

LE MERITE EXPORTS LIMITED

CIN NO: U17111MH2003PLC143645

Reg. Add: B1-104D, Boomerang, Chandivali Farm Road, Powai,
Andheri (East), Mumbai - 400072

Email ID: sharma.accounts@lemeriteexports.com

NOTICE

NOTICE IS HEREBY GIVEN THAT AN ANNUAL GENERAL MEETING OF THE MEMBERS OF LE MERITE EXPORTS LIMITED HELD ON THURSDAY, 31ST DECEMBER, 2020 AT THE REGISTERED OFFICE OF THE COMPANY SITUATED AT B1-104D, BOOMERANG, CHANDIVALI FARM ROAD, POWAI, ANDHERI (EAST), MUMBAI – 400072

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Ordinary Business:

To consider and if thought fit, to pass with or without modifications, the following resolutions as Ordinary Resolutions –

1. To receive, consider, approve, and adopt the audited balance sheet as at 31st March, 2019 and Statement of Profit and Loss Account for the year ended on that date together with the reports of the Directors and Auditors thereon.
2. To consider and if thought fit, to pass with or without modification(s), the following Resolution as an Ordinary Resolution:

“RESOLVED THAT pursuant to Sections 139, 142 and other applicable provisions, if any, of the Companies Act, 2013 (the “Act”) and the Companies (Audit and Auditors) Rules, 2014 (“Rules”) (including any statutory modification or re-enactment thereof, for the time being in force), the Company hereby ratifies the appointment of M/s. MBRK & Co., Chartered Accountants, (Firm Registration No. 145647W), as Auditors of the Company to hold office from the conclusion of the Annual General Meeting (AGM) held in the year 2018 till the conclusion of the AGM of the Company to be held in the year 2023.

**On and behalf of the Board of Directors
For Le Merite Exports Limited**

Sd/-

Abhisek Lath
DIN: 00331675
Director

Date: 04/11/2020
Place: Mumbai

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NOTES

A MEMBER ENTITLED TO ATTEND AND VOTE IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE ON HIS / HER BEHALF AND THE PROXY NEED NOT BE A MEMBER OF THE COMPANY. THE INSTRUMENT OF PROXY, IN ORDER TO BE EFFECTIVE, SHOULD BE DEPOSITED AT THE REGISTERED OFFICE OF THE COMPANY, DULY COMPLETED AND SIGNED, NOT LATER THAN 48 HOURS BEFORE THE COMMENCEMENT OF THE MEETING.

1. Explanatory Statement and reasons for the proposed Special Businesses pursuant to Section 102(1) read with Section 110 of the Companies Act, 2013 are given hereunder.
2. All documents referred to in the Notice are open for inspection at the Registered Office of the Company during office hours.
3. Members/proxies should bring duly filled Attendance Slips sent herewith to attend the meeting.
4. The Register of Directors and Directors Shareholding, maintained under Section 170 of the Companies Act, 2013 will be available for inspection by the members at the meeting.

**On and behalf of the Board of Directors
For Le Merite Exports Limited**

Sd/-

Abhisek Lath
DIN: 00331675
Director

Date: 04/11/2020

Place: Mumbai

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Director's Report

To,
The Members,
Le Merite Exports Limited
(Formally known as Le Merite Exports Private Limited)
B1-104-D, Boomerang, Chandivali Farm Road, Powai,
Andheri (East), Mumbai-400072

Your Directors have pleasure in presenting Annual Report on the Business and Operations of the Company and the accounts for the Financial Year ended March 31, 2020.

Financial Summary:-

	For the year ended 31-03-2020	For the year ended 31-03-2019
Total Income	2,17,27,99,870	1,80,93,32,476
Total Expenditure	2,12,77,56,811	1,79,24,43,096
Profit Before Tax	4,50,43,059	1,68,89,380
Tax Expenses		
1. Current Tax	1,25,30,979	46,98,626
2. Deferred Tax (Net)	72,962	43,778
3. Excess Tax Provision W/off (Earlier Years)	-	-
Net Profit after Tax	3,24,39,118	1,21,46,977

1. Brief description of the Company's working during the year:

The novel corona virus (COVID-19) pandemic is spreading around the globe rapidly. The virus has taken its toll on not just human life, but businesses and financial markets too, the extent of which is currently indeterminate. Entities need to carefully consider the accounting implications of this situation.

While the outbreak has had an impact on almost all entities either directly or indirectly, some of the worst-hit sectors are aviation, hospitality and retail with more and more sectors coming under its radar with widespread lockdowns being enforced across the world.

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In order to combat COVID-19 pandemic in India, On 24th March 2020, the Government of India under Prime Minister Narendra Modi ordered a nationwide lockdown for 21 days, which has brought all the business activities and movement of person to standstill.

