



KAPIL RAJ FINANCE LIMITED

CIN : L65929DL1985PLC022788

June 30, 2020

To,

BSE Ltd
Phiroze Jeejeebhoy Towers
Dalal Street,
Mumbai- 400 001
Script Code:- 539679

To,
Metropolitan Stock Exchange of India Limited
Vibgyor Towers, 4th floor, Plot No C 62, G -
Block, Opp. Trident Hotel, Bandra Kurla
Complex, Bandra (E), Mumbai – 400 098, India.
Symbol: KAPILRAJ

Dear Sir/Madam,

Subject: Outcome of Board Meeting dated June 30, 2020

Pursuant to Regulation 33 of SEBI (Listing Obligation and Disclosure Requirement) Regulation, 2015, we would like to inform your good office that the Board of Directors of the Company at their meeting held today i.e. on June 30, 2020, have approved the following agenda items:

1. The Standalone and Consolidated Audited Financial Results of the Company for the quarter and year ended 31st March, 2020, prepared in accordance with Ind AS.
2. Auditors Report on the Standalone and Consolidated Audited Financial Results for the quarter and year ended 31st March, 2020.
3. Appointment of M/s. Amit R. Dadheech & Associates, Practicing Company Secretary, Mumbai as the Secretarial Auditor to carry out the secretarial audit in terms of Section 204 of the Companies Act, 2013.

The meeting of the Board of Directors commenced at 4:15 pm and concluded at 5:30 pm

Request you to kindly take this letter on record and acknowledge the receipt.

For Kapil Raj Finance Limited

KAPIL RAJ FINANCE LIMITED

Meehir A. Doshi

Meehir Doshi
DIRECTOR
DIN: 08536239

DIRECTOR



KAPIL RAJ FINANCE LIMITED

23-B, First Floor, Chirag Delhi,
Opp. Satrang Bhawan, New Delhi-110017

CIN No-L65929DL1985PLC022788

Email Id: kapilrajfin@gmail.com

Web: www.kapilrajfinanceltd.com

STATEMENT OF STANDALONE AUDITED FINANCIAL RESULTS FOR THE QUARTER & YEAR ENDED 31ST MARCH, 2020

(Rs. In Lacs)

Sr.No.	Particulars	Standalone				
		Quarter ended		Year ended		
		31st March, 2020	31st December, 2019	31st March, 2019	31st March, 2020	31st March, 2019
	(Audited)	(Unaudited)	Audited	(Audited)	Audited	
1	Revenue from operations	6.06	14.87	-	33.36	-
2	Other income	12.11	2.36	29.46	33.16	106.49
3	Total Revenue (1 + 2)	18.17	17.23	29.46	66.52	106.49
4	Expenses:					
	Cost of materials consumed	-	-	-	-	-
	Purchases of Stock-in-Trade	-	-	-	-	-
	Changes in inventories of finished goods, work-in-progress and Stock-in-Trade	-	-	-	-	-
	Employee benefits expense	11.78	14.06	21.09	47.09	83.67
	Finance Costs	-	-	-	-	-
	Depreciation and amortisation expense	0.01	0.01	0.02	0.07	0.13
	Professional fees	0.76	-	1.13	1.62	6.06
	Other expenses	4.72	2.52	4.90	11.78	10.88
	Total expenses	17.27	16.59	27.14	60.56	100.74
5	Profit before exceptional and extraordinary items and tax (3 - 4)	0.90	0.64	2.32	5.96	5.76
6	Exceptional Items	-	-	-	-	-
7	Profit before extraordinary items and tax (5 - 6)	0.90	0.64	2.32	5.96	5.76
8	Extraordinary items	-	-	-	-	-
9	Profit before tax (7- 8)	0.90	0.64	2.32	5.96	5.76
10	Tax expenses					
	(1) Current tax	0.20	0.20	0.60	1.55	0.63
	(2) Deferred tax	-	-	(0.01)	(0.00)	(0.01)
11	Net Profit /(Loss) for the period (11+14)	0.70	0.44	1.72	4.41	5.13
12	Other Comprehensive Income	-	-	-	-	-
13	Total Comprehensive Income for the period (11+12)	0.70	0.44	1.72	4.41	5.13
13	Paid-up equity share capital (Face Value of the Share Rs.10 each)	514.00	514.00	514.00	514.00	514.00
14	Other equity (excluding Revaluation Reserves)	72.28	71.84	66.85	72.98	68.57
15	Earning per equity share (for discontinued & continuing operation)					
	(1) Basic	0.01	0.01	0.03	0.09	0.10
	(2) Diluted	0.01	0.01	0.03	0.09	0.10

