



**21ST
ANNUAL
REPORT
2021**

AICL[®] ALTERNATIVE INVESTMENTS
AND CREDITS LTD

CIN - U65993KL2000PLC014025

Chairman	Mr. T Arif Ali
Managing Director	Dr. P.C.Anwer
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 & Axis Bank Malapparamba, Calicut.
Auditors	M/s M.A. Moideen & Associates Chartered Accountants OS.38, 4th Floor, GCDA Shopping Complex Marine Drive, Kochi - 682031



ALTERNATIVE INVESTMENTS AND CREDITS LIMITED

CIN - U65993KL2000PLC014025

Regd. Office: Room 40, 3rd Floor, CD Tower, Mini Bypass Road, Puthiyara, Kozhikode

NOTICE OF 21st ANNUAL GENERAL MEETING (e-AGM)

Notice is hereby given that the 21st Annual General Meeting of the Members of Alternative Investments and Credits Limited will be held on Thursday 11th November, 2021, at 11.00 a.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, 2021 together with the Reports of the Board of Directors and the Auditors thereon.

Item No.2 – To appoint a Director in place of Mr. Anver Padikkalakandy Cheriyath (DIN: 00628394), who retires by rotation and being eligible, offers himself for re-appointment.

Item No.3 – To appoint a Director in place of Mr. Purakulam Mohamed Haris (DIN: 01532787), who retires by rotation and being eligible, offers himself for re-appointment.

Item No.4 – To appoint a Director in place of Mr. Mohamed Salih Panha Thodiyil (DIN: 08234874), who retires by rotation and being eligible, offers himself for re-appointment

Special Business:

Item No.5 – 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 27th May, 2021 to the office of Managing Director of the Company without any remuneration for a period of one year` with effect from April 2nd 2021, 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, 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 General Circular No. 02/2021 dated January 13, 2021 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 21st AGM of the Company is being held through VC/OAVM on Thursday 11th November, 2021, at 11.00 a.m.(IST). The deemed venue for the 21st 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 2020-21 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://aical-india.com/reports>**
- (e) In compliance with the said Circulars, the Company has also published a public notice by way of advertisement made on Sunday, 10th October 2021 in English language in "The New Indian Express" and on 12th October 2021 in the principal vernacular language newspaper namely "Madhyamam" 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@aical-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 27th October 2021. 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.(f)**
- (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@aical-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 27th October 2021). 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: 971 444 6561

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. 10.45 a.m and 15 minutes after the expiry of the said scheduled time i.e. till 11.15 a.m ;
- Participation of single member shall only be allowed at a time;
- Members are requested to **e-mail at 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 (agmevoting@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

- (l) **Book Closure:** The Register of Members and Share Transfer Books of the Company will be closed from 28th day, October 2021 to 11th day, November, 2021 (both days inclusive).
- (m) 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>
- (n) **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>



- (o)** 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 May 27th, 2021 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 2, 2021.

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 21st Annual Report of the Company together with audited financial statements for the year ended 31st March 2021.

1. Financial Result:

The Company has recorded the following financial performance, for the year ended March 31, 2021

Particulars	Current Financial Year (2021)	Previous Financial Year (2020)
<i>Revenue from Operations</i>	25,97,178	47,36,461
<i>Other Income</i>	2,43,674	6,32,523
<i>Profit/loss before Depreciation, Finance Costs, Exceptional items and Tax Expense</i>	15,66,005	36,51,223
<i>Less: Depreciation/ Amortisation/ Impairment</i>	2,77,649	3,05,556
<i>Profit /loss before Finance Costs, Exceptional items and Tax Expense</i>	12,88,356	33,45,667
<i>Less: Finance Costs</i>	-	-
<i>Profit /loss before Exceptional items and Tax Expense</i>	12,88,356	33,45,667
<i>less: Exceptional items</i>	11,82,628	-
<i>Profit /loss before Tax Expense</i>	1,05,728	33,45,667
<i>Less: Tax Expense (Current & Deferred)</i>	(2,14,904)	63,078
<i>Profit /loss for the year (1)</i>	3,20,632	32,82,589
<i>Total Comprehensive Income/loss (2)</i>	-	-
<i>Total (1+2)</i>	3,20,632	32,82,589
<i>Balance of profit /loss for earlier years</i>	(4,12,971)	(36,95,560)
<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>	(92,340)	(4,12,971)

2. TRANSFER TO RESERVE:

No transfer has been made to reserves this year.

3. DIVIDEND:

Due to inadequacy of profit no dividend was declared for the current financial year.

4. STATEMENTS OF COMPANY'S AFFAIRS:

Pandemic has affected the entire business across the globe and thus a proportionate downfall in the revenue recorded to us as well, though many of the business ventures in which we are either a partner or invested could not reopen the business during the major period in the year in review there is no major decrease in the income booked except to few parties when compared to last Financial year. During the year we could achieve a net operating income of Rs 15.56 Lakhs before tax and depreciation which is 57.11% less than previous year net operating income. Due to pandemic and other issues we could not establish fresh business relationships but we did more business through our wholly owned subsidiary and reinvestment with the existing parties. As part of internal quality control we had conducted review meetings and business progress analysis with various parties and thereby we could give a light to their business and also could endure maximum safety of our investments. We were succeeded in recovering the investment amount in some of the non performing business and in some other cases we came in to an agreement with them.

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 2020-21 in Rupees	Previous Year 2019-20 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	7,39,11,850
	7,95,000	7,95,000
TOTAL	7,31,16,850	7,31,16,850

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):

An amount of Rs. 27,500/- remained unclaimed in the Unclaimed Dividend account for the year 2012-13 for seven years and was transferred to the Investor Education and Protection Fund established by the Central Government on 08th January, 2021

In terms of section 125 of the Companies Act, 2013 any unclaimed dividend relating to the financial year 2014-15 is due for remittance on December 6th, 2022 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 5th 2022 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.

Information in respect of unclaimed and unpaid dividends declared for 2014-15 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, 2015	September 30, 2015	1,83,570	6 th December, 2022
March 31, 2020	November 02, 2020	5,36,440	8 th January, 2028

11. MANAGEMENT:

(i) Re-appointment of Managing Director:

The Board of Directors of the Company in its meeting held on May 27th, 2021 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 2, 2021.

(ii) Directors appointed during the year:

No Directors were appointed during the year

(iii) Director resigned during the year:

No Directors were retired from the Company during the period

(iv) Directors retiring by rotation:

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

At the ensuing Annual General Meeting, Mr. Anver Padikkalakandy Cheriyath (DIN: 00628394), Mr. Purakulam Mohamed Haris (DIN: 01532787) and Mr. Mohamed Salih Panha Thodiyil (DIN: 08234874), 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 13.06.2020, 20.08.2020, 07.10.2020 and 28.01.2021. 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 2020 - 21 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 02.11.2020
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	2	NO
PURAKULAM MOHAMED HARIS	Director	01532787	2	NO
ABDUL RAHEEM CHAMNAD	Director	02243301	0	NO
ABDUL MAJEED MALLIKATHODI	Director	02451183	3	NO
MUHAMMED ABDUSSALAM	Director	02909211	4	NO
THENGHILAKATHE KOYA KUTTY HUSSAIN	Director	07278791	3	YES
MOHAMED SALIH PANHA THODIYIL	Director	08234874	4	YES
RAZIQ AHMED PERIKINCHIRA	Director	08231211	2	NO
ABDULLA SALEEL KOLAPPURATH	Director	03489379	2	NO

The last Annual General Meeting was held on 02nd November 2020.

Executive Committee of the Board:

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

The following are the members of Executive Committee Dr. P.C Anwar, Mohamed Salih Panha Thodiyil, Karumbil Mikacha Thakhiyudheen, Muhammed Abdussalam, Thenghilakathe Koya Kutty Hussain, Abdulla Saleel Kolappurath and Mr. Faris OK, General Manager. The Executive Committee met 15 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, 2021, 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, 2021 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 2020-21.

