

SMG Enterprises Ltd

CIN : U29199DL1999PLC097822

Regd. Office: C-20,SMA Co-Operative Industrial Estate, G.T.Karnal Road, Delhi-110033

BALANCE SHEET AS AT 31ST MARCH, 2020

Particulars	Note No.	Figures as at the end of current reporting period	Figures as at the end of previous reporting period
I. EQUITY AND LIABILITIES			
(1) Shareholder's Funds			
(a) Share Capital	2	30,02,230	30,02,230
(b) Reserves and Surplus	3	138,51,579	137,00,208
(2) Non Current Liabilities			
Short-Term Borrowings	4	460,15,000	460,15,000
(3) Current Liabilities			
(a) Trade Payable	5		
(A) Micro enterprises and small enterprises		-	-
(B) Others		5,448	11,800
(b) Other Current Liabilities	6	24,425	14,425
(c) Short-Term Provisions	7	28,359	35,766
Total Equity & Liabilities		629,27,041	627,79,429
II. ASSETS			
(1) Non-Current Assets			
(a) Non-current investments	8	620,69,906	620,69,906
(b) Long Term Loans & Advances	9	1,34,250	1,34,250
(2) Current Assets ,Loans & Advances			
(a) Trade Receivable	10	1,74,479	3,67,050
(b) Cash and cash equivalents	11	5,01,715	1,62,224
(c) Short-term loans and advances	12	46,691	45,999
Total Assets		629,27,041	627,79,429

Notes to Accounts

1

Notes referred to above and notes attached there to form an integral part of Balance Sheet

This is the Balance Sheet referred to in our Report of even date.

For Daleep Bhatia & Co.

Chartered Accountants

**For and on behalf of Board of Directors
For SMG Enterprises Ltd**

Daleep Bhatia

Daleep Bhatia

(Partner)

Membership No. : 080850

Firm Reg. No.: 00918N

Place: New Delhi

Date: 29/06/2020



Rajesh Mehra

Rajesh Mehra
(Director)

DIN:00058232

Ajay Mehra

Ajay Mehra
(Director)

DIN:00058245

SMG Enterprises Ltd

CIN : U29199DL1999PLC097822

Regd. Office: C-20,SMA Co-Operative Industrial Estate, G.T.Karnal Road, Delhi-110033

PROFIT & LOSS STATEMENT FOR THE PERIOD ENDED ON 31ST MARCH, 2020


Sr. No	Particulars	Note No.	Figures as at the end of current reporting period	Figures as at the end of previous reporting period
I	Revenue from Operation	13	2,16,000	2,16,000
	Total Revenue		2,16,000	2,16,000
II	<u>Expenses:</u>			
	Other Administrative Expenses	14	34,212	30,105
	Total Expenses		34,212	30,105
III	Profit before exceptional, extraordinary and prior period items and tax	(I - II)	1,81,788	1,85,895
	Exceptional items		0	0
IV	Profit before extraordinary and prior period items and tax		1,81,788	1,85,895
	Extraordinary items		0	0
	Prior period item		0	0
V	Profit before tax		1,81,788	1,85,895
VI	<u>Tax expense:</u>			
	Current tax		30,417	31,484
	Previous year Tax		-	59
VII	Profit/(Loss) for the period	(V-VI)	1,51,371	1,54,352
VIII	Earning per equity share:			
	(1) Basic		0.50	0.51
	(2) Diluted		0.50	0.51
	Number of equity shares of Rs.10 each		3,00,223	3,00,223


Notes referred to above and notes attached there to form an integral part of Profit & Loss Statement

This is the Profit & Loss Statement referred to in our Report of even date.

For Daleep Bhatia & Co.
Chartered Accountants

For and on behalf of Board of Directors
For SMG Enterprises Ltd


Daleep Bhatia
(Partner)
Membership No. : 080850
Firm Reg. No.: 00918N


Rajesh Mehra
(Director)
DIN:00058232


Ajay Mehra
(Director)
DIN:00058245



Place: New Delhi
Date: 29/06/2020

SMG Enterprises Ltd
CIN : U29199DL1999PLC097822 Note-1
Regd.Office:C-20,SMA Co-Operative Industrial Estate, G.T.Karnal Road, Delhi-110033
Financial Year 2019-20

NOTE FORMING PART OF BALANCE SHEET FOR THE YEAR ENDED 31/03/2020

SIGNIFICANT ACCOUNTING POLICIES AND NOTES ON ACCOUNTS

1 DISCLOSURE OF ACCOUNTING POLICIES:-

The financial statement of the company has been prepared in accordance with generally accepting principles and applicable accounting standards as adopted consistently by the company. The Accounts are maintained under the historical cost convention on accrual basis as a going concern.