Notes :-

- 1 The above results have been reviewed by Audit Committee and approved and taken on record by the Board of Directors of the Company in their meeting held on 30.06.2020
- 2 The auditors of the company have audited the financial results for the Year ended 31st March, 2020 in terms of Regulation 33 of the SEBI (LODR) Regulations, 2015 and have expressed their unqualified opinion.
- 3 The Company adopted Indian Accounting Standards ("Ind AS") from April 1, 2017 and accordingly above standalone financial results have been prepared in accordance with the recognition and measurement principles laid down in the Ind AS 34 'Interim Financial Reporting' prescribed under Section 133 of the Companies Act, 2013 read with the relevant rules issued thereunder and the other accounting principles generally accepted in India.
- 4 **Estimation uncertainty relating to Covid-19 outbreak**
The COVID-19 pandemic has severely disrupted business operations due to global lockdown and other emergency measures imposed by the various governments. The operations of the Company were impacted due to the shutdown of offices following the nationwide lockdown. The Company commenced with its operations in a phased manner in line with the directives from the authorities.

The Company has evaluated the impact of this pandemic on its business operations, liquidity and the recoverability and carrying values of its assets including trade receivables and loans as at the Balance Sheet date and based on the management's review of current indicators and economic conditions there is no material impact on the profit for the year ended 31st March, 2020.
- 5 Previous years figures have been regrouped and reclassified wherever necessary.

KAPIL RAJ FINANCE LIMITED

Mukesh A. Doshi

DIRECTOR



STATEMENT OF ASSETS AND LIABILITIES AS AT MARCH 31, 2020

Particulars		Standalone As at	
		Audited	Audited
		31.03.2020	31.03.2019
A	ASSETS		
1	Non-current assets		
	(a) Property, Plant and Equipment	0.07	0.13
	(b) Capital work-in-progress	-	-
	(c) Investment Property	-	-
	(d) Goodwill	-	-
	(e) Other Intangible assets	-	-
	(f) Intangible assets under development	-	-
	(g) Biological Assets other than bearer plants	-	-
	(h) Financial Assets:		
	(i) Investments	-	-
	(ii) Trade receivables	-	-
	(iii) Loans	460.02	509.14
	(i) Deferred tax assets (net)	0.00	0.00
	(j) Other non-current assets	-	-
	Sub-total - non-current assets	460.09	509.27
2	Current assets		
	(a) Inventories	-	-
	(b) Financial Assets		
	(i) Investments	147.00	147.00
	(ii) Trade receivables	-	-
	(iii) Cash and cash equivalents	2.36	3.51
	(iv) Bank balances other than (iii) above	4.77	1.90
	(v) Loans	-	-
	(vi) Others (to be specified)	-	-
	(c) Current Tax Assets (Net)	-	-
	(d) Other current assets	33.04	5.76
	Sub-total - current assets	187.17	158.17
	TOTAL - ASSETS	647.26	667.44
B	EQUITY AND LIABILITIES		
1	EQUITY		
	(a) Equity Share capital	514.00	514.00
	(b) Other Equity	72.98	68.57
		586.98	582.57
2	LIABILITIES		
	Non-current liabilities		
	(a) Financial Liabilities		
	(i) Borrowings	-	-
	(ii) Trade payables	-	-
	(iii) Other financial liabilities (other than those specified in item (b), to be specified)	-	-
	(b) Provisions	-	-
	(c) Deferred tax liabilities (Net)	-	-
	(d) Other non-current liabilities	-	-
	Current liabilities		
	(a) Financial Liabilities		
	(i) Borrowings	4.00	4.00
	(ii) Trade payables	51.44	78.55
	(iii) Other financial liabilities (other than those specified in item (c))	-	-
	(b) Other current liabilities	3.29	1.70
	(c) Provisions	-	-
	(d) Current Tax Liabilities (Net)	1.55	0.63
	Sub-total - current liabilities	60.28	84.88
	TOTAL EQUITY AND LIABILITIES	647.26	667.44

For KAPIL RAJ FINANCE LIMITED

KAPIL RAJ FINANCE LIMITED

Mehir A. Doshi

Mr. MEEHIR DOSHI

DIN : 08536239

DIRECTOR

DIRECTOR



Place : Delhi

Dated : : 30.06.2020.