The company has been exploring the possibility of alternate activities on the hope of improved market conditions in future. However, the long-term strategy is to develop new areas of operations to further augment its revenue after resolving the existing issues. The Business environment post COVID 19 is highly uncertain with significant change in the operating environment. The Company is working to remodel itself to meet the challenge posed. The Company believes it can weather the storm by adopting multi pronged operative strategies. The economic downsizing brought about by this pandemic, the Company believes will be short term by aggressive reforms and interventions brought by various Governments of the world. The compliance environment is also demanding extreme care and caution. The Company is however facing the challenges with appropriate risk mitigating strategies. Having regard to the dynamics of its business, the Company has to ensure that unforeseen and any other operational error do not impinge on its subsistence or continuity. Hence building an appropriate defense mechanism is a critical

The company has done well during the current financial year as compared to last financial year. The Net Profit of the company is Rs. 3,24,39,118/- during the current financial year as compared to net profit of Rs. 1,21,46,977/- in last financial year.

2. Dividend:

Your Directors do not recommend any dividend for the year ended 31st March, 2020.

3. Change in the Nature of Business:

There are no changes in the Nature of Business of the Company.

4. Material Changes:

There are no Material changes and commitment, affecting the financial positions of the company which have occurred between the 31st March, 2020 & date of board report.

5. Details of Subsidiary/Joint Ventures/Associate Companies

The Company does not have any Subsidiary, Joint Ventures, Associate Company.

6. Deposits:

The details relating to deposits, covered under Chapter V of the Act,

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(a) Accepted during the year : NIL

(b) Remained unpaid or unclaimed as at the end of the year : NIL

(c) Whether there has been any default in repayment of deposits or payment of interest thereon during the year and if so, number of such cases and the total amount involved : NIL

(i) At the beginning of the year : NIL

(ii) Maximum during the year : NIL

(iii) At the end of the year : NIL

7. Statutory Auditors:

M/s. MBRK & Co., Chartered Accountants, (Registration No. 145647W), were appointed as Statutory Auditors of the Company in the Annual the General Meeting (AGM) of the members to hold office, subject to ratification of their appointment in every AGM. In terms of the requirement the members are requested to ratify their appointment.

8. Auditors' Report:

The notes to the accounts referred to in the Auditors' Report are self explanatory and therefore do not call for any further comments of Directors.

9. Share Capital:

A) Issue of Equity Shares with differential Rights

The Company does not issue any Equity Shares with differential rights.

B) Issue of Sweat Equity Shares

The Company does not issue any share under Sweat Equity share.

C) Issue of Employee Stock Options

The Company does not issue any share under Employee Stock Option.

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D) Provision of money by company for purchase of its own shares by employees or by trustees for the benefit of employees:

The Company does not maintain any provision of money for purchase of its own shares by employees or by trustees of the benefit of employees.

10. Extract of the Annual Return:

The extract of the Annual Return attached with Board's Report.

11. Conservation of Energy, Technology Absorption and Foreign Exchange Earnings and Outgo:

The details of conservation of energy, technology absorption, foreign exchange earnings and outgo are as follows:

A) Conservation of Energy:

The details as required by Companies for Conservation of energy are not applicable to the Company having regard to the Nature of the Business of the Company.

B) Technology Absorption:

The details as required by Companies for Technology Absorption are not applicable to the Company having regard to the Nature of the Business of the Company.

C) Foreign exchange earnings and Outgo:

Disclosure of Information relating to foreign exchange earnings and outgo are as under.

Earnings in foreign exchange

Particular	F.Y. 2019-20	F.Y. 2018-19
Export on FOB basis	1,75,20,12,554	1,60,47,35,224
Foreign Commission	2,24,392	-
Total	1,75,22,36,946	1,60,47,35,224

Expenditure in foreign exchange

Particular	F.Y. 2019-20	F.Y. 2018-19
Foreign Commission	1,49,68,134	59,78,103

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Foreign Travel	-	-
Foreign Bank Charges	-	-
Import of Goods	4,10,96,684	6,51,71,628
Total	5,60,64,818	7,11,49,731

12. Directors:

A) Changes in Directors and Key Managerial Personnel:

There were no changes in Directorship and details for the same as under.

Sr. No.	Director's Name	Date of Appointment	Date of Resignation/Cessation
1.	Abhisek Lath (Director)	07/08/2004	---
2.	Ashadevi Lath (Director)	07/08/2004	---
3.	Umashankar Lath (Director)	20/01/2012	---

13. Number of Meetings of the Board of Directors:

The Board of Directors duly met 07 (Seven times) i.e. on 05/04/2019, 22/04/2019, 17/06/2019, 03/09/2019, 23/12/2019, 03/02/2020 and 18/03/2020 respectively and shareholders met one time i.e. 30/09/2019 in the year. The proceedings were recorded properly in the Minutes Book maintained for the purpose.

