



4th Annual Report

2021-2022

StockHolding Securities IFSC Limited



Mission Statement



“To be a world class technology driven and client focused market leader in financial and technical services at GIFT IFSC.”

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BOARD OF DIRECTORS (as on August 24, 2022)

Ramesh N.G.S.	Chairman (Non Executive)
Kanaksabapathy Kumar	Independent Director
Manoj Kumar Parida	Director
Shreekant Gopal Patwardhan	Director
Prabhat Kumar Dubey	Managing Director & CEO

Management Team

Arati Bhatt	Chief Financial Officer
Kirty Pareek*	Company Secretary & Head Compliance
	*(Resigned w.e.f. July 22, 2022)

Statutory Auditors	M/s. P C Rathod & Co., Chartered Accountants
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Banker	ICICI Bank Limited
	Kotak Mahindra Bank Limited
	State Bank of India
	HDFC Bank Limited
	Axis Bank Limited

Registered Office	Unit 518, 5th Floor, Hiranandani Signature Tower Block 13B, Zone -1, GIFT SEZ, Gift City, Gandhinagar 382355 Tel: +91 – 79- 6180 0210 CIN: U65990GJ2018GOI103278
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Directors' Report

To the Members,

Your Directors' are pleased to present the Fourth Annual Report of your Company along with the Audited Statement of Accounts for the financial year ended March 31, 2022.

Financial Performance

Pursuant to the notification dated February 16, 2015, issued by the Ministry of Corporate Affairs, your Company has adopted the Indian Accounting Standards (Ind AS) notified under the Companies (Indian Accounting Standards) Rules, 2015.

During the period ended March 31, 2022, your company has reported a gross income of USD 19,643 (Rs.14,63,662). The Profit/(Loss) after tax was USD (3,12,214) i.e., (Rs (2,29,84,863). The Total Comprehensive Income for the year was USD (3,05,093) i.e., Rs. (1,81,06,103). The financial results are summarized below:

Particulars	2021-22 (Amt in USD)	2021-22 (Amt in INR)	2020-21 (Amt in USD)	2020-21 (Amt in INR)
Total Income	19,643	14,63,662	19,617	14,55,573
Total Expenditure	331,879	2,44,50,158	2,69,119	199,53,059
Profit/ (Loss) Before Tax	(312,236)	(2,29,86,495)	(249,502)	(184,97,486)
Profit/ (Loss) After Tax	(312,214)	(2,29,84,863)	(249,150)	(1,84,71,636)
Total Comprehensive Income	(305,093)	(1,81,06,103)	(248,647)	(2,18,51,873)
Net Worth	16,98,981	12,92,65,419	16,02,176	11,73,71,522
Book Value per Equity Share of Rs 10	0.102	7.698	0.1068	7.82
Earning per share	(0.02)	(1.44)	(0.02)	(1.23)

Dividend

In view of the loss incurred by the company during the year under review, your Board of Directors do not recommend any dividend for the financial year 2021-22

Transfer to reserves

In view of the loss incurred by the company during the year under review, your Board of Directors do not recommend appropriating any amount to be transferred to General Reserves for the financial year 2021-22.

StockHolding Securities IFSC Limited (SSIL) at IFSC, Gift City

Your Company has its presence at IFSC, Gift City and is registered with Securities and Exchange Board of India (SEBI). The operations of the Company are governed by the regulations issued by International Financial Service Centre Authority (IFSCA) w.e.f October 01, 2020. Your company has memberships of all the three international exchanges at GIFT IFSC as a Broker (Trading Member) and is also registered as a Clearing Member with all the three the Clearing Corporation at GIFT IFSC. Your Company is registered as a Depository Participant with India International Depository IFSC Limited (earlier known as CDSL IFSC Limited).

At GIFT IFSC, your company offers trade execution services on all the three exchanges, Clearing and Settlement services (including risk management, collateral management and related services) and Depository Participant services to intermediaries and investors.

Your company is the first to be registered with both the International Exchanges as a Segregated Nominee Account Provider (SNAP) under the regulator approved Segregated Nominee Account Structure (SNAS).

Business and Operations review

Your Company commenced operations on October 31, 2019. During the period ended March 31, 2022, your company was successful in securing mandates from few active trading members for clearing services. Your Company has also started offering the trading and depository participant services to eligible investors to invest in NSE IFSC Receipts on US Stocks. Your company is among the preferred service provider in Bullion business.

IFSC Authority Act 2019

The IFSC Authority Act, 2019, was notified on December 20, 2019 and the IFSC Authority as the unified regulator for capital markets, banking, insurance and pension at Gift IFSC, commenced operations from October 1, 2020. The authority has since then vide various regulations and circulars provided the needed regulatory impetus to IFSC at Gift City as a jurisdiction to place it at par with the leading global financial centers.

Some of the key regulations and circulars notified by the IFSC Authority related to capital markets include:

- i. International Financial Services Centers Authority (Banking) Regulations, 2020 covers various aspects of regulations for setting up a banking unit, permitted business activities, applicable prudential norms and related regulatory compliance, various aspects on key operational areas including KYC and anti-money laundering norms. The regulations provide the requisite directions for various business and operational aspects for the capital market operations and providing banking facilities for eligible investors at GIFT IFSC.
- ii. International Financial Services Centers Authority (Bullion Exchange) Regulations, 2020 enables the setting up of an International Bullion Exchange at GIFT IFSC and the entire eco-system for enabling and settling of trades in permitted bullion contracts.
- iii. International Financial Services Centers Authority (Bullion Exchange) Regulations, 2022 provides guidelines on import of gold by Qualified Jewellers as notified by the International Financial Services Authority (IFSCA) for facilitating physical import of gold through India International Bullion Exchange (IIBX) or any similar exchange authorized by IFSCA. SSIL is working on building long term relationship with the Qualified Jewellers in this regard.
- iv. The Market Access framework has been amended to permit IFSCA registered Brokers Dealers to appoint Authorized Persons in India with a view to expand the depth and reach of capital markets in IFSC and enable access to resident Indian investors through Liberalized Remittance Scheme (LRS) for exchange traded securities in IFSC. SSIL is in advanced stages of activating the Authorized Person Channel to reach out to Indian investors.
- v. Framework for listing and trading of Depository Receipts in the International Financial Services Centre has enabled the listing of Depository Receipts on US Stocks at the NSE IFSC exchanges and offers yet another product to investors. SSIL is offering the services to eligible investors.

Seamless conduct of trading and settlements while following Covid-19 protocol

Your company being a member of stock exchanges, continued to offer trading and clearing services while following the COVID protocol as specified by the local Government from time to time.

The management of your company continues to closely monitor it to ensure safety of all its staff members, the normal conduct of the business operations and prompt identification and resolution of issues, if any. It also adheres to all Government / other Authorities Notifications, as required.

Subsidiaries

Your Company does not have any subsidiary.

Dematerialization of equity shares of your Company

The equity shares of your Company are admitted with National Securities Depository Limited (NSDL). M/s. Link Intime India Pvt Limited has been appointed as Registrar and Transfer Agent. As on date 100% of your Company's equity shares are in dematerialized form.

Details to be reported u/s 134 (3) (ca) of the Companies Act, 2013

No frauds have been noticed/ or reported by Auditors during the year.

Directors' Responsibility Statement

To the best of their knowledge and belief, your Directors make the following statements in terms of Section 134(5) of the Companies Act, 2013 and confirm that:

- a) in the preparation of the annual accounts for the financial year ended March 31, 2022, the applicable accounting standards have been followed along with proper explanation relating to material departures
- b) 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 your Company as at March 31, 2022 and of the profit and loss of the Company for the year ended on that date
- c) proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act 2013 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- d) the annual accounts have been prepared on a going concern basis;
- e) proper internal financial controls were in place and such financial controls are adequate and operating effectively;
- f) proper systems have been devised to ensure compliance with the provisions of all applicable laws and such systems are adequate and operating effectively.

Directors and Key Managerial Personnel (KMP)

Your Company has five Directors which includes one Independent Director. The Independent Director has given declaration that he meets the criteria of Independence as laid under Section 149 of the Companies Act, 2013. The Remuneration of Non-Executive Directors comprises sitting fees for attending the meetings of Board/ Committees of the Board. None of the Directors were entitled to Stock Options.

Pursuant to withdrawal of nomination of Shri Vinay E Purohit by the parent company, your board has appointed Shri Prabhat Kumar Dubey as additional director and designated him as the Managing Director & CEO w.e.f. October 01, 2021.

Shri Prabhat Kumar Dubey, Managing Director and CEO, Ms. Kirty Pareek, Company Secretary and Smt. Arati Bhatt, Chief Financial Officer are the Key Managerial Personnel of the Company.

Ms. Kirty Pareek has submitted her resignation on June 16, 2022 and she is to be relieved w.e.f. close of business hours on July 22, 2022.

Your directors appointed Shri Manoj Kumar Parida and Shri Shreekant Patwardhan as additional Directors w.e.f. November 08, 2021 and June 01, 2022 respectively.

Mr. Parida has a Bachelor's degree in Technology from Orissa University of Agriculture & Technology and a Diploma in Business Management from Institute of Management Technology. He has two decades of extensive experience and expertise in business development, funding to large and medium corporates, financing infrastructure and other projects, project monitoring, providing resolution for non-performing loans and stranded assets in Banking and Finance Sector having worked in private as well as public sector banks and development financial institutions in multiple roles from Credit Manager to Credit Head and from State Head to Regional Head. Currently he is General Manager in IFCI Limited.

Shri Shreekant Gopal Patwardhan is Vice President in Stock Holding Corporation of India Limited. Currently, Shri Patwardhan heads the Retail Back Office Operations and the Product & Operations of e-Services & Government Business in StockHolding. He has done his M.Sc. in Statistics from University of Bombay in 1987 and One-year full time DCSA course from University of Bombay in 1989. He has been in StockHolding since September 1990 and has rich experience of working in Market Operations, Information Technology and e-Services & Government business in leadership roles.

Pursuant to the resignation of Ms. Meera Ranganathan, w.e.f. April 22, 2021 from her directorship, Ms. Jhummi Mantri was appointed as additional director. Ms. Jhummi Mantri, Director and Shri R Anand, Director have resigned from directorship w.e.f. October 26, 2021, and May 31, 2022 respectively. The Board places on records appreciation for the valuable contributions and guidance Ms. Jhummi Mantri and Shri R Anand extended during their tenure as a Director.

Number of Meetings of the Board

During the year ended March 31, 2022, seven Board Meetings were convened and held. The intervening gaps between the meetings were within the period prescribed under the Companies Act, 2013. The details of meetings are given in the Corporate Governance Report.

Audit Committee

The Company is exempt from constituting an Audit Committee. However, in the interest of good governance practice and transparency, the Company had in its Board Meeting held on April 25, 2019, constituted an Audit, Risk and New Initiatives Committee (ARNB) to discharge the functions of the audit committee in terms of section 177 of the Companies Act 2013. Thereafter, the ARNB committee was dissolved, and three separate committees were constituted by the Board in their meeting held on April 29, 2021 viz.; Audit Committee, Nomination & Remuneration Committee and Risk & New Initiative Committee.

The Audit Committee held six meetings during the year ended March 31, 2022.

Nomination & Remuneration Committee

Your company being an IFSC public company is exempt from the provisions of section 178 of the Companies Act 2013 pertaining to constitution of an NRC. However, the Board of your company has constituted an NRC to discharge the functions of the NRC in terms of section 178 of the Companies Act 2013. The NRC is Chaired by the independent director.

The directors of the company are nominee directors of the parent company, however, since its constitution, such appointments are placed before the NRC for their recommendation to the board for the appointment of nominee directors. Further, the NRC, to the extent feasible and prudent, shall comply with the provisions of section 178 of the Companies Act 2013 in the appointment of independent director/s and recommendation to the Board the appointment and remuneration of KMPs.

Auditors

Being subsidiary of a Government Company, your Company is also a Government Company. The Office of Comptroller and Auditor General of India (CAG) vide its letter dated August 19, 2021, appointed M/s. P.C Rathod & CO., Chartered

Accountants as the Statutory Auditors of your Company under Section 139 of the Companies Act, 2013 for the financial year 2021-22.

Statutory Auditors Report

The Statutory Auditors M/s P.C. Rathod & Co conducted the audit of the financial statements of the Company for the financial year ended March 31, 2022; and the Auditors' Report does not contain any qualifications, reservations, adverse remarks.