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

We have 3 subsidiaries and 2 associate companies as on March 31, 2021. 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 loss of Rs. 5,43,380
2. Destino Travel World Private Limited, Wholly owned Subsidiary Company- Company planned for revival of the business with the existing system and infrastructure could not materialise the same due to pandemic. During the year in review the company has booked a net loss of Rs. 37,035
3. AICL Enterprises LLP, Wholly owned Subsidiary LLP - During the year the firm made a net profit of Rs.40,104. LLP initiated a few fresh business relations by which we are expecting good amount of income in the coming years and thereby achieve more profit.
4. *Proxima Associates Private Limited, Subsidiary Company- Company has not completed the financial audit for the year ended March 2021, due to COVID 19 Pandemic, hence not considered for the consolidation of the accounts. Since they are not doing business as agreed between us we asked them to buy back the shares invested by us.*

• Associate

1. *Lamiya Apparels Private Limited, Associate Company- Company has not completed the financial audit for the year ended March 2021, due to COVID 19 Pandemic , hence not considered for the consolidation of the accounts Since they are not doing business as agreed between us we asked them to buy back the shares invested by us, we already received 20 Lakhs from them as share transfer advance and expecting the balance by the end of this financial year.*
2. *Flotila Safety Device Private Limited, Associate Company- Company has not completed the financial audit for the year ended March 2021, 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. PARTICULERS 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, Statutory Auditors of the Company appointed for a period of 5 years in the 20th 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 2020-21, contain the qualifications with regard to the following:

- A) Company has not made provisions for the investments which are considered doubtful by the Company, those firms are Malabar Marketing, Azeeza Food Products and Zohra Granite
- B) Company has not provided the financial statements of parties and hence could not assess the possibility of value diminution.
- C) Financials of subsidiary and associate companies and firms in which company is a partner not considered for consolidation of the company
- D) The Company has not provided diminution in the value of investment of AICL Builders and Developers Limited and Participatory Finance owing to the impairment in value of assets in the subsidiary.
- E) Material uncertainty in the going concern of subsidiary Destino Travel world.

31. BOARD REPLY TO THE QUALIFICATIONS TO AUDITORS REPORT

- A) We had conducted meetings with the Azeza food products and Zohra Granites where in they committed to us that though their business affected due to various situations they will repay the full invested amount to us on or before the end of the current Financial year.
- B) Pandemic has affected the business of the parties and could not reopen the business, some of them just started the audit procedure as the government extended the time limit for IT filing, still we have recovered balance confirmation statement from them and gave to auditor.
- C) Pandemic has affected the business of the parties and could not reopen the business, some of them just started the audit procedure as the government extended the time limit for IT filing, still we have recovered balance confirmation statement from them and gave to auditor.
- D) Since we have a considerable balance in the land stock and building asset we could cover up the value of investment and participation finance provided from the balance stock and other fixed assets. Hence there is no point in considering provision for the same in this financial year.
- E) Though Destino travel world has closed its office the company is still trying to revive the business with the existing infrastructure facility available that it may be able to reduce the cumulative loss occurred. Covid situation has affected the opportunity to recover the business but the directors of the company had expressed their hope to revive the business in the coming years. We consider a provision of 20% for permanent diminution in the value of investment.

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:

Pursuant to the amendments to Section 134(3)(a) and Section 92(3) of the Act read with Rule 12 of the **Companies (Management and Administration) Rules, 2014**, the Annual Return (Form MGT-7) for the financial year ended March 31, 2021, is available on the Company's website and can be accessed at <https://aicl-india.com/reports>

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 2020-21.

36. PENALTIES/PUNISHMENT/COMPOUNDING OF OFFENCES:

There were no penalties / punishment / compounding of offences for the year ending March 31, 2021.

For and on behalf of the Board

Sd/-

ARIF ALI THOTTANCHERI

(DIN 00638834)

Chairman

Calicut

01/10/2021

(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.)

Sl.no	Particulars	SUBSIDIARIES		
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	(45,21,986)	(56,36,395)	-
6	Total assets	76,45,387	3,09,904	-
7	Total Liabilities	1,16,67,373	33,159	-
8	Investments	19,97,020	Nil	25,00,000
9	Turnover	54,20,000	1,47,175	-
10	Profit before taxation	(5,36,002)	(36,099)	-
11	Provision for taxation	7,378	936	-
12	Profit after taxation	5,43,380	(37,035)	-
13	Proposed Dividend	Nil	Nil	-
14	Extent of shareholding (in percentage)	100	100	71.43

Part B Associates and Joint Ventures

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

Name of Associates		LAMIYA APPARELS PRIVATE LIMITED (U18101KL2003PTC016465)	FLOTILA SAFETY DEVICE PRIVATE LIMITED (U74999KL2018PTC053153)
1.	Latest audited Balance Sheet Date	-	-
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	Financials not yet finalized hence not considered for consolidation	Financials not yet finalized hence not considered for consolidation
5.	Net worth attributable to shareholding as per latest audited Balance Sheet	-	-
6.	Profit or Loss for the year		-
i.	Considered in Consolidation	-	-
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, 2021, 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
A.	Key Managerial Personnel's						
1	Amrutha P M	Company Secretary	Salary & Allowances	NA	NA	NA	5,31,200
2	P M Salih	Director, C.E.O	Salary & Allowances	NA	NA	NA	NA
B.	Other Related Parties						
1	AICL Builders and Developers Limited	Wholly owned Subsidiary Company	1.Funding Charges receivable received 2. Participating Finance Receivable Received	NA NA	NA NA	NA NA	48,23,673 12,46,327
2	Proxima Associates Private Limited	71.43% owned Subsidiary Company	1. Consultancy Charges Received	NA	NA	NA	4,763
3	M/s Archer Trading LLP	LLP in which company is a partner	1.Capital Contributed 2.Capital Withdrawn 3. Interest on Capital received	NA NA NA	23.12.2019 NA NA	NA NA NA	25,00,000 15,00,000 1,04,550
4	M/s Le Rahat Hospitality (Calicut) LLP	LLP in which company is a partner	1.Profit Share 2.Drawings during the year	NA NA	NA NA	NA NA	38,334 16,61,666
5	M/s AICL Enterprises LLP	Wholly owned LLP	1. Loan given to LLP 2.Profit Share	NA NA	19.01.2019	NA NA	33,07,000 42,444
6	M/s Reizend IT Consultants	Firm in which company is a partner	1.Capital Contribution 2.Drawings during the year 3.Profit Share	NA NA	13.06.2020 NA	NA NA	15,00,000 2,50,000 5,40,501



7	M/s Rolex Group	Firm in which company is a partner	1. Drawings during the year 2. Investment written off	NA NA	NA NA	NA NA	3,79,326 1,40,674
8	M/s Perinthalmanna M.L Fashion	Firm in which company is a partner	1. Unsecured loan repaid 2. Interest on Capital 3. Profit Share	NA NA NA	NA NA NA	NA NA NA	50,051 2,15,472 92,119
9	M/s Olive Solutions	Firm in which company is a partner	1. Profit Share 2. Drawings during the year	NA NA	NA NA	NA NA	41,694 25,00,000
10	M/s Spader Tech Solutions	Firm in which company is a partner	1. Profit Share	NA	NA	NA	9,60,000
11	M/s Tradcon Security System	Firm in which company is a partner	1. Interest on Capital	NA	NA	NA	3,00,000

For and on behalf of the Board

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

Kozhikode
01/10/2021

INDEPENDENT AUDITORS' REPORT

To The Members of Alternative Investments and Credits Limited

Report on the Standalone Financial Statements

Qualified Opinion

We have audited the standalone financial statements of Alternative Investments and Credits Limited ("the Company"), which comprises the Balance Sheet as at 31st March 2021, 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, 2021, 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 there exists material uncertainty that cast significant doubt on companys ability to continue as going concern (Note No:8).The Company has provided only 20% as provision for permanent diminution 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.

The company has not made provision for the investments which are considered doubtful by the company. viz, Malabar marketing Rs 15,15,000,Azeeza Food Products Rs.10,00,000 and Zohra Granite Rs 6,24,405.

We have not received audited financial statements of Proxima Associates Private Limited*, Lamiya Apparels Private Limited, Flotila Safety Device Private Limited*, Tridz Technologies Private Limited, Archer Trading LLP*, Le Rahat Hospitality (Calicut) LLP, Perinthalmanna M.L Fashion, Rolex Group, Olive solutions, Tradcon Security System, Azeeza Food Produts*, Malabar Marketing*, Zohra Granites*.

*Financial Statements were not obtained for comparing previous period also.