The company generally follows Mercantile System of accounting and recognizes items of income and Expenditure on accrual basis except as otherwise stated

2 VALUATION OF INVENTORIES:-

There are no inventories.

3 CASH FLOW STATEMENT

Cash Flow statement has been attached to the balance sheet and profit and loss account.

4 EVENT OCCURRING AFTER BALANCE SHEET DATE:-

There is no event occurring after the balance sheet date require adjustment or disclosure.

5 NET PROFIT OR LOSS FOR THE PERIOD, PRIOR PERIOD ITEMS AND CHANGES IN ACCOUNTING POLICIES:-

a) Net Profit for the period:

All items of income and expenses in the period are included in the determination of net profit for the period, unless specifically mentioned elsewhere in the financial statements or as required by an Accounting Standard.

b) Prior period items:

No prior period item has been debited to profit and loss account during the year.

6 DEPRECIATION:-

No depreciation has been provided as there are no fixed assets

7 CONSTRUCTION CONTRACTS:-

The above is not applicable to the company as it is not engaged in the business of construction.

8 REVENUE RECOGNITION:-

The company follows mercantile system of accounting and recognizes significant items of income and expenditure on accrual basis on going concern concept.

9 ACCOUNTING FOR INVESTMENTS:-

Investments are accounted at the cost of acquisition. All the investments are long term investments. Diminution in the market value of long term investments is provided for only when there is a permanent diminution in the value of such investments.

10 ACCOUNTING FOR AMALGAMATIONS:-

The above is not applicable as there is no amalgamation during the year.

11 EMPLOYEES BENEFIT:-

The company has no employee during the year, therefore these are not applicable to the company.

12 FIXED ASSETS:-

There are no fixed assets.

13 FOREIGN EXCHANGE :-

Exchange Difference transfer to Profit & Loss Account

Earning in Foreign Exchange during the year

Expenditure in Foreign Exchange during the year

NIL

NIL

NIL



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Financial Year 2019-20

14 GOVERNMENT GRANTS:-

There are no grants or subsidies received from the government during the previous year.

15 BORROWING COST:-

There is no borrowing cost incurred by the company during the year

16 LEASE:-

No asset acquire by the company on lease during the current year.

17 SEGMENT REPORTING:-

The Company is engaged in only one business segment which is income from lease rent. Therefore, no separate segment under AS 17 (Segment Reporting) issued by the Institute of Chartered Accountants of India.

18 IMPAIRMENT OF ASSETS:-

Impairment means reduction in value of asset, such impairment can be due to market conditions, accident, physical damage to asset, decline in market value of asset, etc. No impairment of asset has been done as no external or internal indicator exists on Balance Sheet date.

19 RELATED PARTY DISCLOSURES:-

(A) Related Parties and their Relationship

(i) Key management Personnel

Name

Mr.. Rajesh Mehra

Mr. Shri Kishan Mehra

Mr. Ajay Mehra

(ii) Associates Companies & Firms

M/s Jauqar & Co Pvt Ltd

(iii) No other related parties with whom transactions have been entered into during the year

NOTE:- Details above have been given for only those parties who have some transactions with the company during the year.

Transaction	Associate Companies	Key Management Personnel	Relative of Key Management Personnel	Total
Rent Received during the year	216000			216000
BALANCE AS ON 31.03.2020				
Investment in Shares	55047748			55047748
Loans payable		46015000		46015000

20 EARNING PER SHARE:-

Particular	Fin. Year 2019-20	Fin. Year 2018-19
Net Profit after tax available for equity shareholders	Rs 151371	Rs 154352
Basic/diluted EPS	0.50	0.51
Number of Shares	300223	300223
Face value per share	Rs.10/-	Rs.10/-

21 ACCOUNTING FOR TAXES ON INCOME:-

Current tax is determined as the amount of tax payable in respect of taxable income for the relevant period.



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Financial Year 2019-20

22 DISCONTINUING OPERATIONS:-

The Company has not discontinued any operation during the year.

23 INTERIM FINANCIAL REPORTING :-

There are no quarterly financial result is required to publish in accordance with the guidelines issued by the SEBI.

24 INTANGIBLE ASSETS:-

The Company has not acquired any intangible asset during the year.

25 PROVISIONS, CONTINGENT LIABILITIES AND CONTINGENT ASSETS

Provision is recognized in the accounts when there is present obligation as a result of past events and it is probable that an outflow of resources will be required to settle the obligation and a reliable estimate can be made. Provisions are not discounted to their present value and are determined based on the best estimate required to settle the obligation at the reporting date. These estimates are reviewed at each reporting date and adjusted to reflect the current best estimates.