Secretarial Auditors Report

Your company, being a public limited company but having a paid-up capital of less than 50 crores and not having specified turnover or loan, does not belong to the class of companies that are required to obtain a secretarial audit report. However, in the interest of good governance practice, the Board of directors of your company has appointed M/s Yash Mehta & Associates as Secretarial Auditor of the company to conduct Secretarial Audit.

The Secretarial Auditors' Report does not contain any qualifications, reservations, adverse remarks.

Internal Auditors Report

Your company has appointed M/s Manubhai & Shah LLP, Chartered Accountants, Ahmedabad to carry out an internal audit of all functions and activities of the company as per the scope approved by the Audit Risk and New Initiative Committee of the Board. The quarterly internal audit reports have been placed before the Committee and the Board.

Issue of Shares

Your company has made preferential allotment of 30 lakh shares of Rs. 10 per share issued at par to the parent company in three tranches of 10 lakh shares each during the F.Y. 2021-22. Preferential allotment of 10 lakh shares of Rs. 10 per share have been issued in the current financial year i.e., F.Y. 2022-23. The provisions of sections 42 and 62 of the Companies Act 2013 have been duly complied with while making such allotment.

Particulars of Loans, Guarantee and Investments

Your Company has not given any loans, guarantees and investments within the purview of Section 186 of the Companies Act, 2013.

Related Party Transactions

All the Related Party Transactions (RPTs) that were entered into during the financial year were on arms' length basis and were in the ordinary course of business and were in compliance with the applicable provisions of the Companies Act, 2013 as well as the Policy on Related Party Transaction adopted by the Company. As prescribed under the provisions of section 177(4) of the Companies Act, 2013, RPTs are approved and recommended to the Board by the Audit Committee. None of the transactions with related parties falls under the scope of section 188(1) of the Act.

All the RPTs have been approved by the Board/ Audit Committee on the strength of Management representation that they are in the ordinary course of business at arm's length price.

The Form AOC-2 pursuant to Section 134(3)(h) of the Companies Act, 2013 read with Rule 8(2) of the Companies Act, (Accounts) Rules, 2014 is annexed as Annexure A to this Report.

Significant and Material Orders Passed by the Regulators or Courts or Tribunal

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

Risk Management

Your Company recognizes that risk is an integral part of business and is committed to managing the risk in a proactive and efficient manner. Your company has a Board adopted Risk Management Policy. The risk management plan is reviewed continuously. The risks identified on a time-to-time basis are addressed through mitigation actions on continuous basis. The risk management policy is reviewed every year.

Code of Conduct to regulate, monitor and report trading

The Securities and Exchange Board of India [Prohibition of Insider Trading Regulations, 2015] (Regulations) inter alia provides that market intermediary registered with SEBI is mandatorily required to formulate a Code of Conduct to regulate, monitor and report trading by its employees. Your Company being a International Financial Services Authority (IFSCA)/ Securities and Exchange Board of India (SEBI) regulated intermediary has formulated, implemented and conforms to Code of Conduct to regulate, monitor and report trading by its employees / Directors.

Corporate Social Responsibility

The provisions of section 135 of the Companies Act, 2013 in relation to Corporate Social Responsibility are not applicable to the Company for a period of five years from the date of commencement of Business as per the exemption notification no. G.S.R. 08(E) dated January 4, 2017 of the Ministry of Corporate Affairs.

Corporate Governance

Your Company is not a listed entity. Nevertheless, it endeavors to comply with Corporate Governance norms. Report on Corporate Governance is annexed at Annexure B.

Internal Complaints Committee

As per requirements, a company employing 10 or more employees needs to have an Internal Complaints Committee in place comprising of at least 4 members. But as the number of employees in the company is less than ten, the company has not formed an Internal Complaints Committee (ICC). However, with a view to provide a safe working environment for the women employees, the company has adopted POSH policy and has laid down a procedure to refer to all matters falling in the ambit of the POSH policy to the ICC of the parent company.

Details of Application made or any proceeding pending under the Insolvency and Bankruptcy Code, 2016

The Company has neither made any application, nor any proceedings are pending under The Insolvency and Bankruptcy Code, 2016 during the year under review. Therefore, there are no details required to be disclosed, as the said clause is not applicable as on year ended 31.03.2022.

The details of difference between amount of the Valuation done at the time of one-time settlement and the valuation done while taking loan from the Banks or Financial Institutions along with the reasons thereof.

The Company has not availed any one-time settlement facility, during the year under review, therefore providing of details with respect to difference in the amount of valuation done at the time of one time Settlement and the Valuation done while taking loan from the Banks or Financial Institutions does not apply to the company.

Particulars of Employees

None of the employees of your Company were in receipt of remuneration in excess of the limits as laid down under Rule 5 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

Fixed Deposits

The Company has not accepted any Fixed Deposits from the public during the financial year 2021-22. Hence, no information is required to be appended to this report.

Maintenance of Cost Records

Maintenance of Cost records as specified by the Central Government under sub-section (1) of section 148 of the Companies Act, 2013, is not required and accordingly such accounts and records are not made and maintained,

Conservation of Energy, Technology Absorption, Foreign Exchange Earnings and Outgo

Conservation of energy & technology absorption

Your Company does not carry any manufacturing activities. However, it has taken steps towards conservation of energy and continues to use latest technologies for improving the productivity and quality of its services. Your Company uses energy efficient LED lights equipped with latest technology having features of lower power usage and improved performance. Your Company is using energy efficient chilled water cooling for air conditioning.

Foreign exchange earnings and outgo

The functional currency of your Company is USD and the presenting currency is INR. Hence, for the purpose of the reporting of foreign exchange earnings and outgo, any earning in currency other than USD is considered while the conversion of currency from USD to INR (for meeting expenses) is reported herein.

Foreign exchange earnings and outgo during the year under review:

Foreign Exchange earnings - Nil

Foreign Exchange outgo – *USD 3,32,000

(* Rs 2,49,69,800/- credited into Special Non- Resident Rupee Account for incurring expenses)

Acknowledgements

The Board places on record its deep appreciation for the excellent support of Government of India, the Government of Gujarat & the concerned Government departments /agencies, International Financial Services Authority (IFSCA), Securities and Exchange Board of India (SEBI), Reserve Bank of India and the Central Excise Customs and Service tax at IFSC, Gift City. The Board also expresses its sincere thanks to Gujarat International Finance Tec-City (Gift City), Kandla Special Economic Zone (KASEZ), National Stock Exchange of India Limited (NSEIL), Bombay Stock Exchange Limited (BSE), India International Exchange (IFSC) Limited, India International Clearing Corporation (IFSC) Limited, NSE IFSC Limited, NSE IFSC Clearing Corporation Limited, India International Bullion Exchange (IIBX), India International Depository IFSC Limited, ICICI Bank, Volupia Developers Private Limited, Banks, Depositories, IFCI Limited, Stock Holding Corporation of India Limited and its subsidiary companies, Board of Stock Holding Corporation of India Limited and the clients and the Shareholders of StockHolding Securities IFSC Limited for their cooperation and support in various spheres of your Company's activities. The Board of Directors also expresses its gratitude for the exemplary services rendered by the employees of your Company.

For and on behalf of the Board of Directors

Place : Mumbai

Date : July 20, 2022

Ramesh N.G.S.

Non Executive Chairman

FORM AOC -2

(Pursuant to clause (h) of sub-section (3) of Section 134 (3) (h) 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 Section 188 (1) of the Companies Act, 2013 including certain arm's length transactions under third proviso thereto

1. Details of contracts or arrangements or transactions not at arm's length basis: None

(a) Name (s) of the related party and nature of relationship	Not Applicable
(b) Nature of contracts/arrangements/transactions	
(c) Duration of the contracts / arrangements/transactions	
(d) Salient terms of the contracts or arrangements or transactions including the value, if any	
(e) Justification for entering into such contracts or arrangements or transactions	
(f) date(s) of approval by the Board	
(g) Amount paid as advances, if any:	
(h) Date on which the special resolution was passed	
(i) Amount paid as advances, if any	
(j) Date on which special resolution was passed in general meeting as required under first proviso to Section 188 of the Companies Act,2013	

2. Details of material contracts or arrangement or transactions at arm's length basis: None

(a) Names(s) of the related party and nature of relationship	Not Applicable
(b) Nature of contracts/arrangements/transactions	
(c) Duration of the contracts/arrangements/transactions	
(d) Salient terms of the contracts or arrangements of transactions including the value, if any	
(e) Date(s) of approval by the Board ,if any	
(f) Amount paid as advances, if any	

**For and on behalf of the
Board of Directors**

**Place: Mumbai
Date : July 20, 2022**

**Ramesh N.G.S.
Non- Executive Chairman**

REPORT ON CORPORATE GOVERNANCE

(forming part of Directors' Report for financial year ended March 31, 2022)

Your Company's philosophy on Code of Governance

The Company is not a listed entity. Nevertheless, it endeavors to comply with Corporate Governance norms as specified under SEBI Listing and Disclosure Regulation 2015. The Company's philosophy on corporate governance recognizes the accountability of the Board & Officers and the importance of decisions to all constituents, including customers, employees, investors, business associates, regulatory authorities, and the Community at large. Your Company believes that all its operations and actions must serve the underlying goal of enhancing overall shareholder value over a period of time.

Board of Directors

The Board sets the strategic goals for your Company, defines its policies and oversees the implementation of these policies to enable actions that would lead to the attainment of the goals. The Board consists of 5 members, including one independent director. The day-to-day management of the Company vests in the hands of the MD & CEO.

The details of Directorships held by the Directors as on July 20, 2022 in other companies are as follows:

Shri Ramesh N.G.S.

Sr.No	Name of Company/Institution	Nature of interest
1	Stock Holding Corporation of India Limited	Managing Director & CEO
2	Stockholding Document Management Services Limited	Non-Executive Chairman
3	SHCIL Services Limited	Non-Executive Chairman
4	StockHolding Securities IFSC Limited	Non-Executive Chairman
5	Indian Clearing Corporation Limited	Member Advisory Committee
6	Wonder Home Finance Limited	Independent Director
7	IFIN Securities Finance Limited	Non-Executive Director
8	IFIN Credit Limited	Non-Executive Director
9	IFCI Financial Services Limited	Non-Executive Director
10	IFIN Commodities Limited	Non-Executive Director

Shri K. Kumar

Sr.No	Name of Company/Institution	Nature of interest
1	StockHolding Securities IFSC Limited	Independent Director
2	PGIM India Trustees Private Limited	Independent Director
3	J V Advisors LLP	Designated Partner
4	BSE Administration & Supervision Limited	Additional Non-Executive Independent Director
5	Central Depositories Services (India) Limited	Member-Regulatory Oversight Committee

Shri Prabhat Kumar Dubey

Sr.No	Name of Company/Institution	Nature of interest
1	StockHolding Securities IFSC Limited	Managing Director & CEO

Shri Manoj Kumar Parida

Sr.No	Name of Company/Institution	Nature of interest
1	StockHolding Securities IFSC Limited	Director
2	IIDL Realtors Private Limited	Director

Shri R. Anand*

Sr.No	Name of Company/Institution	Nature of interest
1	StockHolding Securities IFSC Limited	Director

*Resigned w.e.f. May 31, 2022. Details as per last submitted declaration.

Shri Vinay E. Purohit**

Sr.No	Name of Company/Institution	Nature of interest
1	StockHolding Securities IFSC Limited	Managing Director & CEO

** resigned w.e.f. September 30, 2021. Details as per last submitted declaration.

Ms. Jhummi Mantri***

Sr.No	Name of Company/Institution	Nature of interest
1	StockHolding Securities IFSC Limited	Director

***Nominee Director of IFCI Limited. Resigned w.e.f. October 26, 2021.

Ms. Meera Ranganathan ****

Sr.No	Name of Company/Institution	Nature of interest
1	StockHolding Securities IFSC Limited	Director
2	IFIN Securities Finance Limited	Managing Director

**** resigned w.e.f. April 22, 2021. Details as per last submitted declaration.

Details of the Board Meeting and Attendance

The Board of Directors meets at least once in every three months. Seven meetings were held during the period ended March 31, 2022. Details of Board Meetings held are as follows

Sr.No	Date of the Board Meeting	Total number of Directors on the date of the meeting	No. of Directors attended	% of Attendance
1	29.04.2021	5	5	100
2	20.07.2021	5	5	100
3	31.08.2021	5	5	100
4	30.09.2021	5	4	80
5	21.10.2021	5	5	100
6	18.01.2022	5	5	100
7	09.03.2022	5	5	100

Attendance of Directors at Board Meetings and Annual General Meeting during the period ending March 31, 2022:

Attendance at the Board Meetings									
Sr.No	Name of the Director	29.04. 2021	20.07. 2021	31.08. 2021	30.09. 2021	21.10. 2021	18.01. 2022	09.03. 2022	Attendance at the AGM held on 03.09.2021
1	Shri Ramesh N.G.S	√	√	√	√	√	√	√	√
2	Shri K.Kumar	√	√	√	√	√	√	√	√
3	Shri R.Anand	√	√	√	-	√	√	√	√
4	Shri Vinay E Purohit	√	√	√	√	√	√	√	√
5	Ms. Jhummi Mantri	√	√	√	-	√	-	-	√
6	Shri Prabhat Kumar Dubey	-	-	-	-	√	√	√	-
7	Shri Manoj Kumar Parida	-	-	-	-	-	√	√	-

Details of Audit Committee and Attendance

The accounts of your Company are audited every quarter and the audited quarterly accounts along with the auditor's report and annual financial statements are placed before the Board for their approval. An Audit Committee has been constituted in the Board meeting held on March 12, 2021 and the audited quarterly and annual financial statements are placed before the Committee for their recommendation to the Board for its approval.