In the absence of the financial statements we are not in a position to analyse any possible diminution in the value of such investments. However, the management has represented that in the opinion of the management there is no permanent diminution in the value of investments.

The company has not provided possible diminution in the value of investment of AICL Builders & Developers Ltd (Note No:8) and Participating Finance (Note No: 10) owing to the impairment in value of assets in the subsidiary.

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 31-03-2021 (In Rs.)	Receivables as on 31-03-2021 (In Rs.)
M/s Proxima Associates Pvt Ltd	25,00,000	-
M/s Flotila Safety Devices Pvt Ltd	4,00,000	-
M/s Lamiya Apparels Pvt Ltd	59,74,000	-
M/s Tridz Technologies Pvt Ltd	1,90,000	1,03,406
M/s Archer Trading LLP	25,00,000	-
M/s Le Rahat Hospitality (Calicut) LLP	7,43,143	-
M/s Perinthalmanna M.L Fashions	24,65,000	-
M/s Rolex Group	19,80,000	-
M/s Tradcon Security System	25,00,000	6,06,078
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 Olive Solutions	-	-

- 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.
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 for permanent diminution in the value of investments as described in basis of opinion paragraph.**
5. On the basis of written representations received from the directors as on 31st March, 2021 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2021 from being appointed as a director in terms of Section 164(2) of the Act.
6. Since the company has not paid managerial remuneration, the provision of 197(16) is not applicable for the company.
7. 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”**.



8. 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: 09-10-2021

UDIN: 21235281AAAIH9995

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 (In Rs)
AICL Builders & Developers Limited	Participation Finance	1,14,15,525
Tridz Technologies Private Limited	Unsecured Loan	20,10,000
Perinthalmanna M.L Fashions	Unsecured Loan	24,84,950
AICL Enterprises LLP	Unsecured Loan	1,23,72,160

- 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. The company has not charged interest on loan provided by the company.***
- 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 not 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:09-10-2021

UDIN: 21235281AAAIH9995

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, 2021 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, 2021, 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:09-10-2021

UDIN: 21235281AAAIH9995

ALTERNATIVE INVESTMENTS AND CREDITS LIMITED

CIN:U65993KL2000PLC014025

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

BALANCE SHEET AS AT 31st MARCH 2021

Particulars	Notes	As at 31-03-2021 Rs.	As at 31-03-2020 Rs.
I. EQUITY AND LIABILITIES			
(1) Shareholders' Funds			
(a) Share Capital	2	7,31,16,850	7,31,16,850
(b) Reserves and Surplus	3	20,17,298	46,21,341
(2) Current Liabilities			
(a) Trade Payables	4	-	4,116
(b) Other Current Liabilities	5	38,67,630	26,57,830
(c) Short Term Provisions	6	1,00,000	84,000
Total		7,91,01,779	8,04,84,137
II. ASSETS			
(1) Non-Current Assets			
(a) Property, Plant and Equipment			
(i) Tangible Assets	7	46,93,398	48,64,891
(ii) Intangible Assets	7	-	3,600
(b) Non-Current Investments	8	3,62,84,560	3,98,98,854
(c) Deferred Tax Asset	9	4,96,508	2,81,604
(d) Long Term Loans and Advances	10	1,15,99,111	1,29,03,734
(e) Other Non - Current Assets	11	1,15,256	1,15,256
(2) Current Assets			
(a) Trade Receivables	12	23,66,354	64,72,014
(b) Cash and Cash Equivalents	13	63,71,638	16,47,894
(c) Short-Term Loans and Advances	14	1,68,67,110	1,39,83,350
(d) Other Current Assets	15	3,07,843	3,12,940
Total		7,91,01,779	8,04,84,137

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

Sd/-

Razee Moideen, B.com, FCA

Partner

M.No. 235281

Amrutha PM

Company Secretary

M.No: A 49114

Place: Calicut

Date: 09-10-2021

Place: Ernakulam

Date: 09-10-2021

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 31st MARCH 2021

Particulars	Notes	Current Year Rs.	Previous Year Rs.
<u>I. Revenue</u>			
Revenue from Operations	16	25,97,178	47,36,461
Other Income	17	2,43,674	6,32,523
Total Revenue		<u>28,40,852</u>	<u>53,68,984</u>
<u>II. Expenses:</u>			
Employee Benefits	18	5,31,200	8,00,000
Depreciation and Amortization Expense	7	2,77,649	3,05,556
Other Expenses	19	7,43,647	9,17,761
Total Expenses		<u>15,52,496</u>	<u>20,23,317</u>
III. Profit before exceptional and extraordinary items and tax (I - II)		12,88,356	33,45,667
IV. Exceptional/Extraordinary Items		<u>11,82,628</u>	-
V. Profit before Tax	(III - IV)	<u>1,05,728</u>	<u>33,45,667</u>
VI. Tax expense			
-Current Tax		-	
-Deferred Tax		(2,14,904)	63,078
VII. Profit/(Loss) for the year from operations (V-VI)		3,20,632	32,82,589
VIII. Profit for the year		<u>3,20,632</u>	<u>32,82,589</u>
IX. Earning per equity share - Basic & Diluted	21	0.04	0.44
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	Sd/-
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	Place: Ernakulam
Date: 09-10-2021	Date: 09-10-2021

ALTERNATIVE INVESTMENTS AND CREDITS LIMITED

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

CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2021

Particulars	2020-2021		2019-2020	
	Rs.	Rs.	Rs.	Rs.
Cash Flows from Operating Activities				
Net Profit After Tax		3,20,632		32,82,589
Add: Non Cash Items				
Depreciation	2,77,649		3,05,556	
Deferred Tax	(2,14,904)		63,078	
Provision for Audit Fee	1,00,000		84,000	
Provision for diminution in value of Investment	11,82,628		-	
Accounts Written Off	1,97,494		3,000	
Less : Audit Fee Paid	(84,000)		(84,000)	
ServiceTax Settlement SVLDRS	-	14,58,867	(19,52,690)	
Income Tax Paid	-		-	(15,81,056)
Add: Repayment of Participation Finance	12,56,327		-	
Repaymeent of Interest Free Loans	-	12,56,327	1,51,450	1,51,450
Cash Flow Before Working Capital Changes		30,35,826		18,52,983
Other Adjustments:				
Add:				
Decrease in Other Current Assets	2,860		(80,82,664)	
Decrease Short Term Loan	(28,83,760)		3,36,534	
Decrease in Trade Receivables	41,05,577			
Less:				
Increase in Non Current Asset	-		-	
Increase in Trade Receivables	-		-	
Increase in Other Current Assets	-		2,05,358	
Decrease in Other Current Liability	(24,090)		1,40,400	
Decrease in Trade Payable	(4,116)	11,96,471	4,116	(73,96,256)
Net Cash from Operating Activities		42,32,298		(55,43,274)
Cash Flows from Investing Activities				
Less: Purchase of Fixed Assets	(1,97,557)		(4,84,116)	
Investments During the Year:				
Invesments in Partnership Firms	16,29,326		(75,00,000)	
Invesments in Associates	-		(5,90,000)	
Invesments in LLP	6,61,666		8,95,191	
Add:Advance Received for Sale of Investments	10,00,000		20,00,000	
Security Charges Refunded	(6,704)		-	
Sale of Fixed Asset	95,000		16,60,605	
Net Cash Used for Investing Activities		31,81,731		(40,18,320)
Cash Flows from Financing Activities				
Unclaimed Dividend	2,34,390		(96,778)	
Dividend Paid	(29,24,674)			

Net Cash from Financing Activities	(26,90,284)	(96,778)
Net Increase/(Decrease) In Cash	47,23,744	(96,58,371)
Cash & Cash Equivalents at the beginning of the year	16,47,894	1,13,06,265
Cash & Cash Equivalents at the end of the year *	63,71,638	16,47,894

Cash & Cash Equivalents include :

Balances with Banks in Current Accounts	56,81,105	11,90,936
Earmarked Balance With Banks - Unpaid Dividend a/c - Not Available for use	6,90,207	4,53,873
Cash in Hand	326	3,085
	63,71,638	16,47,894

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

Sd/-

Amrutha PM
Company Secretary
M.No: A 49114

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

Place: Calicut
Date: 09-10-2021

Place: Ernakulam
Date: 09-10-2021

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 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 balance sheet, 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

