</b>	<b>1,33,89,993</b>

#### 17. SHORT TERM LOANS AND ADVANCES

Loans & Advances to LLP & Partnership Firms	48,45,000	25,50,000
Loan to Employee	74,190	1,48,190
Advance to Supplier	3,89,025	-
	<b>53,08,215</b>	<b>26,98,190</b>

#### **18. OTHER CURRENT ASSETS**

TDS Receivable	51,495	14,678
Advance Paid for Payment of Taxes	42,197	17,447
Advance Income Tax	2,32,000	-
GST Receivable	10,32,883	-
Service Tax Pre Deposit	-	30,049
IT Refund Receivable AY 2018-19	-	70,769
TDS Recoverable	12,168	11,254
Security deposit with NSDL	45,000	-
Trench India Kannur Profit share receivable	5,00,000	
Rent Receivable	1,81,860	-
MAT Credit Entitlement	-	27,701
Other Taxes Receivable	-	4,22,101
	<b>20,97,603</b>	<b>5,93,999</b>

#### **19. REVENUE FROM OPERATIONS**

Revenue from Operations	2,15,15,318	39,60,472
	<b>2,15,15,318</b>	<b>39,60,472</b>

#### **20. OTHER INCOME**

Other Non-operating Income	10,15,648	3,11,513
	<b>10,15,648</b>	<b>3,11,513</b>

#### **21. PURCHASE OF STOCK IN TRADE**

Purchases	4,15,047	-
	<b>4,15,047</b>	-

#### **22. OPERATING EXPENSE**

Operating Expenses	10,32,016	-
	<b>10,32,016</b>	-

#### **23. CHANGES IN INVENTORY**

Opening Stock	1,11,21,147	1,13,85,040
Less: Closing Stock Land and Building	88,04,241	1,09,39,561
	<b>23,16,906</b>	<b>4,45,479</b>

#### **24. EMPLOYEE BENEFIT EXPENSES**

Salary and Wages	41,13,531	19,89,541
Staff Welfare Expenses	8,099	-
	<b>41,21,630</b>	<b>19,89,541</b>

#### **25. OTHER EXPENSES**

Auditors' Remuneration - for Audit	1,70,800	1,29,000
------------------------------------	----------	----------

Accounting Charges	28,000	-
Bank Charges	5,699	132
Legal Charges	1,76,159	17,000
Office Expenses	29,357	67,665
Electricity Charges	13,98,966	1,79,397
MCA Filing Fees	3,700	1,58,150
Professional Charges	1,67,124	1,49,838
Rates and Taxes	35,293	1,10,981
Rent	51,97,345	3,89,990
Telephone Charges	69,499	48,965
Travelling Expenses	2,22,999	63,402
Repairs & Maintenance	1,34,834	5,33,541
House keeping Expense	3,500	-
Non recoverable accounts written off	3,000	14,180
Incorporation Expense	25,000	-
Printing and stationery	4,350	-
Other Expenses	20,67,016	1,68,320
	<b>97,42,641</b>	<b>20,30,559</b>

#### **26. CONTINGENT LIABILITIES AND COMMITMENTS (to the extent not provided for)**

Particulars	Current year	Previous Year
Contingent liabilities:		
a. Claims against the company not acknowledged as debt		
Service Tax demand raised by the joint Commissioner of Central Exise & Customs, Cochin	1,05,05,887	93,49,574
The company opted for Sabka Vishwas (Legacy Dispute Resolution) Scheme, 2019 (SVLDRS) to settle the demand under the Service Tax law, appeal for which was pending at appellate authority. The company has charged the same to the general reserves during the year		
b. Bank Guarantees outstanding	Nil	Nil
Commitments:		
capital account and not provided for	Nil	Nil
b. Uncalled liability on shares and other investments partly paid	Nil	Nil
c. Other commitments	Nil	Nil

The company has pending litigation at High Court of Bombay against the order issued by RBI, cancelling the NBFC license based on which company has suspended NBFC business. The Company expects the order to be favourable. In case the order is pass against the company, the company will have to permanently discontinue the NBFC business.