The terms of reference of the Audit Committee of the Board inter alia includes the terms referred to under Section 177 (4) of the Companies Act, 2013.

As on March 31, 2022, the Audit Committee of the Board comprised of three members, one of the members being an Independent Director. The details of attendance of the Directors at the Audit Committee meetings during the FY 2021-22 are as follow:

			Attendance at the Audit, Risk & New Initiative Committee Meeting					
Sr. No	Name of the Director	Category	28.04.2021	19.07.2021	20.08.2021	21.10.2021	17.01.2022	09.03.2022
1	Shri K.Kumar	Non-Executive/ Independent	√	√	√	√	√	√
2	Shri R. Anand	Non-Executive	√	√	√	√	√	√
3	Ms. Meera Ranganathan	Non-Executive	-	-	-	-	-	-
4	Ms. Jhummi Mantri	Non-Executive	-	√	√	√	-	-
5	Shri Manoj Kumar Parida	Non-Executive	-	-	-	-	√	√

General Meetings

Your Company held its third Annual General Meeting (AGM) on September 03, 2021 at 301 Center Point, Dr Babasaheb Ambedkar Road, Parel, Mumbai – 400012. The meeting was conducted through video conferencing and the provisions of Companies Act, 2013 and the circulars issued by the Ministry of Corporate Affairs (“MCA”) viz; circular dated May 5, 2020 read with circulars dated April 8, 2020 and April 13, 2020 were complied with while conducting the AGM through video conferencing.

Disclosures

There were no transactions of your Company of material nature with its Directors, KMP or their relatives etc. that may have potential conflict with the interest of your Company at large.

Dividend history

In view of the loss incurred by the company during the financial year 2018-19, 2019-20, 2020-21 and 2021-22, your company has not declared and paid any dividends.

Shareholder Information

a) Annual General Meeting

Date, Time & Venue of the Annual General Meeting

September 15, 2022, 2:30 pm, through video conferencing or other audio-visual means

b) Dividend payment date

Not Applicable

c) Listing on Stock Exchange

The Company's shares are not listed on any stock exchange.

d) Annual Report

The Annual Report containing inter alia Audited Annual Accounts, Directors' Report, Auditors' Report and other important information is circulated to members and others entitled thereto. The Annual Report of the company is also available on the website of the company i.e., www.stockholdingifsc.com, in a downloadable form.

e) Distribution of shareholdings as on March 31, 2022

The Company is wholly owned subsidiary of Stock Holding Corporation of India Limited (StockHolding).

f) Address for correspondence

The Company Secretary

StockHolding Securities IFSC Limited

518, Signature Tower, IFSC, Gift SEZ,

Gift City, Gandhinagar, Gujarat- 382355.

Dated: July 20, 2022

Independent Auditor's Report

To the Members of StockHolding Securities IFSC Limited (SSIL)

Report on the Standalone Financial Statements

Opinion

We have audited the accompanying standalone Periodic financial statements of StockHolding Securities IFSC Limited (herein after referred to as 'the Company') which comprise the balances Sheet as at 31st March 2022, the statement of profit and loss (including other comprehensive income), the cash flow statement and the statement of changes in equity for the period ended on 31st March, 2022 and a summary of significant accounting policies and other explanatory information (herein after referred to as 'the financial statements').

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 including Ind AS, of the Financial position of the Company as at 31st March, 2022 and its financial performance including other comprehensive income, its cash flows and the changes in equity for the period ended on that date.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the stand alone periodic financial statements are free from material misstatement. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India altogether with the independence requirements that are relevant to our audit of the periodic standalone financial statements under the provisions of the Act and the Rules made there under, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidences we have obtained are sufficient and appropriate to provide a basis for our opinion.

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

The Company's Board of Directors is responsible for the preparation and presentation of the Periodic standalone financial statements that give a true and fair view of the financial position, financial performance, total comprehensive income, changes in equity and cash flows of the Company in accordance with the accounting standards and other accounting principles generally accepted in India. This responsibility also includes 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 frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the standalone financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the standalone financial statements for the period ending on 31st March 2022, management is responsible for assessing the ability of the Company to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

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

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

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

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 Periodic standalone financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3) (1) 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 Company to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the standalone financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the standalone financial statements, including the disclosures, and whether the standalone financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the Periodic standalone financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the standalone

financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the standalone financial statements.

We also communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings 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

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the Annexure A, a statement on the matters specified in the paragraph 3 and 4 of the order.
2. As required by Section 143 (3) of the Act, we report that:
 - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - b) In our opinion proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
 - c) The balance sheet, the statement of profit and loss, the statement of cash flow and the statement of changes in equity dealt with by this Report are in agreement with the books of account;
 - d) In our opinion, the aforesaid Periodic standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act read with relevant rules issued there under;
 - e) On the basis of the written representations received from the directors as on 27th April, 2022 taken on record by the Board of Directors, none of the director is disqualified as on 31st March, 2022 from being appointed as a director in terms of Section 164 (2) of the Act;
 - f) In terms of Notification No G.S.R. 08(E) dated January 4, 2017 issued by the Ministry of Corporate Affairs under section 462 of the Act, the provisions of section 197 in respect of the remuneration paid by the Company to its directors, including managing director and whole-time director, and its manager, are not applicable to the Company as company is an IFSC Company. Hence reporting under section 197(16) of the Act is not applicable to the Company
 - g) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in Annexure B; and
 - h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, to the best of our information and according to the explanations given to us we state that:

- i. there is no pending litigation against the Company
- ii. there are no material foreseeable losses on long term contracts including derivative contract where provision is required to be made by the Company under any law or accounting standards
- iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

As required under Section 143(5) of the Act, we enclose “Annexure C” to this Report, the directions including sub-directions issued by the Comptroller and Auditor General of India, action taken thereon and its financial impact of the accounts of the Company.

For P. C. Rathod & Co.
Chartered Accountants
(Firm Registration No: 121967W)

Bhavesh P. Rathod
Partner
Membership No.: 104690
UDIN: 22104690AIEDWT8760
Date: 27.04.2022

Annexure - A to the Auditors' Report

The Annexure referred to in Independent Auditors' Report to the members of the Company on the standalone financial statements for the period ending on March 31, 2022, we report that:

- (i) (a) (A) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
(B) The company is maintaining proper records showing full particulars of intangible assets;
- (b) The Company has a programme of physical verification of its fixed assets by which fixed assets are verified once every year which, in our opinion, is reasonable having regard to the size of the Company and the nature of its asset. Pursuant to the program, the fixed assets were verified during the period under audit. In our opinion and according to information and explanation given to us no material discrepancies were noticed on such verification.
- (c) According to the information and explanation given to us and based on the examination of registered lease deed provided to us in respect of immovable properties that has been taken on lease and disclosed as " Right to Use " Under the sub head Other Assets under main head Noncurrent asset, the lease agreements are in the name of the Company.
- (d) The Company has not revalued its Property, Plant and Equipment (including Right of Use assets) or intangible assets or both during the year.
- (e) According to the information and explanation given to us no proceedings have been initiated or are pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder.
- (ii) The Company is in service industry and primarily offering broking and clearing services, and other related services as a capital markets intermediary. Accordingly, it does not hold any physical inventories. Hence reporting under paragraph 3(ii) of the Order is not applicable to the Company.
- (iii) To the best of our knowledge and according to the information and explanations Given to us, the Company has not granted any loans, secured or unsecured, to companies, firms or other parties covered in the register maintained under Section 189 of the Companies Act, 2013. Accordingly, paragraph 3 (iii) of the Order is not applicable.
- (iv) To the best of our knowledge and according to the information and explanations given to us, the Company has not made any investment or provided any guarantee or security in terms of provisions of section 185 and 186 of the Act. Hence reporting under paragraph 3 (iv) of the Order is not applicable.
- (v) To the best of our knowledge and according to the information and explanations given to us, the Company has not accepted deposits from public and therefore, reporting under paragraph 3 (v) of the Order is not applicable.
- (vi) To the best of our knowledge and according to the information and explanations given to us, the Central Government has not prescribed the maintenance of cost records under Section 148(1) of the Act in respect of services rendered by the Company. Hence reporting under clause 3(vi) of the order is not applicable to the Company.
- (vii) To the best of our knowledge and according to the information and explanations given to us, in respect of statutory dues:
 - (a) The Company has generally been regular in depositing undisputed statutory dues including Provident Fund, Employees' State Insurance, Income Tax, Service Tax, Goods and Service Tax, Customs Duty, Excise duty, Cess and other material statutory dues as applicable with the appropriate authorities.

- (b) There were no undisputed amounts payable in respect of Provident Fund, Employees' State Insurance, Income Tax, Service Tax, Goods and Service Tax, Customs Duty, Excise duty, Cess and other material statutory dues as applicable in arrears as at March 31, 2022 for a period of more than six months from the date they became payable.
- (c) There were no material dues of Income Tax, Sales tax, Service Tax, Goods and Service Tax, Duty of customs, Duty of Excise, Value Added tax as applicable that were not deposited by the Company on account of dispute.
- (viii) To the best of our knowledge and according to the information and explanations given to us, there is no instance during the year where any transactions not recorded in the books of account have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961), so this point is not applicable to the company.
- (ix) (a) To the best of our knowledge and according to the explanations given to us, the Company has not taken any loans or borrowings from any financial institution, banks, government or has not issued any debentures. Hence reporting under paragraph 3 (viii) of the Order is not applicable to the Company.
As the company has not taken any loans or borrowing reporting under paragraph 3 (ix) sub point (b) to para 3 (ix) sub point (f) of the Order are not applicable to company.
- (x) (a) To the best of our knowledge and according to the information and explanations given to us, the Company has not raised monies by way of initial public offer or further public offer (including debt instruments) and term loans and hence reporting under clause paragraph 3(x) (a) of the Order is not applicable to the Company.
(b) The Company made private placement of 30,00,000 equity shares amounting to Rs.10 each during the period as mentioned in Note 9 to the Financial statements in accordance with the provisions of section 42 of the Act and to the best of our knowledge and according to the information and explanations given to us, the amounts raised were used for the purpose for which they were raised.
- (xi) To the best of our knowledge and according to the information and explanations given to us, no fraud by the Company or no material fraud on the Company by its officers or employees has been noticed or reported during the year. As per information and explanation given to us Whistle blower policy has been adopted and circulated to all employees.
- (xii) To the best of our knowledge and according to the information and explanations given to us, the Company is not a nidhi company. Hence reporting under the paragraph 3(xii) of the Order is not applicable.
- (xiii) In terms of Notification No G.S.R. 08(E) dated January 4, 2017 issued by the Ministry of Corporate Affairs under section 462 of the Act, the provisions of section 177 pertaining to Audit Committee are not applicable to the Company as Company is an IFSC company. To the best of our knowledge and according to the information and explanations given to us, the company is in compliance with the provisions of Section 188 pertaining to Disclosures on Related Party Transactions of the Act, as applicable, for all transactions with the related parties and the details of related party transactions have been disclosed in the standalone financial statements for the period. Though provisions of section 188 of the Companies Act are not applicable as company being an IFSC company, disclosure requirement pertaining Related Party Transactions are fulfilled to comply with requirements of Ind AS 24 on Related Party Disclosures as a prudent accounting practice.
- (xiv) (a) The Company has an internal audit system commensurate with the size and nature of its business.
(b) We have considered, the internal audit reports for the year under audit, issued to the Company during the year and till date, in determining the nature, timing and extent of our audit procedures.
- (xv) To the best of our knowledge and according to the information and explanations given to us, during the period under audit the Company has not entered into any non-cash transactions with its Directors or persons

connected to its directors and thus provisions of section 192 of the Companies Act, 2013 are not applicable to the Company. Hence reporting under paragraph 3(xv) of the Order is not applicable.