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
	₹	₹
2.SHARE CAPITAL		
A. Authorised		
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
	10,00,00,000	10,00,00,000
B. Issued Subscribed and Paid-up		
73,91,185 equity shares of Rs. 10/- each (Previous year 73,91,185 equity shares of Rs. 10/- each) - 1,42,000 shares not fully paid	7,39,11,850	7,39,11,850
Less: Calls in arrears:-		
Others (142,000 shares)	7,95,000	7,95,000
	7,31,16,850	7,31,16,850
2.1 Reconciliation of no. of Shares		
Particulars	Number	Rs.
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 31.03.2021 and 31.03.2020

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 2021	As at 31st March 2020
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
2.6 During the last Five years		
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
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	Nil	Nil
2.8 Calls Unpaid		
By Directors	Nil	Nil

By Officers

Nil

Nil

3. RESERVES & SURPLUS

Particulars	Current Year	Previous Year
	Rs.	Rs.
A. Profit and Loss Account		
Balance at the beginning of the year	(4,12,971)	(36,95,560)
Profit for the Year	3,20,632	32,82,589
Total Profit & Loss account	(92,340)	(4,12,971)
B. General Reserve		
	39,71,161	59,23,851
Less: Appropriations:		
Service tax paid under SVLDRS	-	19,52,690
Dividend	29,24,674	-
C. Securities premium account		
	10,63,151	10,63,151
Total Reserves & Surplus	20,17,298	46,21,341

4. TRADE PAYABLES

For Services	-	4,116
	-	4,116

5. OTHER CURRENT LIABILITIES

Unclaimed Dividend	7,13,460	4,79,570
Other Payables	54,170	78,260
Rent Deposit	1,00,000	1,00,000
Advance received for share transfer	30,00,000	20,00,000
	38,67,630	26,57,830

6. SHORT TERM PROVISIONS

Provision for Audit Fee	1,00,000	84,000
	1,00,000	84,000

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)		
Less: Provision for diminution in value of Investment	11,82,628	-

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 since the last financial 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. However, considering probability of diminution in value of assets, the management has provided for permanent diminution in the value of assets to the tune of 20% of the investment.

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	4,00,000	
(4000 equity shares of Rs 100/- each fully paid - up)			
Investments in otherthan subsidiary and Associate			
Tridz Technologies Private Limited	1,90,000	1,90,000	
(19,000 equity shares of Rs 10/- each fully paid - up)			
Investments In Limited Liability Partnerships			
Archer Trading LLP	25,00,000	15,00,000	
Le Rahat Hospitality (Calicut) LLP	7,43,143	24,04,809	
AICL Enterprises LLP (Wholly Owned Subsidiary)	5,00,000	5,00,000	
Investments in Partnership Firms			
Considered Good			
Perinthalmanna M.L Fashion	24,65,000	24,65,000	
Rolex Group	19,80,000	25,00,000	
Olive solutions	-	25,00,000	
Reizend IT consultant	37,50,000	25,00,000	
Spader Tech Solutions	44,12,500	44,12,500	
Tradcon Security System	25,00,000	25,00,000	
Considered Doubtful			
Azeeza Food Produts	10,00,000	10,00,000	
Malabar Marketing	15,15,000	15,15,000	
Zohra Granites	6,24,405	6,24,405	
	3,62,84,560	3,98,98,854	

Name of Limited Liability Partnership	Total Capital *	Partners	Share of Profit *
M/s Archer Trading LLP	89,53,422	AICL	28%
		Mohammed Umar Ansari	1%
		Rakshinda Ansari	1%
		Vistra ITCL (India) Limited	28%

		Ansari Cranes Private Limited	43%
M/s LeRahat Hospitality (Calicut) LLP	25,10,000	AICL	25%
		Le Rahat Hospitality LLP	75%
M/s AICL Enterprises LLP	5,00,000	AICL	100%
Name of Partnership firm	Total Capital *	Partners	Share of Profit *
M/s Perinthalmanna M.L Fashions **	1,49,84,750	AICL	16%
		Suhail Kurikkal M.P	3%
		Abdul Basheer	5%
		Sona Sivadas T	1%
		Sumayya	3%
		Muhammed Shafeeq K	6%
		Nazneen	3%
		Navas P	7%
		Naswa K P	3%
		Ameerali V	3%
		C H Musthafa	7%
		Abdul Wahab NK	3%
		Fathima Nazeem	9%
		Anammed Koya E C	3%
		P Usman	7%
		Hydrose V	13%
		Munammea Abdurahiman P	3%
		Munammea Fabin M	5%
M/s Azeeza Food Products	28,00,000	AICL	75%
		Saneera V M	25%
M/s Rolex Group	35,00,000	AICL	70%
		N. Nazar	30%
M/s Zohra Granites **	1,00,13,987	AICL	40%
		C S Sibghathullah	30%
		Fahad SM	30%
M/s Spader Tech Solutions	60,00,000	AICL	65%
		Abdul Rahiman T T	35%
M/s Malabar Marketing	1,33,69,324	AICL	75%
		Mohammed Ashraf	25%
M/s Reizend IT consultants	41,00,000	AICL	98%
		Noble James	1%
		Albin george	1%
M/s Tradcon Securities System	25,40,000	AICL	98%
		Rubeena	1%
		Julaise	1%
		Junaid	1%

* 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 31-03-2020 as the balance as on 31-03-2021 are not provided by the firm.

9. DEFERRED TAX ASSETS (NET OF LIABILITIES)

DEFERRED TAX (LIABILITY)/ DEFERRED TAX ASSET	AS AT 31.03.2020 Rs.	CHARGE/ (REVERSAL) Rs.	AS AT 31.03.2021
			Rs.
Timing Differences of Depreciation	2,75,262	(83,948)	1,91,314
Timing Differences of Disallowance u/s 40 (a)			
(ia)	6,342	1,208	7,550
Timing Differences of Disallowance u/s 36(1)(vii)		2,97,644	2,97,644
	2,81,604	2,14,904	4,96,508

10. LONG TERM LOANS AND ADVANCES

Loans And Advances to Related Parties

Participating Finance-AICL Builders And Developers Ltd	1,14,15,525	1,26,61,852
--	-------------	-------------

Other Loans and Advances

Security Deposit	1,23,586	1,16,882
Considered Good		
Participating Finance	-	10,000
Considered Doubtful		
Participating Finance	60,000	1,15,000
	1,15,99,111	1,29,03,734

11. OTHER NON - CURRENT ASSETS

Advance Legal Charges	1,15,256	1,15,256
	1,15,256	1,15,256

12. TRADE RECEIVABLES

Funding Charges Receivable	-	48,23,673
Profit from Investments - Receivable	17,29,190	14,92,421
Consultancy Charges Receivable	2,33,758	1,55,921
Interest on Loan Receivable	1,03,406	-
Interest on Capital Receivable	3,00,000	-
	23,66,354	64,72,014

13. CASH AND CASH EQUIVALENTS

Balances with Banks in Current Accounts	56,81,105	11,90,936
Earmarked Balance With Banks - Unpaid Dividend a/c	6,90,207	4,53,873
Cash in Hand	326	3,085
	63,71,638	16,47,894

14. SHORT TERM LOANS AND ADVANCES

To Related Parties - Unsecured, Considered Good

Perinthalmanna M L Fashions	24,84,950	25,35,000
AICL Enterprises LLP	1,23,72,160	90,65,160

Tridz Technologies private Limited	20,10,000	23,10,000
To Others	-	
Loan to Habeeb Rahman	73,190	
	1,68,67,110	1,39,83,350

15. OTHER CURRENT ASSETS

TDS Receivable	33,975	-
Advance Paid for Payment of Taxes	-	9,697
Income Tax Refund Receivable	2,32,000	2,32,000
GST Receivable	10,105	27,215
TDS Recoverable	9,341	12,168
Rent Receivable	6,480	31,860
Advance to Suppliers:		
Evershine	15,943	-
	3,07,843	3,12,940

16. REVENUE FROM OPERATIONS

Consultancy Charges	2,80,000	89,000
Share of Profit from Investments in Partnership Firms	15,93,749	37,02,712
Interest on Capital from Partnership Firm/LLP	6,20,022	7,67,488
Interest on Loan	1,03,406	1,77,261
	25,97,178	47,36,461