#### **26. BASIC EARNINGS PER SHARE (Per Share of Face Value ₹ 10 each)**

Net Profit as per Statement of Profit and loss(`)	28,81,299	(4,79,379)
Weighted Average Number of Equity Shares		
Opening Balance	73,91,185	73,91,185
Add: Weighted number of Share issued During the Year	-	-
	73,91,185	73,91,185
Basic EPS	<b>0.39</b>	<b>(0.06)</b>

#### **27. Additional Informations**

	Current Year	Previous Year
	₹	₹

- a)** CIF Value of imports made during the year - -
- b)** Earnings in foreign exchange - -
- c)** Expenditure in foreign currency - -
- d)** Amount remitted during the year in foreign currency - -

28. The details of Provisions as per AS 29 are given below:

Particulars	Opening Balance	Additions/ (reversal)	Closing Balance
Provision for Taxation	-	26,939	26,939
Provision for Audit Fee	1,29,000	(1,29,000)	1,59,000

**29.** The company has not considered the Limited Liability Partnership, except AICL enterprises LLP & Le- Rahat Hospitality (Calicut) LLP, and Partnership Firms while consolidating the financial statements.

### **30. Disclosure as required under Sec 186 of the Companies Act, 2013**

All loans, advances and investments have been disclosed in the financial statements under the respective notes. The loans, advances and investments have been made based on evaluation by the board for the purpose of financing business requirements of the recipients.

For and on behalf of Board of Directors

As per our report of even date attached

For M A Moideen & Associates

## Chartered Accountants

F.R. No. 002126 S

Arif Ali T

Anver P C

### Chairman

## Managing Director

DIN 00638834

DIN 00628394

Amrutha PM

## Company Secretary

M No. A 49114

Place: Calicut

Date: 07.10.2020

Razee Moideen, B.Com, FCA

## Partner

M.No. 235281

Place: Ernakulam

Date: 07.10.2020

## ALTERNATIVE INVESTMENTS AND CREDITS LIMITED

Room No 40, 3rd Floor, CD Tower, Mini Bypass Road, Puthiyara, Kozhikode - 673004  
CIN:U65993KL2000PLC014025

### CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31,2020

Particulars	2019-20		2018-19	
	₹	₹	₹	₹
<b>Cash Flow From Operating Activities</b>				
<b>Net profit/(loss) after tax</b> (Before considering the share of profit of Associate)		34,30,617		(8,21,483)
Add: Non Cash items				
Share of Profit of Minority	-			
(b) Reserves and Surplus	13,43,315		5,80,667	
Provision for Taxation	26,939			
Deferred Tax	67,096		47,221	
Provision for Audit Fee	1,59,000		1,29,000	
Profit on sale of Fixed Assets	-		(5,848)	
Accounts written off			14,180	
Accounts Written back	-		(3,339)	
Audit Fee paid	(1,29,000)		(1,40,960)	
Income Tax Paid	-		(7,530)	
Servicetax settlement SVLDRS	(19,52,690)	(4,85,340)		6,13,391
Interest & Finance Charges				
Add: Repayment of Participation finance	-		15,03,687	
Repayment of Interest free loans	1,51,450	1,51,450	18,00,000	33,03,687
<b>Cash Flow before working capital changes</b>		30,96,727		<b>30,95,596</b>
(c) Deferred Tax Asset				
Add:Increase/( Decrease) in Inventories	23,16,906		2,63,893	
Increase/( Decrease) in Current Investments	16,50,000		30,60,980	
Increase/( Decrease) in Other Current Assets	(15,03,604)		37,68,583	
Increase/( Decrease) in Non Current Assets	-		3,92,474	
Increase/( Decrease) in Short Term Borrowings	(3,15,025)			
Increase/( Decrease) in Trade Receivables	(2,48,287)		(14,24,059)	
Increase/( Decrease) in Short term loans & Advances			(24,95,690)	
Receipt of Security Deposit	2,40,000			
Increase/( Decrease) in Other Non Current Assets	-			
Increase/( Decrease) in Trade Payable	(24,821)		62,408	
Increase/( Decrease) in Other Current Liability	12,72,883	33,88,052	(1,82,286)	34,46,303
<b>Net Cash from Operating Activities</b>		64,84,779		<b>65,41,899</b>
<b>Cash Flows from Investing Activities</b>				
Less: Purchase of Fixed Assets	(72,99,289)		(18,64,198)	
Security Deposit made	(32,50,000)			
Investments during the year				
Investments in subsidiary / Associates/Other than subsidiary & Associate	(90,000)		(25,00,000)	
Investments in Partnership Firms	(75,00,000)		(54,67,500)	
Investment in LLP	8,00,000		(28,00,000)	
Add:Advance received for sale of investments	20,00,000			
Recovery from Partnership firms			11,00,000	
Divestment of Shares in Associates			4,50,000	
Sale of Fixed Assets				
Security Deposit Received			4,32,000	