- (xvi) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act 1934. Hence reporting under paragraph 3(xvi) of the Order is not applicable.
- (xvii) The Company has incurred cash losses during the financial year covered by our audit and the immediately preceding financial year. The details of cash loss for the year ended on 31.3.2022 and 31.3.2021 are as per note 10 of financial statements for the current year ended on 31.3.2022.
- (xviii) There has been no resignation of the statutory auditors of the Company during the year.
- (xix) On the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements and our knowledge of the Board of Directors and Management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report indicating that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.
- (xx) (a) To the best of our knowledge and according to information and explanation provided to us by the management The Corporate Social Responsibility (CSR) provisions are not applicable to the company. Accordingly, reporting under clause 3(xx)(a) and clause 3 (xx) (b) of the Order is not applicable for the year.
- (xxi) The company being a subsidiary company reporting under clause 3 (xxi) of the order is not applicable to the company.

For P. C. Rathod & Co.
Chartered Accountants
(Firm Registration No: 121967W)

Bhavesh P. Rathod
Partner
Membership No.: 104690
UDIN: 22104690AIEDWT876
Date: 27.04.2022

Annexure - B to the Auditors' Report

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

We have audited the internal financial controls over financial reporting of StockHolding Securities IFSC Limited ("the Company") as of March 31, 2022 in conjunction with our audit of the Periodic standalone financial statements of the Company for the period ended on that date.

Management's Responsibility for Internal Financial Controls

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

Auditors' Responsibility

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

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

Meaning of Internal Financial Controls Over Financial Reporting

company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding their liability of financial reporting and the preparation of Periodic standalone financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of Periodic standalone financial statements in accordance with generally accepted accounting principles, and that receipts and

expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the Periodic standalone financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

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

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2022, 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 P. C. Rathod & Co.
Chartered Accountants
(Firm Registration No: 121967W)

Bhavesh P. Rathod
Partner
Membership No.: 104690
UDIN: 22104690AIEDWT8760
Date: 27.04.2022

ANNEXURE - C

STOCKHOLDING SECURITIES IFSC LIMITED
518, SIGNATURE BUILDING, GIFT SEZ, GANDHINAGAR – 382355

Revised Directions under section 143(5) of Companies Act 2013 applicable from F.Y. 2020-21 onwards

Sr.No	Query	Reply
1.	Whether the company has system in place to process all the accounting transaction through IT system? If yes, the implications of processing of accounting transactions outside IT system on the integrity of the accounts along with the financial implications, if any, may be stated.	COMPANY PROCESSES ACCOUNTING TRANSACTIONS THROUGH TALLY ERP 9 SYSTEM. THE COMPANY DOES NOT PROCESS ACCOUNTING TANSCTIONS OUTSIDE IT'S IT SYSTEM.
2.	Whether there is any restructuring of an existing loan or cases of waiver/write off of debts / loans / interest etc. made by a lender to the company due to the company's inability to repay the loan? If yes, the financial impact may be stated. Whether such cases are properly accounted for? (In case, lender is a Government company, then its direction is also applicable for statutory auditor of lender company)	NOT APPLICABLE. NO SUCH INSTANCE NOTICED DURING AUDIT PERIOD. NOT APPLICABLE AS THE COMPANY HAS NOT GOT ANY LENDING.
3.	Whether funds received/receivable for specific schemes from central/state agencies were properly accounted for/utilized as per its term and conditions? List the cases of deviation.	NOT APPLICABLE, AS NO FUNDS RECEIVED TILL DATE FROM CENTRAL OR STATE AGENCIES.

In addition, the auditor is required to comply with any additional Company / Sector specific directions issued under section 143(5) of the Companies act, 2013 by the Field office entrusted with the supplementary audit of the company:

WE HAVE NOT RECEIVED ADDITIONAL COMPANY / SECTOR SPECIFIC DIRECTIONS ISSUED UNDER SECTION 143(5) OF THE COMPANIES ACT, 2013 BY THE FIELD OFFICE ENTRUSTED WITH THE SUPPLEMENTARY AUDIT OF THE COMPANY.

CORRIGENDUM

With reference to the Revised Directions under section 143(5) of Companies Act 2013 applicable from F.Y. 2020-21 onwards there was a printing mistake at para 3. Please read para 3 as follows:

3	Whether funds (grants /subsidy etc.) received / receivable for specific schemes from central / state Government or its agencies were properly accounted for / utilized as per its term and conditions? List the cases of deviation	NOT APPLICABLE, AS NO FUNDS RECEIVED TILL DATE FROM CENTRAL OR STATE AGENCIES.
---	--	--

The error occurred inadvertently at the time of issuing Audit report Annexure C for F.Y. 2021-22. All the other information in Revised Directions under section 143(5) of Companies Act 2013 applicable from F.Y. 2020-21 onwards remains unchanged for our report for the F.Y. 2021-22.

Inconvenience caused is highly regretted.

For P. C. Rathod & Co.
Chartered Accountants

Bhavesh P. Rathod
Partner
Membership No.: 104690
(Firm Registration No: 121967W)

Place : Ahmedabad
Date: 11.07.2022

UDIN: 22104690AMRYQG5878

COMMENTS OF THE COMPTROLLER AND AUDITOR GENERAL OF INDIA UNDER SECTION 143(6)(b) OF THE COMPANIES ACT, 2013 ON THE FINANCIAL STATEMENTS OF STOCKHOLDING SECURITIES IFSC LIMITED FOR THE YEAR ENDED 31 MARCH 2022

The preparation of financial statements of StockHolding Securities IFSC Limited for the year ended 31 March 2022 in accordance with the financial reporting framework prescribed under the Companies Act, 2013 (Act) is the responsibility of the management of the company. The statutory auditor appointed by the Comptroller and Auditor General of India under section 139(5) of the Act is responsible for expressing opinion on the financial statements under section 143 of the Act based on independent audit in accordance with the standards on auditing prescribed under section 143(10) of the Act. This is stated to have been done by them vide their Audit Report dated 27 April 2022.

I, on behalf of the Comptroller and Auditor General of India, have decided not to conduct the supplementary audit of the financial statements of StockHolding Securities IFSC Limited for the year ended 31 March 2022 under section 143(6)(a) of the Act.

**For and on the behalf of the
Comptroller and Auditor General of India**

Place : Mumbai

Date : 13.07. 2022

(P. V. Hari Krishna)

Principal Director of Audit (Shipping), Mumbai

ANNEXURE

RECOMMENDATIONS MADE BY THE COMMITTEE ON PAPERS LAID ON THE TABLE (RAJYA SABHA) IN ITS 150TH REPORT- DETAILS TO BE PROVIDED IN THE ANNUAL REPORT.

Details to be provided in the Annual Report in terms of recommendations made by the Committee on Papers laid on the Table (Rajya Sabha) in its 150th Report are as under-

1. Details of the vigilance cases for the F.Y. 2021-22

Opening balance as on 01.04.2021	Vigilance cases received during 01.04.2021 to 31.03.2022	Disposed off	Balance
NIL	NIL	NIL	NIL

2. Details of Pending C&AG Audit Paras and Management Replies

Sr. No.	Audit Report Para No.	Particulars	Management Response
	NONE	NONE	NONE

STOCKHOLDING SECURITIES IFSC LIMITED
Balance Sheet As at 31-March-2022

	Particulars	Note	As at 31-Mar-2022		As at 31-Mar-2021	
			INR	USD	INR	USD
I.	ASSETS					
1	Non-Current Assets					
	(a) Property, Plant and Equipment	2a	26,77,091	38,167	27,12,245	38,462
	(b) Intangible assets	2b	2,81,813	4,127	2,78,334	4,020
	(c) Other Assets - Right to Use	2c	29,97,147	29,899	26,17,877	39,130
	(d) Financial Assets					
	(i) Advances & Deposits	3	3,55,55,952	4,69,032	2,38,98,044	3,25,123
	(e) Other Financial Assets					
	(f) Deferred tax assets (net)	4	1,96,906	2,765	2,21,476	3,089
	(g) Non-Current Tax Asset	5	1,58,870	2,096	2,10,384	2,862
2	Current Assets					
	(a) Inventories					
	(b) Financial Assets					
	(i) Trade receivables	6	11,71,443	15,453	495	7
	(ii) Cash and cash equivalents	6a	3,21,43,667	4,24,019	2,22,65,017	3,02,906
	(iii) Bank balances other than (ii) above	6b	2,27,42,130	3,00,000	1,47,00,940	2,00,000
	(iv) Advances and Deposits	7	16,95,23,718	22,36,251	8,31,87,023	11,31,724
	(v) Others (to be specified)	8	3,76,258	4,963	11,38,056	15,483
	(c) Current Tax Assets (Net)					
	(d) Other current assets					
	Total		26,78,24,995	35,26,772	15,12,29,891	20,62,804
II.	EQUITY AND LIABILITIES					
1	EQUITY					
	(a) EQUITY SHARE CAPITAL	9	18,00,00,000	25,44,756	15,00,00,000	21,42,857
	(b) OTHER EQUITY	10	(5,07,34,581)	(8,45,774)	(3,26,28,478)	(5,40,682)
			12,92,65,419	16,98,981	11,73,71,522	16,02,175
2	Non-Current Liabilities					
	(a) Financial Liabilities					
	(i) Borrowings unsecured loans	11	0	0	25,66,081	34,910
	(ii) Trade payables					
	(iii) Other financial liabilities (other than those specified in (b) below, to be specified)					
	(b) Provisions					
	(c) Deferred tax liabilities (Net)	4	1,04,195	1,374		
	(d) Other non-current liabilities	12	17,46,088	23,033	24,39,121	33,183
3	Current Liabilities					
	(a) Financial Liabilities					
	(i) Borrowings					
	(ii) Trade and other payables	13a				
	Dues to Micro and Small enterprises		16,724	221	0	0
	Other than micro and small enterprises		1,37,82,534	1,81,810	1,36,66,860	1,85,932
	(iii) Other financial liabilities (other than Non-current those specified in (b) below, to be specified)	13b	12,28,87,131	16,21,050	1,51,69,621	2,06,376
	(b) Other current liabilities	14	22,904	302	16,685	227
	(c) Provisions					
	(d) Current Tax Liabilities (Net)					
	Total		26,78,24,995	35,26,772	15,12,29,891	20,62,804

See accompanying notes to the Financial Statement

1 to 25

The Notes referred to above form an integral part of the Statement of Profit and Loss

As per our report of even date

For and On behalf of the Board of StockHolding Securities IFSC Ltd.