Independent Auditor's Report On Quarterly Financial Results and Year to Date Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To the Board of Directors of Kapil Raj Finance Limited

Report on the Audit of the Standalone Financial Results

Opinion

We have audited the quarterly standalone financial results of Kapil Raj Finance Limited ("the Company") for the quarter ended March 31, 2020 and the year to date results for the period April 1, 2019 to March 31, 2020, attached herewith, being submitted by the company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with SEBI Circular No. CIR/CFD/FAC/62 /2016 dated July 5, 2016 ("Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us these quarterly standalone financial results as well as the year to date results:-

- i. are presented in accordance with the requirements of Listing Regulations in this regard; and
- ii. give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable Indian Accounting Standards, and other accounting principles generally accepted in India, of the net profit and other comprehensive income and other financial information for the year ended 31st March, 2020.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Results section of our report. We are independent of the Company in accordance with the *Code of Ethics* issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the Financial Results under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical



responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Emphasis of Matter

We draw your attention to Note 4 of the Standalone Financial Results, which describes that based on current indicators of future economic conditions, the company expects to recover carrying amount of all its assets and revenue recognized and hence no material adjustment is required in the Financial Statements. The impact of COVID-19 pandemic may be different from that estimated as at the date of approval of these Financial Statements and the company will continue to monitor any material changes to future economic condition. Our opinion is not modified in respect of these matters.

Further, the company carries on Financial Activities and hence by the guidelines issued by the Reserve Bank of India, the company complies to be a Non-Banking Financial Company (NBFC). This requires the company to get itself registered with the Reserve Bank of India as a NBFC and as per the representation of the management the company is in the process of getting itself registered for the same.

Other Matters

Due to COVID-19 pandemic and the lockdown and other restrictions imposed by the Government and local administration, the audit processes were carried out based on the remote access to the extent available/feasible and necessary records made available by management through digital means.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the Financial Results of the current period. These matters were addressed in the context of our audit of the Financial Results as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. There were no Key Audit Matters during the year under Audit.

Responsibilities of Management for the Standalone Financial Results

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone Financial Results that give a true and fair view of the Financial position, Financial performance, changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the accounting Standards specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and



design, implementation and maintenance of adequate internal Financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Financial Results that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

Auditor's Responsibilities for the Audit of the Financial Results

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

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

- Identify and assess the risks of material misstatement of the Financial Results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Financial Results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are



based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the Financial Results, including the disclosures, and whether the Financial Results represent the underlying transactions and events in a manner that achieves fair presentation.

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

We also provide those charged with governance with a Results 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.

For Vinodchandra R Shah & Co.
Chartered Accountants
FRN 115394W



Uday V Shah
Partner
M. No. 035626
Mumbai

Date :- 30.06.2020 .

UDIN :- 20035626 AAAA GI6295

KAPIL RAJ FINANCE LIMITED

23-B, First Floor, Chirag Delhi,
Opp. Satrang Bhawan, New Delhi-110017
CIN No-L65929DL1985PLC022788
Email Id: kapilrajfin@gmail.com
Web: www.kapilrajfinanceltd.com