17. OTHER INCOME

Other Non-operating Income		
Interest Income on Income tax refund	-	4,823
Interest Income on Telephone Deposit	674	-
Rental Income	2,43,000	27,000
Written back	-	6,00,700
	2,43,674	6,32,523

18. EMPLOYEE BENEFIT EXPENSES

Salary and Wages	5,31,200	8,00,000
	5,31,200	8,00,000

19. OTHER EXPENSES

Auditors Remuneration - For Audit	1,00,000	84,000
Legal Charges	10,000	1,76,159
Office Expenses	500	12,157
Electricity Charges	26,396	27,856
Professional Charges	1,25,000	1,06,410
Rates and Taxes	5,180	19,669
Rent	84,720	97,345
Telephone & Internet Charges	39,002	44,606
Travelling Expenses	10,509	86,713
Repairs & Maintenance	29,186	34,591
Non recoverable accounts written off	1,97,494	3,000
Other Expenses	1,15,660	2,25,255
	7,43,647	9,17,761

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	Nil	Nil
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 Rs. 10 each:

Net Profit as per Statement of Profit and loss(Rs.)	3,20,632	32,82,589
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	0.04	0.44

22. RELATED PARTY DISCLOSURES

I. Name of Party	Relation
A. Key Managerial Personnels	
P C Anvar	Managing Director
Amrutha P M	Company Secretary
P M Salih	Director
B. Other Related Parties	
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 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 Spader Tech Solutions	Firm in which company is a partner

II. Transactions during the year	Current Year	Previous Year
Amrutha P M - Company Secretary		
Salary & Allowances	5,31,200	3,77,000
P M Salih - C.E.O		
Salary & Allowances	-	2,70,000
AICL Builders and Developers Ltd		
Unsecured Loan Provided	-	50,000
Unsecured Loan Repaid	-	32,52,496
Funding Charges Receivable Received	48,23,673	9,66,000
Participating Finance Receivable Received	12,46,327	-
Destino Travel World Private Limited		
Equity Shares Purchased	-	-
Proxima Associates Private Limited		
Equity Shares Purchased	-	-
Consultancy Charges Received	4,763	36,000
Lamiya Apparels Private Limited		
Equity Shares Transferred	-	-
Flotila Safety Devices Private Limited		
Equity Shares Purchased	-	4,00,000
Consultancy Charges Received	-	10,000
M/s Archer Trading LLP		
Capital Contributed	25,00,000	15,00,000
Capital Withdrawn	15,00,000	25,00,000
Consultancy Charges	-	10,000
Profit Received	-	2,28,841
Interest On capital received	1,04,550	-
M/s LeRahat Hospitality (Calicut) LLP		
Interest on Capital	-	1,67,488
Profit Share	38,334	4,078
Drawings During the Year	16,61,666	95,193
M/s LittleBeaver Infrastructures LLP		
Consultancy Charges	-	3,000
Capital withdrawn	-	3,00,000
Profit Share	-	16,536
M/s AICL Enterprises LLP		
Capital Contributed	-	5,00,000
Loan given to LLP	33,07,000	86,87,050
Sale of Plant and Machinery	-	16,60,605
Profit Share	40,104	59,405
M/s Malabar Marketing		
Drawings during the year	-	-

M/s Rolex Group			
Profit Share	-	3,26,777	
Interest on Capital	-	3,00,000	
Drawings during the year	3,79,326	-	
Investment written off	1,40,674	-	
M/s Perinthalmanna M.L Fashion			
Unsecured Loan Repaid	50,050	-	
Interest on Capital	2,15,472	-	
Profit Share	92,119	8,79,859	
M/s Azeeza Food Products			
Profit Share	-	28,116	
M/s Olive Solutions			
Capital Contributed	-	25,00,000	
Profit Share Received	41,694	7,569	
Drawings during the year	25,00,000	-	
M/s Tardcon Security System			
Capital Contributed	-	25,00,000	
Consultancy Charges	-	10,000	
Interest On Capital	3,00,000	3,00,000	
Profit Share Received	1,45,000	1,92,067	
M/s Reizend IT Consultants			
Capital Contributed	15,00,000.00	25,00,000	
Drawings during the year	2,50,000.00	-	
Consultancy Charges	-	10,000	
Profit Share Received	5,40,501	4,92,338	
M/s Spader Tech Solutions			
Capital Contributed	-	-	
Profit Share Received	2,40,000	14,67,127	

III.Amounts Outstanding as at 31st March 2021

Particulars		Current Year	Previous Year
AICL Builders and Developers Limited			
Investment in Share Capital	Dr	5,00,000	5,00,000
Participating Finance	Dr	1,14,15,525	1,26,61,852
Funding Charges Receivable	Dr	-	48,23,673
Destino Travel World Private Limited			
Investment in Share Capital (Net of Provision for diminution in value of Investment)	Dr	47,30,512	59,13,140
Proxima Associates Private Limited			
Investment in Share Capital	Dr	25,00,000	25,00,000

Consultancy Charges Receivable	Dr	-	4,763
Lamiya Apparels Private Limited			
Investment in Share Capital	Dr	59,74,000	59,74,000
Flotila Safety Devices Private Limited			
Investment in Share Capital	Dr	4,00,000	4,00,000
M/s Archer Trading LLP			
Investment in LLP	Dr	25,00,000	15,00,000
M/s LeRahat Hospitality (Calicut) LLP			
Investment in LLP	Dr	7,43,143	24,04,809
Profit Receivable	Dr	-	4,078
M/s AICL Enterprises LLP			
Investment in LLP	Dr	5,00,000	5,00,000
Unsecured Loan	Dr	1,23,72,160	90,65,160
Profit share Receivable	Dr	40,104	59,405
M/s Malabar Marketing			
Investment in Partnership	Dr	15,15,000	15,15,000
M/s Zohra Granites			
Investment in Partnership	Dr	6,24,405	6,24,405
Consultancy Charges Receivable	Dr	1,51,158	1,51,158
M/s Rolex Group			
Investment in Partnership	Dr	19,80,000	25,00,000
M/s Perinthalmanna M.L Fashions			
Investment in Partnership	Dr	24,65,000	24,65,000
Unsecured Loan Provided	Dr	24,84,950	25,35,000
Profit Receivable	Dr	-	1,92,359
Interest on Capital Receivable	Dr	-	-
M/s Azeeza Food Products			
Investment in Partnership	Dr	10,00,000	10,00,000
M/s Olive Solutions			
Investment in Partnership	Dr	-	25,00,000
Profit Receivable	Dr	-	7,569
M/s Tradcon Security System			
Investment in Partnership	Dr	25,00,000	25,00,000
Profit Receivable	Dr	3,06,078	26,545
Interest on Capital Receivable	Dr	3,00,000	-
M/s Reizend IT Consultants			
Investment in Partnership	Dr	37,50,000	25,00,000
Profit Receivable	Dr	3,75,865	1,40,338

M/s Spader Tech Solutions				
Investment in Partnership	Dr	44,12,500		44,12,500
Profit Share Receivable	Dr	10,07,142		10,62,125

23. Additional Information	Current Year	Previous Year
	Rs.	Rs.
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:

Particulars	Opening Balance	Additions/ (reversal)	Closing Balance
Provision for Taxation		-	-
	-	-	-
Provision for Audit Fee	84,000	1,00,000 (84,000)	1,00,000
Provision for Diminution in Value of Investment		11,82,628	11,82,628