For P C Rathod & Co
Chartered Accountants
Firm No. 121967W

Arati Bhatt
CFO
Place: Gandhinagar

Kirty Pareek
Company Secretary

CA BHAVESH RATHOD
PARTNER
MEM. NO: 104690

Prabhat Kumar Dubey
MD & CEO
Place: Mumbai

R. Anand
Director
Place: Mumbai

Place: Ahmedabad
Date: 27.04.2022

STOCKHOLDING SECURITIES IFSC LIMITED
Statement of Profit and Loss for the period April 01, 2021 to 31, 2022

	Particulars	Note	As at 31-Mar-2022		As at 31-Mar-2021	
			INR	USD	INR	USD
I	Revenue from Operations	15	2,28,548	3,067	23,175	312
II	Other Income	16	12,35,114	16,576	14,32,398	19,304
III	TOTAL REVENUE (I + II)		14,63,662	19,643	14,55,573	19,617
IV	EXPENSES					
	Employee Benefit Expenses	17	1,16,11,930	1,55,841	1,05,11,215	1,41,660
	Finance Costs					
	Depreciation and Amortization Expenses	2a,2b & 2c	15,50,481	24,547	16,53,084	22,490
	Other Expenses	18	1,12,87,747	1,51,491	77,88,760	1,04,969
	TOTAL EXPENSES		2,44,50,158	3,31,879	1,99,53,059	2,69,119
V	Profit/(Loss) before Tax (III-IV)		(2,29,86,495)	(3,12,236)	(1,84,97,486)	(2,49,502)
VI	Tax Expense					
	Current Tax		-	-	-	-
	Deferred Tax	4	(1,632)	(22)	(25,850)	(352)
VII	Profit/(Loss) for the period from Continuing Operations(V-VI)		(2,29,84,863)	(3,12,214)	(1,84,71,636)	(2,49,150)
VIII	Profit/(Loss) from Discontinuing Operations		-	-	-	-
IX	Tax Expense of Discontinuing Operations		-	-	-	-
X	Profit/(Loss) from Discontinuing Operations (after tax)		-	-	-	-
XI	Profit (Loss) for the Period (VII+X)		(2,29,84,863)	(3,12,214)	(1,84,71,636)	(2,49,150)
XII	Other Comprehensive income					
	A Items that will not be reclassified to profit or loss					
	(i) Remeasurement of defined benefit plan					
	(ii) Income tax relating to items that will not be reclassified to profit or loss					
	(iii) Prior period adjustment for DTL recognition	4	(1,30,397)	(1,720)	-	-
	B Items that will be reclassified to profit or loss					
	(i) Foreign Currency translation reserve		50,09,157	8,841	(33,80,237)	504
	(ii) Income tax relating to items that will be reclassified to profit or loss					
	Total other comprehensive income for the period		48,78,760	7,121	(33,80,237)	504
	Total comprehensive income for the period (XI+XII)		(1,81,06,103)	(3,05,093)	(2,18,51,873)	(2,48,647)
XIII	Earnings per Equity Share	19	(1.44)	(0.02)	(1.23)	(0.01)
	-Basic		(1.44)	(0.02)	(1.23)	(0.02)
	-Diluted		(1.44)	(0.02)	(1.23)	(0.02)

See accompanying notes to the Financial Statement

1 to 25

The Notes referred to above form an integral part of the Statement of Profit and Loss
As per our report of even date

For and On behalf of the Board of StockHolding Securities IFSC Ltd.

For P C Rathod & Co
Chartered Accountants
Firm No. 121967W

Arati Bhatt
CFO
Place: Gandhinagar

Kirity Pareek
Company Secretary

CA BHAVESH RATHOD
PARTNER
MEM. NO: 104690

Prabhat Kumar Dubey
MD & CEO
Place: Mumbai

R. Anand
Director
Place: Mumbai

Place: Ahmedabad
Date: 27.04.2022

STOCKHOLDING SECURITIES IFSC LIMITED

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED MARCH 31, 2022

A Equity Share Capital

Particulars	Balance at the beginning of the reporting date Amount In Rs.	Balance at the beginning of the reporting date Amount In USD	Chages in equity share capital during the year In Rs.	Chages in equity share capital during the year In USD	Balance at the end of the reporting date in Rs.	Balance at the end of the reporting date in USD
Balance as at March 31, 2022	15,00,00,000	21,42,857	3,00,00,000	4,01,899	18,00,00,000	25,44,756

B Other Equity

Particulars	Retained Earnings in Rs.	Retained Earnings in USD	Foreign Exchange Translation Reserve in Rs.	Foreign Exchange Translation Reserve in USD	Total in Rs.	Total in USD
Balance as at April 01, 2021	(3,91,89,279)	(5,40,893)	65,60,801	212	(3,26,28,478)	(5,40,681)
Retained Earnings - Transferred from P&L	(2,29,84,863)	(3,12,214)	50,09,157	8,841	(1,79,75,706)	(3,03,373)
Transfer from OCI other than Foreign Exchange Translation Reserve			(1,30,397)	(1,720)	(1,30,397)	(1,720)
Closing Balance as at March 31, 2022	(6,21,74,142)	(8,53,107)	1,14,39,561	7,333	(5,07,34,581)	(8,45,774)

In terms of our report attached
As per our report of even date

For and On behalf of the Board of StockHolding Securities IFSC Ltd.

For P C Rathod & Co
Chartered Accountants
Firm No. 121967W

Arati Bhatt
CFO
Place: Gandhinagar

Kirty Pareek
Company Secretary

CA BHAVESH RATHOD
PARTNER
MEM. NO: 104690

Prabhat Kumar Dubey
MD & CEO
Place: Mumbai

R. Anand
Director
Place: Mumbai

Date: 27.04.2022
Place: Ahmedabad

STOCKHOLDING SECURITIES IFSC LIMITED
Cash flow statement for the period ended March 31, 2022

Particulars	Note	From April 01, 2021 to the period ended March 31, 2022	
		(Amount in INR)	(Amount in USD)
Cash flow from operating activities			
Profit / (loss) for the period		(2,29,84,863)	(3,12,214)
Depreciation and Amortization Expenses		15,50,481	24,547
Income from Core Settlement Guarantee Fund		-	-
Foreign Currency translation reserve		50,09,157	8,841
Adjustments for Changes in operating Liability and Assets			
Trade payable		1,32,397	(3,901)
Remeasurement of Defined benefit Plan		-	-
Provisions			
Other Liabilities		10,70,30,696	14,04,599
Deferred Tax Asset		(1,632)	(22)
Other Assets		(9,83,52,239)	(12,52,597)
		(76,16,003)	(1,30,746)
Taxes paid		-	-
Net cash generated from operating activities	A	(76,16,003)	(1,30,746)
Cash flow from investing activities			
Purchase of Property, Plant & Equipment and Intangible Assets		(18,98,077)	(15,129)
Fixed Deposits with Banks		(80,41,190)	(1,00,000)
Net cash generated/(Used in) from investment activities	B	(99,39,267)	(1,15,129)
Cash flow from financing activities			
Proceeds from allotment of equity share		3,00,00,000	4,01,898
Borrowing Unsecured Loans		(25,66,081)	(34,910)
Net cash generated from financing activities	C	2,74,33,919	3,66,988
Net increase in cash and cash equivalents	D = (A+B+C)	98,78,650	1,21,113
Cash and cash equivalents at the end of the period			
ICICI Bank Ltd (IBU)-USD		15,19,268	20,041
ICICI Bank Ltd (SNRR)-INR		10,34,934	13,652
ICICI Bank Client Account-USD		22,65,192	29,881
ICICI BANK IICCL Settlement Account-USD		2,18,71,749	2,88,518
ICICI BANK NICCL Settlement Account- USD		27,82,743	36,708
Kotak Mahindra Bank IBU		12,21,562	16,114
State Bank of India - USD		14,10,317	18,604
Yes Bank Ltd IBU		37,904	500
	E	3,21,43,667	4,24,019
Cash and cash equivalents at the beginning of the period			
ICICI Bank Ltd (IBU)-USD		7,92,578	10,783
ICICI Bank Ltd (SNRR)-INR		23,45,969	31,916
ICICI Bank Client Account-USD		82,09,152	1,11,682
ICICI BANK IICCL Settlement Account-USD		36,13,903	49,166
ICICI BANK NICCL Settlement Account- USD		13,77,907	18,746
ICICI Bank Forex Card-USD		1,08,817	1,480
Kotak Mahindra Bank IBU		44,51,445	60,560
State Bank of India - USD		13,65,246	18,574
	F	2,22,65,017	3,02,906
Changes In cash and cash equivalents	G = (E-F)	98,78,650	1,21,113
Cash and cash equivalents at the end of the period	H = (D+F)	3,21,43,667	4,24,019
Cash and bank balance		3,21,43,667	4,24,019

Note : Cash and cash equivalents comprise balances in current account.
As per our report of even date

For and On behalf of the Board of StockHolding Securities IFSC Ltd.

For P C Rathod & Co
Chartered Accountants
Firm No. 121967W

CA BHAVESH RATHOD
PARTNER
MEM. NO: 104690

Place: Ahmedabad
Date: 27.04.2022

Arati Bhatt
CFO
Place: Gandhinagar

Prabhat Kumar Dubey
MD & CEO
Place: Mumbai

Kirty Pareek
Company Secretary

R. Anand
Director
Place: Mumbai

Notes to the Financial Statements for the year ended March 31, 2022

Note 1

These notes form an integral part of and should be read in conjunction with the accompanying financial statements.

Corporate information

StockHolding Securities IFSC Limited (SSIL or Company) was promoted by the public financial institutions and incorporated as a limited company on July 16, 2018. It's registered office and principal place of business is 518, Signature Building, Gift SEZ, Gift City, Gandhinagar, Gujarat 382355, India.

The company is a wholly owned subsidiary of Stock Holding Corporation of India Limited. With effect from 28th March, 2014, Stock Holding Corporation of India Ltd. (StockHolding) - the Holding Company, has become a subsidiary of IFCI Ltd. & hence, IFCI Ltd. is the Ultimate Holding Company for StockHolding Securities IFSC Ltd. from the date of inception.

During the FY 2020-21, the Government of India has notified International Financial Services Centres Authority (IFSCA) as a unified authority for the development and regulation of financial products, financial services and financial institutions in the International Financial Services Centre (IFSC) in India. Accordingly, w.e.f October 1, 2020 the operations of the Company are governed by the regulations issued by IFSCA from time to time.

The financial statements of the Company have been prepared in accordance with Ind-AS as issued by the Ministry of Corporate Affairs (MCA). SSIL is a SEBI approved Trading and Clearing member operating out of GIFT IFSC, Gift City, Gandhinagar. SSIL has also received approval for Depository Participant Services and Trading Clearing Membership of India International Bullion Exchange from IFSCA.

In accordance with the provisions of the GIFT SEZ as applicable to IFSC jurisdiction, the Company maintains its accounts in USD which is the functional currency. Investments, deposits, income, provisions and expenses arising and settled in IFSC, or any other foreign jurisdiction are accounted and settled in USD currency. All other revenue expenses, provisions, write backs and asset procurement are incurred and settled in INR currency and accounted for in the functional currency.

1. Significant Accounting Policies

Overall consideration

The financial statements have been prepared using the significant accounting policies and measurement bases summarized below. These were used throughout all periods presented in the financial statements, except where the company has applied certain accounting policies and exemptions upon transition to Ind AS.

1.1. Basis of preparation

The financial statements are prepared in accordance with Indian Accounting Standards (Ind AS) under the historical cost convention on the accrual basis except for certain assets and liabilities where fair value model has been used, e.g., certain financial assets and liabilities measured at fair value, etc. The Ind AS are prescribed under section 133 of the Companies Act 2013 read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and Companies (Indian Accounting Standards) Amendment Rules, 2016.

Accounting policies have been consistently applied except where a newly issued accounting standard is initially adopted or a revision to an existing accounting standard requires a change in the accounting policy hitherto in use.

Notes to the Financial Statements for the year ended March 31, 2022

1.2. Use of Estimates

The preparation of the financial statements in conformity with Ind AS requires management to make estimates, judgments and assumptions. These estimates, judgments and assumptions affect the application of accounting policies and their reported amounts of assets and liabilities, the disclosures of contingent assets and liabilities at the date of the financial statements and reported amounts of revenues and expenses during the period. Accounting estimates could change from period to period. Actual results could differ from those estimates. Appropriate changes in estimates are made as management becomes aware of changes in circumstances surrounding the estimates. Changes in estimates are reflected in the financial statements in the period in which changes are made and, if material, their effects are disclosed in the notes to the financial statements.

1.3. Current / non-current classification

Assets and liabilities in the balance sheet are classified into current/ non-current. An asset is classified as current when it is:

- Expected to be realized or intended to be sold or consumed in normal operating cycle
- Held primarily for the purpose of trading
- Expected to be realized within twelve months after the reporting period, or
- Cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period

All other assets are classified as non-current.

A liability is classified as current when:

- It is expected to be settled in normal operating cycle
- It is held primarily for the purpose of trading
- It is due to be settled within twelve months after the reporting period, or
- There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period

All other liabilities are classified as non-current.

Deferred tax assets and liabilities are classified as non-current assets and liabilities respectively.

1.4. Foreign currency translation

Functional and presentation currency

The financial statements are presented in INR, which is the reporting or presentation currency. In addition, the corresponding figures for USD which is the functional currency are also stated alongside to meet any requirements for an SEZ company.

Foreign currency transactions and balances

- i. Transactions denominated in foreign currency (i.e., other than the functional currency) are normally recorded at the exchange rate prevailing at the date of transaction.
- ii. Invoices raised in INR currency are recorded as per (i) above and the same are paid in INR currency. Any income or expenses on account of exchange difference either on settlement or on translation is recognized in the Statement of Profit and Loss.

Notes to the Financial Statements for the year ended March 31, 2022

iii. Monetary items denominated in foreign currencies at the end of the period are restated at the closing rates.

iv. Non-monetary items denominated in foreign currencies are carried at cost.