STATEMENT OF CONSOLIDATED AUDITED FINANCIAL RESULTS FOR THE QUARTER & YEAR ENDED 31ST MARCH, 2020

Sr.No.	Particulars	Consolidated				
		Quarter ended			Year ended	
		31st March, 2020	31st December, 2019	31st March, 2019	31st March, 2020	31st March, 2019
		(Audited)	(Unaudited)	Audited	(Audited)	Audited
1	Revenue from operations	6.06	14.87	-	33.36	-
2	Other income	12.11	2.36	29.46	33.16	106.49
3	Total Revenue (1 + 2)	18.17	17.23	29.46	66.52	106.49
4	Expenses:					
	Cost of materials consumed	-	-	-	-	-
	Purchases of Stock-in-Trade	-	-	-	-	-
	Changes in inventories of finished goods, work-in-progress and Stock-in-Trade	-	-	-	-	-
	Employee benefits expense	11.78	14.06	21.09	47.09	83.67
	Finance Costs	-	-	-	-	-
	Depreciation and amortisation expense	0.01	0.01	0.02	0.07	0.13
	Professional fees	0.76	-	1.13	1.62	6.06
	Other expenses	4.72	2.52	4.90	11.78	10.88
	Total expenses	17.27	16.59	27.14	60.56	100.74
5	Profit before exceptional and extraordinary items and tax (3 - 4)	0.90	0.64	2.32	5.96	5.76
6	Exceptional Items					
7	Profit before extraordinary items and tax (5 - 6)	0.90	0.64	2.32	5.96	5.76
8	Extraordinary items					
9	Profit before tax (7- 8)	0.90	0.64	2.32	5.96	5.76
10	Tax expenses					
	(1) Current tax	0.20	0.20	0.60	1.55	0.63
	(2) Deferred tax	0.07	-	-	0.07	0.00
11	Profit (Loss) for the period from continuing operations (9 - 10)	0.70	0.44	1.71	4.34	5.12
12	Profit/(loss) from discontinuing operations					
13	Tax expense of discontinuing operations					
14	Profit/(loss) from Discontinuing operations (after tax) (12-13)	0.70	0.44	1.71	4.34	5.12
11	Net Profit / (Loss) for the period (11+14)					
14	Share of Profit / (Loss) of Associates	(0.62)	0.34	0.13	(0.29)	0.13
15	Minority Interest					
16	Net Profit/ (Loss) after taxes, minority interest and share of profit/(loss) of associates (13+14+15)	0.08	0.78	1.84	4.05	5.25
12	Other Comprehensive Income					
	A. (i) Items that will not be reclassified to profit or loss					
	(ii) Income tax relating to items that will not be reclassified to profit or loss					
	B. (i) Items that will be reclassified to profit or loss					
	(ii) Income tax relating to items that will be reclassified to profit or loss					
13	Total Comprehensive Income for the period (15+16) Comprising Profit (Loss) and Other comprehensive Income for the period)	0.08	0.78	1.84	4.05	5.25
13	Paid-up equity share capital (Face Value of the Share Rs.10 each)	514.00	514.00	514.00	514.00	514.00
14	Other equity (excluding Revaluation Reserves)	72.66	71.89	66.84	72.74	68.68
15	Earning per equity share (for discontinued & continuing operation)					
	(1) Basic	0.01	0.01	0.03	0.08	0.10
	(2) Diluted	0.01	0.01	0.03	0.08	0.10

Notes :-

- The above results have been reviewed by Audit Committee and approved and taken on record by the Board of Directors of the Company in their meeting held on 30.06.2020.
- The auditors of the company have audited the financial results for the Year ended 31st March, 2020 in terms of Regulation 33 of the SEBI (LODR) Regulations, 2015 and have expressed their unqualified opinion.
- The Company has invested in 14,70,000 shares of Rs. 10 each in Matte Multitrade Limited holding 20.97% as voting rights during the year. Matte Multitrade Limited has been shown as Associate Entity of the Group and consolidated Financial Statements as per IND AS 21 has been prepared accordingly.
- Estimation uncertainty relating to Covid-19 outbreak**
The COVID-19 pandemic has severely disrupted business operations due to global lockdown and other emergency measures imposed by the various governments. The operations of the Company were impacted due to the shutdown of offices following the nationwide lockdown. The Company commenced with its operations in a phased manner in line with the directives from the authorities.

The Company has evaluated the impact of this pandemic on its business operations, liquidity and the recoverability and carrying values of its assets including trade receivables and loans at the Balance Sheet date and based on the management's review of current indicators and economic conditions there is no material impact on the profit for the year ended 31st March, 2020.
- Previous years figures have been regrouped and reclassified wherever necessary.