<b>Net Cash Used for Investing Activities</b>		<b>(1,53,39,289)</b>		<b>1,06,49,698</b>
<b>Cash Flows from Financing Activities</b>				
Share capital/Capital contribution received from Minority			10,000	
Loans received	-			
Dividend paid	5,07,875			
Loans & Advances given	(96,778)			
	(22,95,000)			
		<b>(18,83,903)</b>		<b>10,000</b>
		(1,07,38,413)		(40,97,800)
			1,33,89,993	1,74,87,792
<b>Cash &amp; Cash Equivalents at the end of the year*</b>		<b>26,51,580</b>		<b>1,33,89,993</b>

Cash & Cash Equivalents include:

Balances with Banks in Current Accounts	20,84,553	1,27,93,996
Earmarked Balance With Banks - unpaid dividend a/c - Not available for use	4,53,873	5,73,020
Cash in Hand	1,13,154	22,976
	<b>26,51,580</b>	<b>1,33,89,993</b>

For M A Moideen & Associates  
Chartered Accountants  
F.R. No. 002126 S

Arif Ali T Anver P C  
Chairman Managing Director  
DIN: 00638834 DIN: 00628394

Razee Moideen, B.Com, FCA  
Partner  
M.No. 235281

Amrutha PM  
Company Secretary  
M.No: A 49114

Place: Calicut  
Date: 07.10.2020

Place: Ernakulam  
Date: 07.10.2020



Date: -----/ -----/ -----

### KYC FORM

Name:

Share Folio Number:

Address:

PHOTO

Mail ID:

Contact number:

WhatsApp Number

Pan Card Number

De-mat Account Number

Kindly arrange to transfer all dividend payments to the following Bank account.

Name:

Bank:

Branch:

Account number:

IFSC CODE:

(Note: NRE accounts are not accepted for crediting Dividend proceedings. Transfer will be made only to Savings/Current or NRO accounts).

Signature:

**20<sup>TH</sup>  
ANNUAL  
REPORT  
2020**

Chairman	<b>Mr. T Arif Ali</b>
Managing Director	<b>Dr. P.C.Anwer</b>
Directors	Mookada Abdulrahiman Moosa Palembadiyan Nedumkulathil Ali Purakulam Mohamed Haris Chamnad Abdul Raheem Abdul Majeed Mallikathodi Mohamed Abdussalam Abdulla Saleel Kolappurath Thenghilakathe Koya Kutty Hussain Raziq Ahmed Perikinchira Mohamed Salih Panha Thodiyil
Company Secretary	Amrutha Palayil Puthenpura Moni
Bankers	Federal Bank Ltd, Edappally, Cochin & Federal Bank Ltd, Mavoor Road, Calicut
Auditors	M/s M.A. Moideen & Associates Chartered Accountants OS.38, 4th Floor, GCDA Shopping Complex Marine Drive, Kochi - 682031

To: All Equity Shareholders

Dear Sir / Madam

Sub: Dematerialisation

The Ministry of Corporate Affairs vide its notification dated 10th September 2018 issued the Companies (Prospectus and Allotment of Securities) Third Amendment Rules, 2018 and issued directions to all unlisted public companies to issue securities in dematerialised form and facilitate dematerialisation of all its existing securities.. The notification came into force on the 2nd day of October 2018. Every holder of securities of an unlisted public company who intends to transfer such securities on or after 2nd October 2018, shall get such securities dematerialised before the transfer.

In view of this, your Company had submitted necessary documents and have entered into Tripartite Agreement with National Securities Depositories Limited (NSDL) and we have been allotted the (International Securities Identification Number) ISIN No. INE08MM01012 with effect from 30.05.2019. Shareholders are requested to take note of it and arrange to demat your holding for speedy and safe transfer.

The Equity shares of the Company are available for demat at present and any shareholder who intends to transfer his/her shares shall get such securities dematerialised and then transfer. For this purpose shareholders are required to approach any depository participant who is connected to NSDL for dematerialisation of their shares. In case you already have demat account with any of the Depository Participant, you can dematerialise your shares by surrendering the share certificates to them along with Demat Request Form duly filled and signed.

With Regards

for **ALTERNATIVE INVESTMENTS AND CREDITS LIMITED**

**Amrutha PM**  
CompanySecretary

**20<sup>TH</sup>  
ANNUAL  
REPORT  
2020**