1.5. Segment and Revenue Reporting

The company has started operations w.e.f. October 31, 2019 and is operative in only one segment i.e., Trading & Clearing Services and hence for the period ending March 31, 2022, segment reporting does not apply.

1.6. Operating expenses

Operating expenses are recognized in profit or loss upon utilization of the service or as incurred.

1.7. Property, plant and equipment

Where Items of Property, Plant and Equipment (PP&E) are installed for use, the same are stated at cost of acquisition less accumulated depreciation and accumulated impairment losses, if any.

Items of property, plant and equipment (PP&E) are stated at cost of acquisition less accumulated depreciation and accumulated impairment losses, if any. Subsequent expenditure related to an item of PP&E are added to its book value only if they increase the future benefits from the existing asset beyond its previously assessed standard of performance.

Depreciation on PP&E is charged under the straight-line method over the useful life of the assets as specified in Schedule II to the Companies Act, 2013 or at such higher rates for assets wherein a lesser useful life has been estimated due to rapid advancement in technology.

The residual values, useful lives and methods of depreciation of property, plant and equipment are reviewed at each financial year end and adjusted prospectively, if appropriate.

1.8. Intangible assets

Intangible assets acquired separately are measured on initial recognition at cost.

Where computer software which forms an integral part of the related hardware, it is capitalized along with the hardware as fixed asset. Software which are not an integral part of computer hardware and from which future economic benefits are expected are treated as intangible assets.

Software developed internally or major customizations to acquired software is recognized as an asset at cost when significant economic benefits are expected to accrue in future. Cost comprises all expenditure that can be directly attributed for creation, production and making the software ready for its intended use.

1.9. Income taxes

Tax expense for the Period, comprising current tax and deferred tax, are included in the determination of the net profit or loss for the period. Provision for current income tax is made on the basis of the assessable income under the Income tax Act, 1961.

Tax expense recognized in profit or loss comprises the sum of deferred tax and current tax not recognized in other comprehensive income or directly in equity.

Calculation of current tax is based on tax rates and tax laws that have been enacted or substantively enacted by the end of the reporting period. Deferred income taxes are calculated using the liability method.

Notes to the Financial Statements for the year ended March 31, 2022

Deferred tax assets are recognized to the extent that it is probable that the underlying tax loss or deductible temporary difference will be utilized against future taxable income. This is assessed based on the Company's forecast of future operating results, adjusted for significant non-taxable income and expenses and specific limits on the use of any unused tax loss or credit.

1.10. Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and demand deposits, together with other short-term, highly liquid investments that are readily convertible into known amounts of cash and which are subject to an insignificant risk of changes in value. Bank balances held in INR (in SNRR Account) are converted to functional currency USD at the period rate for the purpose of reporting.

1.11. Financial Assets at FVTPL:

Equity investments held for trading is classified at FVTPL (Fair Value through Profit & Loss Account). Financial assets included within the FVTPL category are measured at fair values with all changes in the statement of profit and loss.

1.12. Equity, Reserves and Dividend payments

Share capital represents the nominal (par) value of shares that have been issued. Share premium includes any premiums received on issue of share capital. Any transaction costs associated with the issuing of shares are deducted from share premium, net of any related income tax benefits. Other components of equity include the following:

- remeasurement of net defined benefit liability – comprises the actuarial losses from changes
- in demographic and financial assumptions and the return on plan assets
- Retained earnings include all current and prior period retained profits.
- All transactions with owners of the parent are recorded separately within equity.

Dividend distributions payable to equity shareholders, if any, are included in other liabilities when the dividends have been approved in a general meeting prior to the reporting date.

1.13. Post-employment benefits and short-term employee benefits

The company currently has employees deputed from the holding company i.e StockHolding Corporation of India Limited and two employees on the rolls of SSIL. The deputed employees are covered under the applicable plans of the holding company for post-employment benefit plans, defined contribution plans etc. The Provident Fund Scheme contributions for the employees of SSIL are being paid as scheduled and a suitable policy for insurance is in place while policy for post-employment benefits is under formulation.

1.14. Provisions

Provisions are recognized when the Company has a present obligation (legal or constructive) as a result of past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and as realizable estimate can be made of the amount of the obligation. When the Company expects some or all of the provision to be reimbursed, for example, under an insurance contract, the reimbursement is recognized as a separate asset, but only when the reimbursement is virtually certain. The expense relating to a provision is presented in the statement of profit and loss net of any reimbursement.

Notes to the Financial Statements for the year ended March 31, 2022

If the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflects, when appropriate, the risks specific to the liability. When discounting is used, the increase in the provision due to passage of time is recognized as a finance cost.

1.15. Contingent liabilities

Contingent Liabilities are not recognized but are disclosed in notes in respect of possible obligations that arise from past events but their existence is confirmed by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company.

1.16. Earnings per share

Basic earnings per share are calculated by dividing the net profit or loss before other comprehensive income for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period. For the purpose of calculating diluted earnings per share, the net profit or loss before other comprehensive income for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period is adjusted for the effects of all dilutive potential equity shares.

1.17. Significant accounting judgments, estimates and assumptions

When preparing the financial statements, management makes a number of judgements, estimates and assumptions about the recognition and measurement of assets, liabilities, income and expenses. Previous period figures have been regrouped / reclassified and rearranged wherever necessary to correspond with the current period classification / disclosure.

The following are significant management judgments in applying the accounting policies of the Company that have the most significant effect on the financial statements.

a) Recognition of deferred tax assets

The extent to which deferred tax assets can be recognized is based on an assessment of the probability that future taxable income will be available against which the deductible temporary differences and tax loss carry-forwards can be utilized. In addition, significant judgement is required in assessing the impact of any legal or economic limits or uncertainties in various tax jurisdictions.

Rectification entries for recognition of DTL instead of DTA for prior period have been passed and the net effect charged to Other Comprehensive Income of the current year Financial Statements. Accordingly, DTA/DTL balances are given effect for correction entries. (Refer Note. 4)

b) Useful lives of depreciable assets

Management reviews its estimate of the useful lives of depreciable assets at each reporting date, based on the expected utility of the assets. Uncertainties in these estimates relate to technological obsolescence that may change the utility of certain software and IT equipment.

2a) Property, Plant and Equipment

Particulars	Leasehold Fittings		Plant & Machinery		Computer Hardware		Server & Networking		Furniture & Fixtures		Office Equipment		Vehicles		Total	
	Amt. in Rs	Amt. in USD	Amt. in Rs	Amt. in USD	Amt. in Rs	Amt. in USD	Amt. in Rs	Amt. in USD	Amt. in Rs	Amt. in USD	Amt. in Rs	Amt. in USD	Amt. in Rs	Amt. in USD		
Gross carrying value as at April 1,2021	8,62,055	12,267	1,58,560	2,282	4,10,800	5,765	9,56,045	13,510	2,02,330	2,913	2,97,890	4,226	9,16,178	12,103	37,93,858	53,066
Additions					6,10,400	8,187	3,74,000	4,968							9,84,400	13,155
Deletions																0
Gross carrying value as at March 31,2022	8,62,055	12,267	1,58,560	2,282	10,21,200	13,951	13,30,045	18,477	2,02,330	2,913	2,97,890	4,226	9,16,178	12,103	47,78,258	66,220
Accumulated depreciation as at April 1,2021	1,71,449	2,306	20,331	273	1,76,098	2,263	3,48,117	4,698	36,642	493	95,539	1,395	2,33,437	3,176	10,81,613	14,604
Depreciation	94,673	1,249	10,571	139	2,65,450	3,502	2,49,258	3,288	20,233	267	73,977	976	3,05,393	4,029	10,19,553	13,449
Accumulated depreciation as at March 31,2022	2,66,122	3,555	30,902	412	4,41,548	5,765	5,97,375	7,986	56,875	760	1,69,516	2,371	5,38,830	7,205	21,01,166	28,053
Carrying value as at March 31,2022	5,95,933	8,712	1,27,658	1,870	5,79,653	8,187	7,32,670	10,491	1,45,455	2,153	1,28,374	1,855	3,77,348	4,899	26,77,091	38,167

The changes in the carrying value of Intangible Assets for the period ended March 31, 2022 are as follows:

3	4	5
1	2	3
4	5	6
7	8	9
10	11	12
13	14	15
16	17	18
19	20	21
22	23	24
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28	29	30
31	32	33
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328	329	330
331	332	333
334	335	336
337	338	339
340	341	342
343	344	345
346	347	348
349	350	351
352	353	354
355	356	357
358	359	360
361	362	363
364	365	366
367		

Particulars	Computer Software		Total	
	Amount in Rs	Amount in USD	Amount in Rs	Amount in USD
Gross carrying value as at April 1, 2021	5,89,484	8,219	5,89,484	8,219
Additions	2,14,550	2,892	2,14,550	2,892
Deletions				
Gross carrying value as at March 31, 2022	8,04,034	11,112	8,04,034	11,112
Accumulated depreciation as at April 1, 2021	3,11,150	4,200	3,11,150	4,200
Depreciation	2,11,071	2,784	2,11,071	2,784
Accumulated depreciation as at March 31, 2022	5,22,221	6,984	5,22,221	6,984
Carrying value as at March 31, 2022	2,81,813	4,127	2,81,813	4,127

The changes in the carrying value of Other Intangible Asset for the period ended March 31, 2022 are as follows:

Household Demographics		Total

Particulars	Leasehold Premises		Total
	Amount in Rs	Amount in USD	
Gross carrying value as at April 1, 2021	39,46,005	56,980	39,46,005
Additions	11,04,938	15,032	11,04,938
Deletions	10,84,726	29,814	10,84,726
Gross carrying value as at March 31, 2022	39,66,216	42,198	39,66,216
Accumulated depreciation as at April 1, 2021	13,28,127	17,850	13,28,127
Addition	3,19,857	8,314	3,19,857
Deletion	6,78,915	13,864	6,78,915
Accumulated depreciation as at March 31, 2022	9,69,070	12,299	9,69,070
Carrying value as at March 31, 2022	29,97,147	29,899	29,97,147

Notes to the Financial Statements for the year ended March 31, 2022

NON CURRENT ASSETS

2a) Property, Plant and Equipment

The changes in the carrying value of Property, Plant and Equipment for the period ended March 31,2021 are as follows:

Particulars	Leasehold Fittings		Plant & Machinery		Computer Hardware		Server & Networking		Furniture & Fixtures		Office Equipment		Vehicles		Total	
	Amt. in Rs	Amt. in USD	Amt. in Rs	Amt. in USD	Amt. in Rs	Amt. in USD	Amt. in Rs	Amt. in USD	Amt. in Rs	Amt. in USD	Amt. in Rs	Amt. in USD	Amt. in Rs	Amt. in USD	Amt. in Rs	Amt. in USD
Gross carrying value as at April 1,2020	8,52,055	12,267	1,58,560	2,282	2,91,300	4,128	9,56,045	13,510	2,02,330	2,913	2,28,965	3,289			26,89,255	38,389
Additions											1,88,425	2,573	9,16,178	12,035	11,04,603	14,608
Deletions																0
Gross carrying value as at March 31,2021	8,52,055	12,267	1,58,560	2,282	2,91,300	4,128	9,56,045	13,510	2,02,330	2,913	4,17,390	5,862	9,16,178	12,103	37,93,858	53,066
Accumulated depreciation as at April 1,2020	78,894	1,047	9,690	129	72,189	958	1,11,187	1,475	16,861	224	38,161	506			3,26,981	4,337
Depreciation	92,555	1,259	10,641	145	95,943	1,305	2,36,930	3,223	19,781	269	65,344	889	2,33,437	3,176	7,54,631	10,266
Accumulated depreciation as at March 31,2021	1,71,449	2,306	20,331	273	1,68,132	2,263	3,48,117	4,698	36,642	493	1,03,505	1,395	2,33,437	3,176	10,81,612	14,604
Carrying value as at March 31,2021	6,80,606	9,961	1,38,229	2,009	1,23,168	1,865	6,07,928	8,811	1,65,688	2,420	3,13,885	4,467	6,82,741	8,927	27,12,245	38,462

2b) Intangible Assets

The changes in the carrying value of Intangible Assets for the period ended March 31, 2021 are as follows:

Particulars	Computer Software		Total	
	Amount in Rs	Amount in USD	Amount in Rs	Amount in USD
Gross carrying value as at April 1,2020	4,44,943	6,310	4,44,943	6,310
Additions	1,44,541	1,909	1,44,541	1,909
Deletions				
Gross carrying value as at March 31,2021	5,89,484	8,220	5,89,484	8,220
Accumulated depreciation as at April 1,2020	97,372	1,292	97,372	1,292
Depreciation	2,13,778	2,908	2,13,778	2,908
Accumulated depreciation as at March 31,2021	3,11,150	4,200	3,11,150	4,200
Carrying value as at March 31,2021	2,78,334	4,020	2,78,334	4,020