25. Participation Finance, 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
Chairman
DIN: 00638834

Anver P C
Managing Director
DIN: 00628394

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

Amrutha PM
Company Secretary
M No: A 49114

Place: Calicut
Date: 09-10-2021

Place: Ernakulam
Date: 09-10-2021

7.PROPERTY, PLANT and EQUIPMENT & DEPRECIATION and AMORTISATION

Particulars	Cost				DEPRECIATION					Net Carrying Amount	
	As at 01.04.2020	Additions	Deletions	As at 31.03.2021	Upto 31.03.2020	Opening Adjustment	For the Year	On Deletions	Upto 31.03.2021	As at 31.03.2021	As at 31.03.2020
TANGIBLE ASSETS											
Building	69,49,969	1,21,020	95,000	69,75,989	22,24,654	-	2,36,022	258	24,60,418	45,15,571	47,25,315
Furniture & Fittings	6,49,212	-	-	6,49,212	5,74,435	-	13,859	-	5,88,294	60,918	74,777
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	82,335	-	2,432	-	84,767	8,677	11,109
UPS	56,450	-	-	56,450	54,302	-	711	-	55,012	1,438	2,148
Printer	20,600	-	-	20,600	16,563	-	2,240	-	18,803	1,797	4,037
Air Conditioner	1,49,740	76,537	-	2,26,277	1,32,182	-	19,043	-	1,51,225	75,052	17,558
	85,17,429	1,97,557	95,000	86,19,986	36,52,538	-	2,74,307	258	39,26,588	46,93,398	48,64,891
INTANGIBLE ASSETS											
Tally ERP 9	18,000	-	-	18,000	14,400	-	3,600	-	18,000	-	3,600
	18,000	-	-	18,000	14,400	-	3,600	-	18,000	-	3,600
Total	85,17,429	1,97,557	95,000	86,37,986	36,66,938	-	2,77,907	258	39,44,588	46,93,398	48,68,491
Previous Year	98,45,177	4,84,116	18,11,864	85,35,429	35,12,641	-	3,05,556	1,51,259	36,66,938	48,68,491	63,50,536

INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF ALTERNATIVE INVESTMENTS AND CREDITS LIMITED

Report on the Audit of the Consolidated Financial Statements

Qualified 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, 2021 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, 2021, of consolidated Loss 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 company has not consolidated the financial statements of the following:

Name of the Component	% of Holding
Proxima Associates Private Limited	71.43%
Reizend IT Consultants	91.46%
Rolex Group	56.57%
Spader Tech Solutions	73.54%
Tradcon Security System	98.43%

The parent company has not accounted the investments in M/s. Flotila Safety Devices Private Limited, M/s. Lamiya Apparels Private Limited, M/s. Archer Trading LLP, M/s. Le Rahat (Calicut) Hospitality 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.

The parent company has not made provision for the investments which are considered doubtful by the parent. viz, Malabar marketing Rs 15,15,000, Azeeza Food Products Rs.10,00,000 and Zohra Granite Rs 6,24,405.

The parent company has not received audited financial statements of Proxima Associates Private Limited*, Lamiya Apparels Private Limited, Flotila safety Device Private Limited*, Tridz Technologies Private Limited, Archer Trading LLP*, Le Rahat Hospitality (Calicut) LLP, Perinthalmanna M.L Fashion, Rolex Group, Olive solutions, Tradcon Security System, Azeeza Food Produts*, Malabar Marketing*, Zohra Granites*.

*Financial Statements were not obtained for comparing previous period also.

In the absence of the financial statements we are not in a position to analyse any possible diminution in the value of such investments. However, the management has represented that in the opinion of the management there is no permanent diminution in the value of investments.

The Component AICL Builders & Developers Limited has sold Land and Villa at Chalakkal and Land at Odakkali during the year at a loss. The Management of the component has not accounted for possible impairment in value of the immovable properties located at Chalakkal and Odakkali. The Management is of the opinion that the immovable properties held in the component will dispose at higher realisable value. Accordingly, we are not in position to quantify the effect of qualification on financial statements.

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.

Material Uncertainty related to Going Concern

We draw attention to Note 1 & 2 in the consolidated financial statements, which indicate that the component Destino Travel World Private Limited had to temporarily discontinue the business. As stated in Note 2, these events or conditions, along with other matters as set forth in Note 1 & 2, indicate that a material Uncertainty exists that may cast significant doubt on component's ability to continue as a going concern. The management of the component has prepared the financial statements considering the material uncertainty that exists which makes the ability of the component to continue as going concern. Our opinion is not modified in respect of this matter.

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.

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, **except**;

The Audited financial statements of the investments in which parent company has made investment :

Particulars	Investments as on 31-03-2021 (In Rs.)	Receivables as on 31-03-2021 (In Rs.)
Proxima Associates Pvt Ltd	25,00,000	-
Flotila Safety Devices Pvt Ltd	4,00,000	-
Lamiya Apparels Pvt Ltd	59,74,000	-
Tridz Technologies Pvt Ltd	1,90,000	1,03,406
M/s Archer Trading LLP	25,00,000	-
M/s Le Rahat Hospitality (Calicut) LLP	7,43,143	-
M/s Perinthalmanna M.L Fashions	24,65,000	-
M/s Rolex Group	19,80,000	-
M/s Tradcon Security System	25,00,000	6,06,078
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 Olive Solutions	-	-

- 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, 2021 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, 2021 from being appointed as a director in terms of Section 164 (2) of the Act.
- f) Since the group has not paid managerial remuneration, the provision of 197(16) is not applicable for the company.
- g) 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
- h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and 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

UDIN: 21235281AAAII6814

Date:09-10-2021

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, 2021 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, 2021, 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, three wholly owned subsidiary audited by us only.

For M A Moideen & Associates

Chartered Accountants

(Firm's Registration No.002126 S)

Sd/-

Place: Kochi
Date: 09-10-2021

Razee Moideen, B.Com, FCA
Partner
M.No. 235281
UDIN: 21235281AAAII6814

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 31.03.2021

Particulars	Notes	As at 31-03-	As at 31-03-
		2021	2020
		Rs.	Rs.
I. EQUITY AND LIABILITIES			
(1) Shareholders' Funds			
(a) Share Capital	3	7,31,16,850	7,31,16,850
(b) Reserves and Surplus	4	(76,33,834)	(44,49,377)
(2) Minority Interest			
(3) Non-Current Liabilities			
(a) Long Term Borrowings	5	-	-
(4) Current Liabilities			
(a) Trade Payables	6	14,500	60,011
(b) Other Current Liabilities	7	43,21,575	28,60,830
(c) Short Term Provisions	8	1,93,519	1,85,939
Total		7,00,12,610	7,17,74,254
II. ASSETS			
(1) Non-Current Assets			
(a) Property, Plant and Equipment			
(i) Tangible Assets	9	1,01,57,415	1,46,32,321
(ii) Intangible Assets		5,35,526	5,47,858
(b) Non-Current Investments	10	2,93,71,420	3,29,93,283
(c) Deferred Tax Asset	11	2,67,651	61,061
(d) Long term Loans and Advances	12	1,91,686	2,49,982
(e) Other Non - Current Assets	13	1,15,256	1,15,256
(2) Current Assets			
(a) Current Investments	14	19,97,020	24,97,020
(b) Inventories	15	66,59,672	86,22,655
(c) Trade Receivables	16	70,96,834	21,21,095
(d) Cash and Cash Equivalents	17	69,85,854	25,72,904
(e) Short-term Loans and Advances	18	48,28,950	53,08,215
(f) Other Current Assets	19	18,05,327	20,52,603
Total		7,00,12,610	7,17,74,254

Notes forming part of accounts

As per our report of even date attached

For and on behalf of Board of Directors

For M A Mojdeen & Associates

Chartered Accountants

Arif Ali T

Anver P C

F.R. No. 002126 S

Chairman

Managing Director

Sd/-

DIN: 00638834

Razee Moideen, B.Com, FCA

Partner

Amrutha PM

M. No. 235281

Company Secretary

M No: A 49114

Place: Calicut

Date: 09-10-2021

Place: Ernakulam

Date: 09-10-2021

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 2021

Particulars	Notes	Current Year	Previous Year
		Rs.	Rs.
<u>I. Revenue</u>			
Revenue from operations	20	1,34,10,475	93,52,415
Other Income	21	9,41,138	10,15,648
Total Revenue		1,43,51,614	1,03,68,063
<u>II. Expenses:</u>			
Purchase of Stock in Trade	22	66,33,938	-
Operating Expenses	23	1,42,040	88,700
Changes in Inventory	24	29,15,383	23,16,906
Employee Benefits	25	18,72,500	19,31,599
Depreciation and amortization expense	9	10,47,395	13,38,215
Other Expenses	26	10,00,584	11,56,603
Total Expenses		1,36,11,840	68,32,022
III. Profit before exceptional and extraordinary items and tax (I - II)		7,39,773	35,36,040
IV. Exceptional/Extraordinary Items		11,82,628	-
V. Profit before tax	(III - IV)	(4,42,855)	35,36,040
VI. Tax expense			
-Current Tax		23,519	26,939
-Deferred Tax		2,06,590	(67,097)
-MAT Credit		-	(27,701)
VII. Profit/(Loss) for the year from continuing operations (V-VI)		(2,59,784)	34,14,303
Minority Interest (Share of profit/(loss))		-	-
Share of Profits/(Loss) from Associates			7,569
VIII. Profit for the year		(2,59,784)	34,21,872
IX. Earning per equity share - Basic & Diluted	28	(0.04)	0.46
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