26 GLOBAL HEALTH PANDEMIC (COVID-19)

The outbreak of COVID19 pandemic is causing significant disturbance and slow down of economic activities globally. The nationwide lockdown ordered by the Government of India has resulted in significant reduction in economic activities.

The Management has considered the possible effects that may result from the pandemic on the recoverability/ carrying value of the assets. Based on the current indicators of future economic conditions, the Management expects to recover the carrying amount of the assets, however the Management will continue to closely monitor any material changes to future economic conditions. Given the uncertainties, the final impact on Company's assets in future may differ from that estimated as at the date of approval of these financial statement.

NOTES ON ACCOUNTS

1) CONTINGENT LIABILITY

There are no Contingent Liabilities as certified by the management.

2) Previous year figures has been regrouped or rearranged wherever necessary.

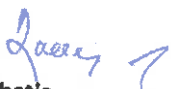
3) PAYMENT TO AUDITOR

Particulars	Current Year (in Rs)	Previous Year (in Rs)
Taxation Fees	5000	5000
Audit Fees	5000	5000
Total	10000	10000

4) Sundry Creditors have been taken at their book value subject to confirmation and reconciliation.


5) 51.84% shares of company are held by KRA Leasing Ltd and as the result M/s SMG Enterprises Ltd is subsidiary of M/s KRA Leasing Ltd.

For Daleep Bhatia & Co.
Chartered Accountants


Daleep Bhatia
Partner)
Membership No. 080850
Firm Reg.No. 00918N



For and on behalf of Board of Directors
For SMG Enterprises Ltd


Rajesh Mehra
(Director)
DIN-00058232


Ajay Mehra
(Director)
DIN-00058245

SMG Enterprises Ltd

CIN : U29199DL1999PLC097822

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CASH FLOW STATEMENT FOR THE YEAR ENDED 31st MARCH 2020

	Amount (In Rs)	
	Year ended 31.03.2020	Year ended 31.03.2019
A. CASH FLOW FROM OPERATING ACTIVITIES		
Profit before tax but after extraordinary and prior period items	1,81,788	1,85,895
Adjustments for :		
Operating Profit before working capital Changes	<u>1,81,788</u>	<u>1,85,895</u>
Adjustments for :		
Increase in current assets, Loan and Advances	-	1,80,650
Decrease in current assets, Loan and Advances	1,92,571	-
Increase in current liabilities	10,000	14,425
Decrease in current liabilities	- 6,352	- 11,800
Cash generation from operations	<u>3,78,007</u>	<u>3,69,170</u>
Less: Direct Taxes Paid	-38,516	-35,350
NET CASH FLOW GENERATING FROM OPERATING ACTIVITIES	<u>3,39,491</u>	<u>3,33,820</u>
B. CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Investment	-	-4,00,341
NET CASH USED IN INVESTING ACTIVITIES	<u>-</u>	<u>-4,00,341</u>
C. CASH FLOW FROM FINANCIAL ACTIVITIES		
Increase in Short Term Borrowings	-	3,65,000
NET CASH FLOW GENERATING FROM FINANCIAL ACTIVITIES	<u>-</u>	<u>3,65,000</u>
NET INCREASE/DECREASE IN CASH AND CASH EQUIVALENTS (A+B+C)	<u>3,39,491</u>	<u>2,98,479</u>
CASH AND CASH EQUIVALENTS-OPENING BALANCE	<u>1,62,224</u>	<u>2,25,045</u>
CASH AND CASH EQUIVALENTS-CLOSING BALANCE	<u>5,01,715</u>	<u>1,62,224</u>

NOTES:

- 1 Cash and Cash equivalents include cash and balance with schedules banks



For Daleep Bhatia & Co.
Chartered Accountants


Daleep Bhatia
(Partner)

Membership No. : 080850

Firm Reg. No. : 00918N

For SMG Enterprises Ltd

 
Rajesh Mehra Ajay Mehra
(Director) (Director)

DIN-00058232 DIN-00058245

Place : New Delhi
Date : 29/06/2020



SMG Enterprises Ltd

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Notes Forming Integral Part of the Balance Sheet as at 31st March, 2020