2c) Other Assets- Right to Use

The changes in the carrying value of Other Intangible Asset for the period ended March 31, 2021 are as follows:

Particulars	Leasehold Premises		Total	
	Amount in Rs	Amount in USD	Amount in Rs	Amount in USD
Gross carrying value as at April 1, 2020	36,41,391	52,837	36,41,391	52,837
Additions	3,04,614	4,143	3,04,614	4,143
Deletions				
Gross carrying value as at March 31, 2021	39,46,005	56,980	39,46,005	56,980
Accumulated depreciation as at April 1, 2020	6,43,452	8,535	6,43,452	8,535
Depreciation	6,84,675	9,315	6,84,675	9,315
Accumulated depreciation as at March 31, 2021	13,28,127	17,850	13,28,127	17,850
Carrying value as at March 31, 2021	26,17,877	39,130	26,17,877	39,130

Notes to the Financial Statements for the year ended March 31, 2022

Financial Assets- Non Current

3. Advances & Deposits

Particulars	As at 31-Mar-2022		As at 31-Mar-2021	
	Amount in Rs	Amount in USD	Amount in Rs	Amount in USD
Base Minimum Capital with Exchanges (USD)	1,44,60,204	1,90,750	1,10,80,834	1,50,750
Security Deposit with Exchanges, Clearing Corporations & Depository (USD)	2,08,46,953	2,75,000	1,24,95,799	1,70,000
Security Deposit Others**	2,48,795	3,282	3,21,412	4,373
Total	3,55,55,952	4,69,032	2,38,98,044	3,25,123

**Comprise of various deposits given in INR for premises, electricity, custody fees etc

4. 4. Deferred Tax Asset (DTA)/Deferred Tax Liability (DTL)

Particulars	As at 31-Mar-2022		As at 31-Mar-2021	
	Amount in Rs	Amount in USD	Amount in Rs	Amount in USD
Opening Balance - DTA	2,21,476	3,089	1,95,626	2,737
Add: Timing Diff due to Depreciation as per Income Tax & Companies Act	40,629	536	(13,147)	(179)
Prior period adjustment for Preliminary Exps & Depreciation	(65,198)	(860)	38,997	531
Deferred Tax Asset (net)	1,96,906	2,765	2,21,476	3,089
				0
Opening Balance - DTL	0	0	0	0
Add: Preliminary Expenses (1/5th written off as per Income Tax Act)	38,997	514	0	0
Prior period adjustment for Preliminary Exps & Depreciation	65,198	860		
Deferred Tax Liability (net)	1,04,195	1,374	0	0

5. Non Current Tax Asset

Particulars	As at 31-Mar-2022		As at 31-Mar-2021	
	Amount in Rs	Amount in USD	Amount in Rs	Amount in USD
Tax Deducted at Source (USD)	1,58,870	2,096	2,10,384	2,862

Notes to the Financial Statements for the year ended March 31, 2022

6. Trade Receivables

Particulars	Outstanding for following periods from due date of payment - as at 31-Mar-2022											
	Amount in Rs.						Amount in USD					
	Less Than 6 Months	6 Months to 1 year	1-2 Years	2-3 Years	More than 3 years	Total Rs	Less Than 6 Months	6 Months to 1 year	1-2 Years	2-3 Years	More than 3 years	Total Rs
i. Undisputed Trade Receivables considered good*	11,71,443					11,71,443	15,453					15,453
ii. Undisputed Trade Receivables considered Doubtful						-					-	
iii. Disputed Trade Receivables considered Good						-					-	
iv. Disputed Trade Receivables considered Doubtful						-					-	

* Includes INR 11,70,533 (USD 15,441) margin blocked as on Mar 31,2022, receivable from the Clearing Corporation, previous year NIL

Particulars	Outstanding for following periods from due date of payment - as at 31-Mar-2021											
	Amount in Rs.						Amount in USD					
	Less Than 6 Months	6 Months to 1 year	1-2 Years	2-3 Years	More than 3 years	Total Rs	Less Than 6 Months	6 Months to 1 year	1-2 Years	2-3 Years	More than 3 years	Total Rs
i. Undisputed Trade Receivables considered good*	495					495	7					7
ii. Undisputed Trade Receivables considered Doubtful						-						-
iii. Disputed Trade Receivables considered Good						-						-
iv. Disputed Trade Receivables considered Doubtful						-						-

6a. Cash & Cash Equivalents

Particulars	As at 31-Mar-2022		As at 31-Mar-2021	
	Amount in Rs	Amount in USD	Amount in Rs	Amount in USD
Balances with Banks in current accounts held in USD **	3,11,08,732	4,10,367	1,98,10,230	2,69,510
Balance with Bank in current account held in INR -SNRR Account ***	10,34,934	13,652	23,45,969	31,916
Balance held in Forex Card-USD	0	0	1,08,817	1,480
Total	3,21,43,667	4,24,019	2,22,65,017	3,02,906

** Balances as on March 31,2022 with Banks in Current Accounts held in USD includes balances held in separate client account USD 29,881

*** Balance in the SNRR current account is held in INR currency and converted to USD for reporting purpose.

Notes to the Financial Statements for the year ended March 31, 2022

6b. Bank Balances other than Cash & Cash Equivalents

Particulars	As at 31-Mar-2022		As at 31-Mar-2021	
	Amount in Rs	Amount in USD	Amount in Rs	Amount in USD
Balances with Banks in Deposit Accounts in USD with maturity more than 3 months (With premature withdrawal option)	2,27,42,130	3,00,000	1,47,00,940	2,00,000

7. Advances & Deposits

Particulars	As at 31-Mar-2022		As at 31-Mar-2021	
	Amount in Rs	Amount in USD	Amount in Rs	Amount in USD
Margin Fixed Deposits with Clearing Corporations (USD)	12,12,91,360	16,00,000	8,26,79,276	11,24,816
Cash Margin with Clearing Corporations (USD)	4,77,05,431	6,29,300	0	0
Prepaid Expenses (paid in USD & INR)	5,26,928	6,951	5,02,491	6,836
Total	16,95,23,718	22,36,251	8,31,87,023	11,31,724

8. Other Financial Assets

Particulars	As at 31-Mar-2022		As at 31-Mar-2021	
	Amount in Rs	Amount in USD	Amount in Rs	Amount in USD
Accrued FD Interest on USD Deposits	3,04,211	4,013	10,55,303	14,357
Investment in UDR	43,252	571	62,195	846
Input Credit Goods & Service Tax	28,795	380	20,559	280
Total	3,76,258	4,963	11,38,056	15,483

9. Equity Share Capital

Particulars	As at 31-Mar-2022		As at 31-Mar-2021	
	Amount in Rs	Amount in USD	Amount in Rs	Amount in USD
Authorised Capital 2,00,00,000 Equity shares of Rs 10/- each	20,00,00,000	26,38,275	15,00,00,000	21,42,857
Issued, Subscribed and Paid-up Capital 1,80,00,000 Equity shares of Rs 10/- each	18,00,00,000	25,44,756	15,00,00,000	21,42,857

a. Terms/rights attached to equity shares

The company has only one class of equity shares having a par value of Rs.10 per share. Each holder of equity share is entitled to one vote per share.

b. Equity shares held by holding company

Name of Shareholder	StockHolding Corporation of India Limited
Number of equity shares held	1,80,00,000
Percentage of Holding	100
Percentage Change	NIL

Notes to the Financial Statements for the year ended March 31, 2022

c. Information regarding issue of shares in the last five years

- The company has issued 1,50,00,000 shares of Rs 10 each at par on 9th January 2019 for cash received
- The company has issued 10,00,000 shares of Rs. 10 each as preferential allotment on September 25,2021 for cash received
- The company has issued 10,00,000 shares of Rs. 10 each as preferential allotment on December 06,2021 for cash received
- The company has issued 10,00,000 shares of Rs. 10 each as preferential allotment on March 02,2022 for cash received
- The company has not issued any shares without payment being received in cash.
- The company has not issued any bonus shares.
- The company has not undertaken any buy-back of shares.

10. Other Equity

Particulars	As at 31-Mar-2022		As at 31-Mar-2021	
	Amount in Rs	Amount in USD	Amount in Rs	Amount in USD
Profit & Loss Account				
Opening Balance	(3,91,89,279)	(5,40,893)	(2,07,17,643)	(2,91,743)
(+) Net profit/ (Net loss) for the Current Period	(2,29,84,863)	(3,12,214)	(1,84,71,636)	(2,49,150)
Closing balance	(6,21,74,142)	(8,53,107)	(3,91,89,279)	(5,40,893)
Other Comprehensive Income				
Opening Balance	65,60,801	212	99,41,038	(292)
(+) Net profit/(Net loss) for the Current Period	-	-	-	-
Foreign Exchange Translation Reserve	50,09,157	8,841	(33,80,237)	504
Prior Period Adjustment for DTL recognition	(1,30,397)	(1,720)	-	-
Closing balance	1,14,39,561	7,333	65,60,801	212
Total	(5,07,34,581)	(8,45,774)	(3,26,28,478)	(5,40,682)
Cash Loss for the Current Period	(2,14,34,382)	(2,87,667)	(1,68,18,551)	(2,26,661)

Non-Current Liabilities-Financial Liabilities

11. Non – Current Liabilities -Borrowings Unsecured Loans

Particulars	As at 31-Mar-2022		As at 31-Mar-2021	
	Amount in Rs	Amount in USD	Amount in Rs	Amount in USD
Stock Holding Corporation of India Limited	0	0	25,66,081	34,910

12. Other Non Current Liabilities

Particulars	As at 31-Mar-2022		As at 31-Mar-2021	
	Amount in Rs	Amount in USD	Amount in Rs	Amount in USD
Right to use Liabilities	17,46,088	23,033	24,39,121	33,183

Notes to the Financial Statements for the year ended March 31, 2022

Current Liabilities-Financial Liabilities

13a) Trade and other payables

Particulars	Outstanding for following periods from due date of payment - as at 31-Mar-2022									
	Amount in Rs.					Amount in USD				
	Less Than 1 Year	1-2 Years	2-3 Years	More than 3 years	Total Rs	Less Than 1 Year	1-2 Years	2-3 Years	More than 3 years	Total Rs
i. Dues to Micro and Small enterprises (Refer Note:20)	16,724				16,724	221				221
ii. Other than micro and small enterprises	72,60,240	65,22,294			1,37,82,534	95,772	86,038			1,81,810
iii Disputed Dues- MSME					-					-
iv. Disputed Dues - Others					-					-

Particulars	Outstanding for following periods from due date of payment - as at 31-Mar-2021									
	Amount in Rs.					Amount in USD				
	Less Than 1 Year	1-2 Years	2-3 Years	More than 3 years	Total Rs	Less Than 1 Year	1-2 Years	2-3 Years	More than 3 years	Total Rs
i. Dues to Micro and Small enterprises (Refer Note:20)					-					-
ii. Other than micro and small enterprises	78,86,540	57,80,321			1,36,66,860	1,07,293	78,639			1,85,932
iii Disputed Dues- MSME					-					-
iv. Disputed Dues - Others					-					-

13b) Other Financial Liabilities

Particulars	As at 31-Mar-2022		As at 31-Mar-2021	
	Amount in Rs	Amount in USD	Amount in Rs	Amount in USD
Imprest Balances, Margins and Security Deposits from Clients (USD)	12,07,21,654	15,92,485	1,26,24,695	1,71,754
Provision for Expenses	20,67,620	27,275	25,25,543	34,359
Other Payables	97,857	1,291	19,383	264
Total	12,28,87,131	16,21,050	1,51,69,621	2,06,376

14. Other Current Liabilities

Particulars	As at 31-Mar-2022		As at 31-Mar-2021	
	Amount in Rs	Amount in USD	Amount in Rs	Amount in USD
Statutory Dues - Provident Fund & Profession Tax*	22,904	302	16,686	227
Total	22,904	302	16,686	227

* paid in the month of April'22 before the due date

Notes to the Financial Statements for the year ended March 31, 2022

15. Revenue from Operations

Particulars	As at 31-Mar-2022		As at 31-Mar-2021	
	Amount in Rs	Amount in USD	Amount in Rs	Amount in USD
Service Charges (USD)	2,28,548	3,067	23,175	312