Sd/-

Chairman Managing Director

DIN: 00638

Managing Director

Razee Moideen, B.Com, FCA

Partner

Amrutha PM

M.No. 235281

Company Secretary

M.No. 235281

M.No: A 49114

Place: Calicut

Date: 09-10-2021

Place: Ernakulam

Date: 09-10-2021

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 31,2021

Particulars	2020-21		2019-20	
	Rs.	Rs.	Rs.	Rs.
Cash Flow From Operating Activities				
Net profit/(loss) after tax (Before considering the share of profit of Associate)		(2,59,784)		34,14,303
Add: Non Cash items				
Share of Profit of Minority	-		-	
Depreciation and amortization expense	10,47,395		13,38,215	
Provision for Taxation	23,519		26,939	
Deferred Tax	(2,06,591)		67,096	
Provision for Audit Fee	1,70,000		1,59,000	
Provision for diminution in value of Investment	11,82,628		-	
Profit on sale of Fixed Assets	(6,92,143)		-	
Audit Fee paid	(1,59,000)		(1,29,000)	
Income Tax Paid	(26,939)			
Servicetax settlement SVLDRS	-		(19,52,690)	
Accounts written off	1,97,494			
Accounts Written back	(1,475)			
Interest & Finance Charges	-	15,34,888		(4,90,440)
Add: Repayment of Participation finance	10,000		-	
Repayment of Interest free loans	-	10,000	1,51,450	1,51,450
Cash Flow before working capital changes		12,85,105		30,75,313
Add:Increase/(Decrease) in Inventories	19,62,983		24,98,492	
Increase/(Decrease) in Current Investments	5,00,000		16,50,000	
Increase/(Decrease) in Other Current Assets	2,45,040		(14,58,604)	
Increase/(Decrease) in Non Current Assets	-		-	
Increase/(Decrease) in Short Term Borrowings	(49,75,822)		(3,15,025)	
Increase/(Decrease) in Trade Receivables	4,79,266		3,74,031	
Increase/(Decrease) in Short term loans & Advances	1,63,678			
Receipt of Security Deposit	-		2,40,000	
Increase/(Decrease) in Other Non Current Assets	(44,036)		-	
Increase/(Decrease) in Trade Payable	63,177	(16,05,714)	(24,821)	
Increase/(Decrease) in Other Current Liability			43,400	30,07,473
Net Cash from Operating Activities		(3,20,610)		60,82,786
Cash Flows from Investing Activities				
Less: Purchase of Fixed Assets	(1,97,557)		(72,58,288)	
Security Deposit made	(6,704)		(45,000)	
Investments during the year				
Investments in subsidiary / Associates/Other than subsidiary & Associate	(5,00,000)		(90,000)	
Investments in Partnership Firms	16,36,895		(75,00,000)	
Investment in LLP	11,61,666		(16,04,809)	
Add:Advance received for sale of investments	10,00,000		20,00,000	
Recovery from Partnership firms				
Divestment of Shares in Associates				
Sale of Fixed Assets	43,29,544			
Security Deposit Received				
Net Cash Used for Investing Activities		74,23,843		(1,44,98,097)
Cash Flows from Financing Activities				

Share capital/Capital contribution received from Minority	-	(10,000)	
Loans received	-	-	
Dividend paid	(29,24,674)		
Loans & Advances given		(22,95,000)	
Unclaimed Dividend	2,34,390	(96,778)	
Net Cash from Financing Activities		(26,90,284)	(24,01,778)
Net Increase/(Decrease) In Cash		44,12,950	(1,08,17,088)
Cash & Cash Equivalents at the beginning of the year		25,72,904	1,33,89,993
Cash & Cash Equivalents at the end of the year*		69,85,854	25,72,904

Cash & Cash Equivalents include:

Balances with Banks in Current Accounts	62,87,501	20,25,679
Earmarked Balance With Banks - unpaid dividend a/c - Not available for use	6,90,207	4,53,873
Cash in Hand	8,146	93,352
	69,85,854	25,72,904

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

Sd/-

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

Amrutha PM
Company Secretary
M.No: A 49114

Place: Calicut
Date: 09-10-2021

Place: Ernakulam
Date: 09-10-2021

**SIGNIFICANT ACCOUNTING POLICIES AND NOTES ON ACCOUNTS FOR THE FINANCIAL YEAR ENDED
31st MARCH, 2021**

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.

The component Destino Travel World Private Limited had temporarily stopped the operations during the year 2018-19. The company had restarted the operations with revived website and tie up with supplier travel agent. The temporary discontinuance of the component coupled with the restrictions and uncertainties due to the pandemic COVID -19 and its impact on the travel industry as whole have significantly affected the operations and the management is of the opinion that there exists material uncertainty that cast significant doubt on company's ability to continue as going concern.

2. Significant Accounting Policies

Basis of Accounting

The financial statements are prepared under historical cost convention. The component Destino Travel World Private Limited has prepared the financial statements based on the assumption that there exist material uncertainty that cast significant doubt on company's ability to continue as going concern. 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 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: Recognized periodically, when the services are completed
 - (b) Funding Charges: Recognized periodically, 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
- 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.

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 31.03.2021:

Name of Subsidiary	Country of Incorporation	Proportion of Ownership	Minority interest
AICL Builders & Developers Limited	India	100%	-
Destino Travel World Private Limited	India	100%	-
AICL Enterprises LLP	India	100%	-

During the previous year the financial statements of Le Rahat Hospitality (Calicut) LLP 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. Further, the investment in associate Lamiya Apparels Private Limited has not been recognised as per equity method as required under AS 23 - Accounting for Investments in Associates in Consolidated Financial Statements due to non availability of the financial statements of the associate.

PARTICULARS	Current Year	Previous Year
	₹	₹
3. SHARE CAPITAL		
A. Authorised		
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
	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 shares not fully paid	7,39,11,850	7,39,11,850
Less: Calls in arrears:- Others (142,000 shares)	7,95,000	7,95,000
	7,31,16,850	7,31,16,850

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

No Shareholders are holding more than 5% Shares in the Company as at 31.03.2021 and 31.03.2020

4. RESERVES & SURPLUS

Particulars	Current Year	Previous Year
	Rs.	Rs.
A. Profit and Loss Account		
Balance at the beginning of the year	(94,83,689)	(1,22,66,253)
Less: Adjustment for Post acquisition profits pertaining to shares of Associate company disposed	-	6,39,307
Profit for the Year	(2,59,784)	34,21,872
Total Profit & Loss account	(97,43,472)	(94,83,689)
B. General Reserve	39,71,161	59,23,851
Less: Appropriation		
Service tax paid under SVLDRS	-	19,52,690
Dividend Paid	29,24,674	
C. Securities Premium Account	10,63,151	10,63,151
Total Reserves & Surplus	(76,33,834)	(44,49,377)

5. LONG TERM BORROWINGS

Loans & Advances from Related Parties	-	-
Others	-	-
	-	-

6. TRADE PAYABLES

For Services	14,500	60,011
	14,500	60,011

7. OTHER CURRENT LIABILITIES

Unpaid Dividend	7,13,460	4,79,570
Deposit	4,63,678	3,00,000
Other Payables	54,170	81,260
Accounting Charges Payable	7,000	-
GST payable	81,467	-
RCM - CGST Payable	900	-
RCM- SGST Payable	900	-
Advance received for share transfer	30,00,000	20,00,000
	43,21,575	28,60,830

8. SHORT TERM PROVISIONS

Audit Fee Payable	1,70,000	1,59,000
Provision for Taxation	23,519	26,939
	1,93,519	1,85,939

10. NON-CURRENT INVESTMENTS

Investment in unquoted Equity Instruments

Associates (at cost)	63,74,000	4,00,000
Subsidiary - Proxima Associates Private Limited	25,00,000	79,74,000
Other than Subsidiary and Associate	1,90,000	1,90,000
Less : Provision For Diminution in Value of Investment	11,82,628	-