Note : 2 Share Capital

Sr. No	Particulars	Current Year	Previous Year
1	AUTHORIZED CAPITAL 31,0000 (310000) Equity Shares of Rs. 10/- each.	31,00,000	31,00,000
2	ISSUED , SUBSCRIBED & PAID UP CAPITAL Paid up Share capital by allotment 300223 (300223) Equity Shares of Rs. 10/- each, Fully paid up	30,02,230	30,02,230
	Total	30,02,230	30,02,230
3	Reconciliation of the number of shares and amount at the beginning and at the end of the reporting year Number of shares:- Opening Balance (In Nos) Add Issued during the year Closing Balance (Nos) Amount in rupees:- Opening Balance (In Rs.) Add Issued during the year Closing Balance (Rs)	3,00,223 - 3,00,223 30,02,230 - 30,02,230	3,00,223 - 3,00,223 30,02,230 - 30,02,230
4	Terms/Rights attached to equity shares The Company has only one class of equity shares having at par value of Rs.10/- per share. Each holder of equity shares is entitled to one vote per share. In the event of liquidation of the company, the holders of equity shares shall be entitled to receive remaining assets of the company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity share held by the shareholders.		
5	Number of shares held by each share holders, holding more than 5% of shares:- Name of share holders	31/03/2020	31/03/2019
		Shares %	Shares %
	1. KRA Leasing Ltd	155623 51.84	155623 51.84
	2. Rajesh Mehra	25000 8.33	25000 8.33
	3. S.K.Mehra & Sons (HUF)	25000 8.33	25000 8.33
	4. Rajesh Mehra & Sons (HUF)	21000 6.99	21000 6.99
	5. Ajay Mehra	25000 8.33	25000 8.33
	6. Malti Mehra	25000 8.33	25000 8.33
	7. Ajay Mehra & Sons (HUF)	23200 7.73	23000 7.66
6	There is no shares reserved for issue under options and contracts/commitments for the sale of shares/disinvestment,		
7	For the period of five years immediately preceding the date as at which the Balance Sheet is prepared:		
	(A) Aggregate number and class of shares allotted as fully paid-up pursuant to contract(s) without payment	NIL	
	(B) Aggregate number and class of shares allotted as fully paid-up by way of bonus shares.	NIL	
	(C) Aggregate number and class of shares bought back.	NIL	



Rajesh Mehra

Rajesh Mehra
(Director)
DIN:00058232

Ajay Mehra

Ajay Mehra
(Director)
DIN:00058245

SMG Enterprises Ltd

CIN : U29199DL1999PLC097822

Regd. Office: C-20,SMA Co-Operative Industrial Estate, G.T.Karnal Road, Delhi-110033

Notes Forming Integral Part of the Balance Sheet as at 31st March, 2020

Note : 3 Reserve & Surplus

Sr. No	Particulars	Current Year	Previous Year
1	Securities Premium Reserve	112,66,000	112,66,000
2	Surplus in Statement of Profit & Loss		
	Balance brought forward from previous year	24,34,208	22,79,856
	Add: Profit for the period	1,51,371	1,54,352
		25,85,579	24,34,208
	Total (1+2)	138,51,579	137,00,208

Note : 4 Short Term Borrowings

Sr. No	Particulars	Current Year	Previous Year
	Unsecured Loans, considered good, from related parties, payable on demand	460,15,000	460,15,000
	Total	460,15,000	460,15,000

Note : 5 Trades Payable - Others

Sr. No	Particulars	Current Year	Previous Year
	Sundry Creditors for services (amount due on account of goods purchased or services rendered in the normal course of business)	5,448	11,800
	Total	5,448	11,800

Note : 6 Other Current Liabilities

Sr. No	Particulars	Current Year	Previous Year
	Expenses payable	24,425	14,425
	Total	24,425	14,425

Note : 7 Short Term Provisions

Sr. No	Particulars	Current Year	Previous Year
	Provision for Taxation	28,359	35,766
	Total	28,359	35,766



Rajesh Mehra

Rajesh Mehra
(Director)
DIN:00058232

Ajay Mehra

Ajay Mehra
(Director)
DIN:00058245

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Notes Forming Integral Part of the Balance Sheet as at 31st March, 2020