16. Other Income

Particulars	As at 31-Mar-2022		As at 31-Mar-2021	
	Amount in Rs	Amount in USD	Amount in Rs	Amount in USD
Income from Proprietary Trading (USD)	1,21,349	1,629	(88,669)	(1,195)
LES incentive	4,059	54	5,506	74
Interest on Fixed Deposits (USD)	8,45,162	11,343	14,95,232	20,151
Profit/Loss on disposal of ROU Asset	(22,488)	(302)	20,330	274
Interest on IT Refund	8,956	120	-	-
Interest Others- ROU Interest	16,127	216	-	-
Miscellaneous Income (Provisions written back)	2,61,949	3,516		
Total	12,35,114	16,576	14,32,398	19,304

17. Employee benefit expense

Particulars	As at 31-Mar-2022		As at 31-Mar-2021	
	Amount in Rs	Amount in USD	Amount in Rs	Amount in USD
Salary Allowances and Bonus	1,04,71,589	1,40,537	93,64,565	1,26,206
Contribution to provident and other funds	7,48,475	10,045	8,39,221	11,310
Gratuity	2,01,701	2,707	1,02,486	1,381
Staff Welfare Expenses	1,90,164	2,552	2,04,942	2,762
Total	1,16,11,930	1,55,841	1,05,11,215	1,41,660

Notes to the Financial Statements for the year ended March 31, 2022

18. Other Expenses

Particulars	As at 31-Mar-2022		As at 31-Mar-2021	
	Amount in Rs	Amount in USD	Amount in Rs	Amount in USD
Exchange Expenses, FD Interest payable to Client	67,803	910	147	2
Bank Charges	4,982	67	12,270	165
ISIN Custody Fees, Share Allotment Fees	68,936	925	43,950	592
Electricity Expenses	1,11,256	1,493	1,01,972	1,374
Insurance Expenses	6,604	89	5,608	76
Membership Fees & Subscriptions	13,96,004	18,735	6,81,465	9,184
Board & Committee Meeting Expenses & Sitting Fees	22,40,524	30,070	17,55,581	23,660
Repairs & Maintenance	87,076	1,169	1,57,352	2,121
Postage & Courier	11,750	158	10,505	142
Printing & Stationary	82,946	1,113	48,475	653
Travelling & Conveyance Expenses	30,653	411	1,84,148	2,482
Legal & Professional Fees	35,24,200	47,298	14,16,959	19,096
Retainership Fees	6,34,465	8,515	6,61,940	8,921
Audit Fees (Refer Note:22)	1,88,495	2,530	2,10,456	2,836
Connectivity, Communication, Website Charges & Software Expenses	21,59,986	28,989	18,94,104	25,527
Seminar, Training & Recruitment Expenses	1,66,501	2,235	1,67,073	2,252
Advertising, Meeting & Business Promotion Expenses	63,449	852	-	0
ROU Interest	97,442	1,308	91,120	1,228
Donation	-	0	51,658	696
Vehicle Expenses	1,69,875	2,280	21,968	296
Miscellaneous Expenses	1,74,799	2,346	2,72,008	3,666
Total	1,12,87,747	1,51,491	77,88,760	1,04,969

Previous period figures have been regrouped / reclassified and rearranged wherever necessary to correspond with the current period classification / disclosure.

19. Earnings per Share

Particulars	As at 31-Mar-2022		As at 31-Mar-2021	
	Amount in Rs	Amount in USD	Amount in Rs	Amount in USD
Profit for the period as per Statement of Profit and Loss	(2,29,84,863)	(3,12,214)	(1,84,71,636)	(2,49,150)
No. of shares at the beginning of the year	1,50,00,000	1,50,00,000	1,50,00,000	1,50,00,000
No of shares at the end of the period	1,80,00,000	1,80,00,000	1,50,00,000	1,50,00,000
Weighted average number of shares outstanding during the period (Nos)	1,59,66,667	1,59,66,667	1,50,00,000	1,50,00,000
Earning per share for the year in Rs	(1.44)	(0.02)	(1.23)	(0.02)
Basic/ Diluted Rs	(1.44)	(0.02)	(1.23)	(0.02)

Notes to the Financial Statements for the year ended March 31, 2022

20. Details of dues to Micro, Small and Medium Enterprises as defined under the MSMED Act, 2006

Based on the information with the Company, the amount overdue to the suppliers as defined under the Micro, Small and Medium Enterprises Development Act, 2006 as at Mar 31, 2022 on account of principal amount together with interest is INR 16,724 (USD 221) (Previous Year : Rs. NIL).

The details of amounts outstanding to Micro, Small and Medium Enterprises based on information available with the Company is as under:

Particulars	As at 31-Mar-2022		As at 31-Mar-2021	
	Amount in Rs	Amount in USD	Amount in Rs	Amount in USD
Principal amount due and remaining unpaid	16,724	221	0	0
Interest due on above and the unpaid interest	-	-	-	-
Interest paid	-	-	-	-
Payment made beyond the appointed day during the year	-	-	-	-
Interest due and payable for the period of delay	-	-	-	-
Interest accrued and remain unpaid	-	-	-	-
Amount of further interest remaining due and payable in succeeding year	-	-	-	-

21. Managerial Remuneration

Particulars	As at 31-Mar-2022		As at 31-Mar-2021	
	Amount in Rs	Amount in USD	Amount in Rs	Amount in USD
M.D & CEO, CFO and CS				
Salary & Allowances	79,37,629	1,06,529	63,62,387	85,746
Contribution to provident and other funds	3,63,832	4,883	8,47,077	11,416
Total	83,01,461	1,11,412	72,09,464	97,162

22. Auditors Remuneration

Particulars	As at 31-Mar-2022		As at 31-Mar-2021	
	Amount in Rs	Amount in USD	Amount in Rs	Amount in USD
As Auditor:				
Audit Fees- Statutory Audit Fees	98,291	1,319	1,00,804	1,359
Audit Fees- certification & Other Fees	90,204	1,211	1,09,652	1,478
Total	1,88,495	2,530	2,10,456	2,836

23. Foreign Currency Exposure

Particulars	As at 31-Mar-2022		As at 31-Mar-2021	
	Amount in Rs	Amount in USD	Amount in Rs	Amount in USD
Particulars of unhedged foreign currency exposure as at the balance sheet date*	-	-	-	-
Total	0	0	0	0

* Transactions (income as well as expenses) in GIFT IFSC are incurred in foreign currency and the books of accounts are maintained in foreign currency. Expenses incurred in INR are through a designated Bank Account (SNRR Account) funded by transferring funds from the foreign currency bank account. Since the fund transfer is an ongoing process does not require hedging.

Notes to the Financial Statements for the year ended March 31, 2022

24. Ratios

Name of the Ratio	Numerator	Denominator	Ratio	Numerator	Denominator	Ratio	% Change	Explanation for changes in ratio for more than 25%
	As at 31-Mar-2022			As at 31-Mar-2021				
Current Ratio (Current Assets/Current Liabilities)	22,59,57,215	13,67,09,293	1.65	16,50,119	18,03,163	0.92	80.61	
Debt - Equity Ratio (Total Liabilities/Total Shareholder's Equity)	13,85,59,576	12,92,65,419	1	3,38,58,369	11,73,71,522	29%	-100.00	Loan Repayment
Debt Service Coverage Ratio (EBIT/Interest Expense)	-	-	-	-	-	-		
Return on Equity Ratio (PAT/Shareholder's Equity)	-2,29,84,863	12,92,65,419	-18%	-1,84,71,636	11,73,71,522	-16%	12.98	
Inventory Turnover Ratio	-	-	-	-	-	-		
Trade Receivable Turnover Ratio (Turnover/Average Debtors)	2,28,548	5,85,721	0.39	23,175	0	0%	0.39	
Trade Payable Turnover Ratio (Turnover/Average Creditors)	2,28,548	68,99,629	0.03	23,175	44,90,186	1%	541.80	Increase in turnover
Net Capital Turnover Ratio (Turnover/Net Equity)	2,28,548	12,92,65,419	0%	23,175	11,73,71,522	0%	795.44	Increase in turnover
Net Profit Ratio (PAT/Turnover)	-2,29,84,863	2,28,548	-10057%	-1,84,71,636	16,576	-111435%	-90.98	Low Base Effect of previous year
Return on Capital Employed (EBIT/Net Equity)	-2,29,86,495	12,92,65,419	-18%	-1,84,97,486	11,73,71,522	-16%	12.83	
Return on Investment (PAT/Total Assets)	-2,29,84,863	12,92,65,419	-18%	-1,84,71,636	11,73,71,522	-16%	12.98	

Notes to the Financial Statements for the year ended March 31, 2022

25. Related Parties

a. List of Related Parties

Ultimate Holding Company	IFCI Limited
Holding Company	Stock Holding Corporation of India Limited
Fellow and Associate Subsidiaries	IFCI Venture Capital Funds Limited IFCI Infrastructure Development Limited IFCI Financial Services Limited SHCIL Services Limited StockHolding Document Management Services Ltd.

Key Management Personnel

Shri Ramesh N.G. S	Non-Executive Chairman
Shri Kanaksabapathy Kumar	Independent Director – Non-Executive
Shri. Manoj Parida	Non-Executive Director
Ms. Jhummi Mantri (resigned w.e.f. Oct 26,2021)	Non-Executive Director
Ms. Meera Ranganathan (resigned w.e.f. Apr22,2021)	Non-Executive Director
Shri R. Anand	Non-Executive Director
Shri. Prabhat Kumar Dubey	Managing Director & CEO
Shri Vinay E Purohit (resigned w.e.f. Sep 30,2021)	Managing Director & CEO
Ms. Arati Bhatt	Chief Financial Officer
Ms. Kirty Pareek	Company Secretary

Notes to the Financial Statements for the year ended March 31, 2022

b. Transactions with related parties during the year

Transactions (including accruals) with related parties for the period ended March 31, 2022.

Amount in Rs.(USD)

Particulars	Ultimate Holding Company	Holding Company	Associate Subsidiaries	Key Management Personnel
Reimbursement of Expenses paid on behalf of the company:				
As on March 31, 2022	-	180 (USD 2)	-	-
As on March 31, 2021	-	99,926 (USD 1347)	-	-
Reimbursement of deputed employees salary & gratuity and other funds:				
As on March 31, 2022	-	6,44,839 (USD 8,654)	-	79,37,629 (USD 1,06,529)
As on March 31, 2021	-	7,95,104 (USD 10,716)	-	72,09,459 (USD 97,162)
Sitting Fees Paid:				
As on March 31, 2022	5,89,217 (USD 7,908)	9,77,039 (USD 13,113)	-	6,29,525 (USD 8,449)
As on March 31, 2021	- (USD NIL)	12,43,966 (USD 16,765)	-	4,91,274 (USD 6,621)
Custody Fees Paid:				
As on March 31, 2022		- (USD NIL)	-	1,39,603 (USD 1,893)
As on March 31, 2021		22,260 (USD 300)	-	-
Balances Outstanding:				
Payable to Holding Company towards reimbursement of expenses:				
As on March 31, 2022		0 (USD 0)	-	-
As on March 31, 2021		25,66,081 (USD 34,910)	-	-
Trade & Other Payables:				
As on March 31, 2022		1,37,53,177 (USD 1,81,423)	-	-
As on March 31, 2021		1,34,85,635 (USD 1,83,466)	-	-

In terms of our report attached

For and On behalf of the Board of StockHolding Securities IFSC Ltd.

For P C Rathod & Co
Chartered Accountants
Firm No. 121967W

CA BHAVESH RATHOD
PARTNER
MEM. NO: 104690

Place: Ahmedabad
Date: 27.04.2022

Arati Bhatt
CFO
Place: Gandhinagar

Prabhat Kumar Dubey
MD & CEO
Place: Mumbai

Kirby Pareek
Company Secretary

R. Anand
Director
Place: Mumbai

Photo Gallery:



**08th March 2022:
Women's Day Celebration**



**Vigilance Oath:
Vigilance Awareness Week**



Gift City Overview

BOARD OF STOCKHOLDING SECURITIES IFSC LIMITED



Ramesh N.G.S
Non-Executive Chairman



Kanaksabapathy Kumar
Independent Director



Manoj Parida
Director



Mr. Shreekant Patwardhan
Director



Prabhat Kumar Dubey
Managing Director & CEO



StockHolding Securities IFSC Limited

Unit No. 518, Signature, 5th Floor, Block 13B, Zone-I,
GIFT SEZ, Gift City, Gandhinagar, Gujarat 382355, India

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