Investments accounted under equity method

Investment in Equity of Lamiya Apparels Private Limited

Capital Reserve

Share of Profits

Carrying Value

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

Investments in LLPs	32,43,143	44,04,809
Investments in Partnership Firms	1,82,46,905	1,75,16,905
	2,93,71,420	3,29,93,283

Name of Limited Liability Partnership	Total Capital *	Partners	Share of Profit *
M/s Archer Trading LLP	89,53,422	AICL	28%
		Mohammed Umar Ansari	1%
		Rakshinda Ansari	1%
		Vistra ITCL (India) Limited	28%
		Ansari Cranes Private Limited	43%

M/s LeRahat Hospitality (Calicut) LLP	25,10,000	AICL	25%
		Le Rahat Hospitality LLP	75%

Name of Partnership firm	Total Capital *	Partners	Share of Profit *
M/s Perinthalmanna M.L Fashions**	1,49,84,750	AICL	16%
		Suhaiib Kurikkal M.P	3%
		Abdul Basheer	5%
		Sona Sivadas T	1%
		Sumayya	3%
		Muhammed Shafeeq K	6%
		Nazneen	3%
		Navas P	7%
		Naswa K P	3%
		Ameerali V	3%
		C H Musthafa	7%
		Abdul Wahab N K	3%
		Fathima Nazeem	9%
		Ahammed Koya E C	3%
		P Usman	7%
		Hydrose V	13%
		Muhammed Abdurahiman P	3%
		Muhammed Fabin M	5%
M/s Azeeza Food Products	28,00,000	AICL	75%
		Saneera V M	25%
M/s Rolex Group	35,00,000	AICL	70%
		N. Nazar	30%
M/s Zohra Granites**	1,00,13,987	AICL	40%
		C S Sibghathullah	30%
		Fahad SM	30%
M/s Spader Tech Solutions	60,00,000	AICL	65%
		Abdul Rahiman T T	35%
M/s Malabar Marketing	1,33,69,324	AICL	75%
		Mohammed Ashraf	25%
M/s Reizend IT consultants	41,00,000	AICL	98%
		Noble James	1%
		Albin george	1%
M/s Tradcon Securities	25,40,000	AICL	98%
		Rubeena	1%
		Julaise	1%
		Junaid	1%

* 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 31-03-2020 as the balance as on 31-03-2021 are not provided by the firm

11. DEFERRED TAX ASSET (NET OF LIABILITIES)

DEFERRED TAX (LIABILITY)/ DEFERRED TAX ASSET	AS AT	CHARGE/ (REVERSAL)	AS AT
	01.04.2020 Rs.		31.03.2021 Rs.
Timing Differences of Depreciation	54,719	(92,262)	(37,543)
Timing Differences of Disallowance u/s 40 (a) (ia)	6,342	1,208	7,550
Timing Differences of Disallowance u/s 36(1)(vii)		2,97,644	2,97,644
	61,061	2,06,590	2,67,651

12. LONG TERM LOANS AND ADVANCES

Security Deposit	1,31,686	1,24,982
Other Loans and Advances		
Considered Good		
Participating Finance	-	10,000
Interest Free Loans	-	-
Considered Doubtful		
Participating Finance	60,000	1,15,000
	1,91,686	2,49,982

13. OTHER NON - CURRENT ASSETS

Advance - Legal Charges	1,15,256	1,15,256
1,15,256		

14. CURRENT INVESTMENTS

Investment In Joint Venture (of subsidiary)	19,97,020	24,97,020
19,97,020		

15. INVENTORIES

Stock (of subsidiary)	66,59,672	86,22,655
66,59,672		

16. TRADE RECEIVABLES

Trade Receivables	70,96,834	21,21,095
70,96,834		

17. CASH AND CASH EQUIVALENTS

Balances with Banks in Current Accounts	62,87,501	20,25,679
Earmarked Balance With Banks - unpaid dividend a/c	6,90,207	4,53,873
Cash in Hand	8,146	93,352
69,85,854		
	25,72,904	

18. SHORT TERM LOANS AND ADVANCES

Loans & Advances to LLP & Partnership Firms	44,94,950	48,45,000
Loan to Employee	-	74,190
Advance to Supplier	3,33,000	3,89,025
Salary Payable to Habeeb	1,000	-
48,28,950		
	53,08,215	

19. OTHER CURRENT ASSETS

TDS Receivable	72,169	51,495
Advance Paid for Payment of Taxes	-	9,697
Advance Income Tax	20,000	2,64,500
Income Tax Refund Receivable	2,32,000	-
GST Receivable	4,63,368	10,32,883
Unavailed Input	4,84,226	
RCM - CGST	900	
RCM- SGST	900	
Service Tax Pre Deposit	-	
TDS Recoverable	9,341	12,168
Trench India Kannur Profit share receivable	5,00,000	5,00,000
Rent Receivable	6,480	1,81,860
Advance to suppliers	15,943	
	18,05,327	20,52,603

20. REVENUE FROM OPERATIONS

Revenue from Operations	1,34,10,475	93,52,415
	1,34,10,475	93,52,415

21. OTHER INCOME

Other Non-operating Income	9,41,138	10,15,648
	9,41,138	10,15,648

22. PURCHASE OF STOCK IN TRADE

Purchases	66,33,938	-
	66,33,938	-

23. OPERATING EXPENSE

Operating Expenses	1,42,040	88,700
	1,42,040	88,700

24. CHANGES IN INVENTORY

Opening Stock	86,22,655	1,09,39,561
Fixed Asset Converted to Stock in Trade	9,52,400	-
Less: Closing Stock Land and Building	66,59,672	86,22,655
	29,15,383	23,16,906

25. EMPLOYEE BENEFIT EXPENSES

Salary and Wages	18,72,500	19,23,500
Staff Welfare Expenses	-	8,099
	18,72,500	19,31,599

26. OTHER EXPENSES

Auditors' Remuneration - for Audit	1,65,000	1,59,000
Accounting Charges	42,000	28,000
Bank Charges	3,156	1,567
Legal Charges	20,000	1,76,159
Office Expenses	500	12,157
Electricity Charges	27,560	27,856
MCA Filing Fees	3,100	3,700
Professional Charges	1,48,000	1,36,310

Rates and Taxes	15,350	35,293
Rent	84,720	97,345
Telephone Charges	47,343	44,606
Travelling Expenses	44,115	1,38,740
Repairs & Maintenance	38,748	34,591
House keeping Expense	2,800	3,500
Non recoverable accounts written off	1,97,494	3,000
Incorporation Expense	-	25,000
Printing and stationery	4,548	4,350
Food & Refreshment Expenses	7,628	-
GST filing charges	14,000	-
Income Tax	6,242	-
Misc Expenses	2,620	-
Other Expenses	1,25,660	2,25,429
	10,00,584	11,56,603

27. 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 Excise & Customs, Cochin	Nil	1,05,05,887
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 favourable, In case the order is pass against the company, the company will have to permanently discontinue the NBFC business.

28. BASIC EARNINGS PER SHARE (Per Share of Face Value ₹ 10 each)

Net Profit as per Statement of Profit and loss(`)	(2,59,784)	34,21,872
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	(0.04)	0.46

29. Additional Informations

	Current Year	Previous Year
	Rs.	Rs.
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	-	-

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

Particulars	Opening Balance	Additions/ (reversal)	Closing Balance
Provision for Taxation			23,519

Provision for Taxation	26,939	(26,939)	23,519
Provision for Audit Fee	1,59,000	(1,59,000)	1,70,000
Provision for Diminution in value of Investment		11,82,628	
		-	11,82,628

31. The company has not considered the Limited Liability Partnership, except AICL enterprises LLP and Partnership Firms while consolidating the financial statements.

31. 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	Razee Moideen, B.Com, FCA
Company Secretary	Partner
M.No: A 49114	M.No. 235281
Place: Calicut	Place: Ernakulam
Date: 09-10-2021	Date: 09-10-2021



Date: _____ / _____ / _____

KYC FORM

Name:

Share Folio Number:

Address:

PHOTO

Mail ID:

Contact number:

WhatsApp NumberPan

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:

21ST
**ANNUAL
REPORT
2021**

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
Company Secretary



CIN - U65993KL2000PLC014025

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