KAPIL RAJ FINANCE LIMITED

Mehar A. Doshi

DIRECTOR



STATEMENT OF ASSETS AND LIABILITIES AS AT MARCH 31, 2020

Particulars		Consolidated As at	
		Audited	Audited
		31.03.2020	31.03.2019
A	ASSETS		
1	Non-current assets		
	(a) Property, Plant and Equipment	0.07	0.13
	(b) Capital work-in-progress		
	(c) Investment Property		
	(d) Goodwill		
	(e) Other Intangible assets		
	(f) Intangible assets under development		
	(g) Biological Assets other than bearer plants		
	(h) Financial Assets:		
	(i) Investments		
	(ii) Trade receivables		
	(iii) Loans	460.02	509.14
	(i) Deferred tax assets (net)		
	(j) Other non-current assets		
	Sub-total - non-current assets	460.09	509.27
2	Current assets		
	(a) Inventories		
	(b) Financial Assets		
	(i) Investments	146.84	147.13
	(ii) Trade receivables		
	(iii) Cash and cash equivalents	2.36	3.51
	(iv) Bank balances other than (iii) above	4.77	1.90
	(v) Loans		
	(vi) Others (to be specified)		
	(c) Current Tax Assets (Net)		
	(d) Other current assets	33.04	5.76
	Sub-total - current assets	187.01	158.30
	TOTAL - ASSETS	647.10	667.57
B	EQUITY AND LIABILITIES		
1	EQUITY		
	(a) Equity Share capital	514.00	514.00
	(b) Other Equity	72.74	68.68
		586.74	582.68
2	LIABILITIES		
	Non-current liabilities		
	(a) Financial Liabilities	-	-
	(i) Borrowings	-	-
	(ii) Trade payables	-	-
	(iii) Other financial liabilities (other than those specified in item (b), to be specified)	-	-
	(b) Provisions	-	-
	(c) Deferred tax liabilities (Net)	0.08	0.01
	(d) Other non-current liabilities	-	-
	Current liabilities		
	(a) Financial Liabilities		
	(i) Borrowings	4.00	4.00
	(ii) Trade payables	51.44	78.55
	(iii) Other financial liabilities (other than those specified in item (c))	-	-
	(b) Other current liabilities	3.29	1.70
	(c) Provisions	-	-
	(d) Current Tax Liabilities (Net)	1.55	0.63
	Sub-total - current liabilities	60.36	84.89
	TOTAL EQUITY AND LIABILITIES	647.10	667.57

For KAPIL RAJ FINANCE LIMITED

KAPIL RAJ FINANCE LIMITED

Meehir A. Doshi

Mr. MEEHIR DOSHI

DIN : 08536239

DIRECTOR

DIRECTOR



Place : Delhi

Dated : 30.06.2020

Independent Auditor's Report On Quarterly Financial Results and Year to Date Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To the Board of Directors of Kapil Raj Finance Limited

Report on the Audit of the Consolidated Financial Results

Opinion

We have audited the annual consolidated financial results of **Kapil Raj Finance Limited** ("the Company") and its subsidiaries (together referred to as "Group") for the period April 1, 2019 to March 31, 2020, attached herewith, being submitted by the company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016 ("Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us these consolidated financial results:

- (i) Include the annual financial results of the following entities:
 - i. Matte Multitrade Limited
- (ii) are presented in accordance with the requirements of Listing Regulations in this regard; and
- (iii) give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable Indian Accounting Standards, and other accounting principles generally accepted in India, of the net profit and other comprehensive income and other financial information for the year ended 31st March, 2020.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Results section of our report. We are independent of the Group in accordance with the *Code of Ethics* issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the Financial Results under the provisions of the Companies Act, 2013



and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Emphasis of Matter

We draw your attention to Note 4 of the Consolidated Financial Results, which describes that based on current indicators of future economic conditions, the company expects to recover carrying amount of all its assets and revenue recognized and hence no material adjustment is required in the Financial Statements. The impact of COVID-19 pandemic may be different from that estimated as at the date of approval of these Financial Statements and the company will continue to monitor any material changes to future economic condition. Our opinion is not modified in respect of these matters.

Further, the company carries on Financial Activities and hence by the guidelines issued by the Reserve Bank of India, the company complies to be a Non-Banking Financial Company (NBFC). This requires the company to get itself registered with the Reserve Bank of India as a NBFC and as per the representation of the management the company is in the process of getting itself registered for the same.

Other Matters

Due to COVID-19 pandemic and the lockdown and other restrictions imposed by the Government and local administration, the audit processes were carried out based on the remote access to the extent available/feasible and necessary records made available by management through digital means.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the Financial Results of the current period. These matters were addressed in the context of our audit of the Financial Results as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. There were no Key Audit Matters during the year under Audit.

Responsibilities of Management for the Consolidate Financial Results

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these Consolidate Financial Results that give a true and fair view of the Financial position, Financial performance, changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the accounting Standards specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing



and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal Financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Financial Results that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

Auditor's Responsibilities for the Audit of the Financial Results

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

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

- Identify and assess the risks of material misstatement of the Financial Results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Financial





KAPIL RAJ FINANCE LIMITED

CIN : L65929DL1985PLC022788

Declaration with regard to Audited Financial Results

In Compliance of SEBI (LODR) (Amendments) Regulations, 2016 this is to declare that with regard to the Annual Standalone and Consolidated Audited Financials Results of the Company for the Financial Year ended March 31, 2020, adopted by the Board of Directors of the Company at their meeting held on June 30, 2020, the Statutory Auditors Report, on the same is, unmodified.

For Kapil Raj Finance Limited

KAPIL RAJ FINANCE LIMITED

Meehir A. Doshi

Meehir Doshi
DIRECTOR
DIN: 08536239

DIRECTOR



Date: June 30, 2020