Note : 8 Non Current Investment

Sr. No	Particulars	Current Year	Previous Year
(a)	Investment in Equity Instrument (Unquoted):-		
	In others		
	1. 198000 shares of Essco Sanitations (P) Ltd Unquoted, fully paid, at cost (19.90% of Total Holding)	146,88,630	146,88,630
	2. 40000 shares of G R Sales (P) Ltd Unquoted, fully paid, at cost (3.40% of Total Holding)	4,40,000	4,40,000
	3. 36405 shares of Jaquar & Company (P) Ltd Unquoted, fully paid, at cost (9.87% of Total Holding)	157,06,618	157,06,618
	4. 60000 shares of Prompt Capital & Finser (P) Ltd Unquoted, fully paid, at cost (7.23% of Total Holding)	9,62,400	9,62,400
	5. 172000 Shares of Sanraj Farms (P) Ltd Unquoted, fully paid, at cost (19.88% of Total Holding)	172,00,000	172,00,000
	Investment in Equity Instrument (Quoted):-		
	6. 409800 share of KRA Leasing Ltd Quoted, fully paid, at cost (6.11% of Total Holding) (Market value is not available)	60,50,100	60,50,100
		550,47,748	550,47,748
(b)	Investment in Properties:-		
	Factory Building (C-21)	70,22,158	70,22,158
	Gross Investment	620,69,906	620,69,906
	Net Investment	620,69,906	620,69,906
	Aggregate amount of quoted investments	60,50,100	60,50,100
	Aggregate amount of unquoted investments	560,19,806	560,19,806

Note : 9 Long Term Loans and Advances

Sr. No	Particulars	Current Year	Previous Year
	Security Deposit (Unsecured, considered good)		
	Security Deposit (DESU)	1,34,250	1,34,250
	Total	1,34,250	1,34,250

Note :10 Trade Receivables

Sr. No	Particulars	Current Year	Previous Year
	Other Debts (Unsecured, considered good)		
	Outstanding ,unsecured, considered good in associate companies & firms	1,74,479	3,67,050
	Total	1,74,479	3,67,050



Rajesh Mehra

Rajesh Mehra
(Director)
DIN:00058232

Ajay Mehra

Ajay Mehra
(Director)
DIN:00058245

SMG Enterprises Ltd

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Notes Forming Part of the Profit & Loss Accounts for the period ended 31st ,March 2020

Note : 11 Cash & Cash Equivalent

Sr. No	Particulars	Current Year	Previous Year
1	Cash-in-Hand		
	Cash Balance	1,14,388	1,15,478
	Total	1,14,388	1,15,478
2	Bank Balance in Current Account		
	Balance at Bank	3,87,327	46,746
	Total	3,87,327	46,746
	Total [1 + 2]	5,01,715	1,62,224

Note :12 Short Terms Loans and Advances

Sr. No	Particulars	Current Year	Previous Year
1	Advance Income Tax A.Y.2019-20		13,750
2	Advance Income Tax A.Y.2020-21	16,500	-
3	TDS (Income Tax) A.Y.2019-20		21,600
4	TDS (Income Tax) A.Y.2020-21	21,600	-
5	MAT Recoverable A.Y.2019-20	4,282	4,282
6	MAT Recoverable A.Y.2018-19	2,554	4,612
7	Income Tax Refund A.Y.2018-19	175	175
8	Income Tax Refund A.Y.2013-14	1,580	1,580
	Total (1 to 5)	46,691	45,999

Note : 13 Revenue from Operation

Sr. No	Particulars	Current Year	Previous Year
	Lease Rent Received	2,16,000	2,16,000
	Total	2,16,000	2,16,000

Note : 14 Other Administrative Expenses

Sr. No	Particulars	Current Year	Previous Year
1	Auditors Remuneration	10,000	10,000
2	Legal & Professional	17,700	17,700
3	Postate & Telegram	715	403
4	Printing & Stationery	380	433
5	Rates & Taxes	3,581	1,534
6	Bank Charges	1,836	35
	Total	34,212	30,105



Rajesh Mehra

Rajesh Mehra
(Director)
DIN:00058232

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Grouping of Balance Sheet as at 31st March,2020

Note : 4 Short Term Borrowings


Sr. No	Particulars	Current Year	Previous Year
1	Rajesh Mehra	175,00,000	175,00,000
2	S K Mehra	201,65,000	201,65,000
3	Ajay Mehra	83,50,000	83,50,000
	Total	460,15,000	460,15,000

Note : 5 Trade Payable

Sr. No	Particulars	Current Year	Previous Year
	Atharv Advisory	5,448	11,800
	Total	5,448	11,800

Note : 10 Trade Receivable

Sr. No	Particulars	Current Year	Previous Year
1	Outstanding for morethan six months	-	-
	Jaquar & Company Pvt.Ltd	-	2,75,600
2	Other Debts		
	Jaquar & Company Pvt.Ltd (unsecured considered good , relatated parties, due by Companies in which Director is Director)	1,74,479	91,450
	Total	1,74,479	3,67,050


Rajesh Mehra
(Director)
DIN:00058232


Ajay Mehra
(Director)
DIN:00058245