14 Particulars of Loans, Guarantees or Investments under section 186:

The company has not given any loans or guarantees or made investment under section 186.

15. Related Party Transactions:

All Related Party Transactions that were entered into during the Financial Year were on an arm's length basis and were in the ordinary course of business. Accordingly, there are no contracts or arrangements with related parties to be disclosed in Form AOC-2 pursuant to Clause (h) of Sub section (3) of Section 134 of the Companies Act, 2013 and Rule 8(2) of the Companies (Accounts) Rules, 2014.

16. Managerial Remuneration:

Total remuneration paid to the Directors is Rs. 1,63,80,000/- during the financial year 2019-20.

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17. Risk Management Policy:

Board approach to Risk Management assists us in identifying risks early and addressing them in ways that manage uncertainties, minimize potential hazards, and maximize opportunities for the good of all our stakeholders including shareholders, customers, suppliers, regulators and employees. Risks can be broadly classified as Strategic, Operational, Financial, and Legal/Regulatory.

18. Directors' Responsibility Statement:

The Directors' Responsibility Statement referred to in clause (c) of sub-section (3) of Section 134 of the Companies Act, 2013, shall state that—

(a) In the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;

(b) The directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit and loss of the company for that period;

(c) The directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;

(d) The directors had prepared the annual accounts on a going concern basis; and

(e) The directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

19. Particulars of Employees:

Remuneration paid to Managerial Personnel is in accordance with the provisions laid down in section 197, read with Rule 5(1) of the Companies (Appointment and remuneration of managerial personnel) Rules, 2014.

20. Disclosure under the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013:

The Company has in place policy for prevention of Sexual Harassment in accordance with the requirements of the Sexual Harassment of women at workplace (Prevention, Prohibition & Redressal) Act, 2013. The Company did not receive any complain during the year 2019-20.

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21. Acknowledgements:

Your Directors place on record their appreciation of the untiring efforts made by the Directors and the officers and employees at all levels, during the year under review. Your Directors also record their grateful thanks to the Bankers, Suppliers, Customers, Members and Investors for their continued co-operation and patronage.

**On and behalf of the Board of Directors
For Le Merite Exports Limited**

**ABHISEK
K LATH**
Digitally signed by ABHISEK
LATH
DN: cn=ABHISEK LATH, c=IN,
ou=Mahasandhya, ou=Personal,
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Date: 2021.01.21 15:59:24
+05'30'

**Abhisek Lath
DIN: 00331675
Director**

**Date: 04/11/2020
Place: Mumbai**

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EXTRACT OF ANNUAL RETURN PURSUANT TO SECTION 134(3) (a) READ WITH SECTION 92(3) OF THE COMPANIES ACT, 2013:

Form No. MGT-9 EXTRACT OF ANNUAL RETURN

As on the financial year ended on March 31, 2020

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

I. REGISTRATION AND OTHER DETAILS:						
	i)	CIN	:	U17111MH2003PLC143645		
	ii)	Registration Date	:	24/12/2003		
	iii)	Name of the Company	:	Le Merite Exports Limited		
	iv)	Category / Sub-Category of the Company :	:	Company Limited By Shares and Indian Non Government Company		
	v)	Address of the Registered office and Contact details	:	B1-104-D, Boomerang, Chandivali Farm Road, Powai, Andheri (East), Mumbai-400072		
	vi)	Whether Listed Company (Yes/No)	:	NO		
	vii)	Name, Address and Contact details of Registrar and Transfer Agent, if any	:	N.A (IN HOUSE)		
II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY						
		All the Business activities contributing 10 % or more of the total turnover of the company shall be stated:-				
	Sl. No.	Name and Description of main Products/Services	NIC Code of the Product/ Service	% to Total Turnover of The Company		
	1	Spinning, weaving and finishing of textiles.	171	100%		
III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES -						
	Sl. No	Name and address of the Company	CIN/GLN	Holding/ Subsidiary/	% of Shares	Applicable Section

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Corp.										
i) Indian	0	0	0	0	0	0	0	0	0	0
ii) Overseas	0	0	0	0	0	0	0	0	0	0
(b) Individuals										
i) Individual shareholders holding nominal share capital upto Rs. 1 lakh	0	0	0	0	0	0	0	0	0	0
ii) Individual shareholders holding nominal share capital in excess of Rs 1 lakh	0	0	0	0	0	0	0	0	0	0
© Others (specify)	0	0	0	0	0	0	0	0	0	0
Sub-total (B)(2):-	0	0	0	0	0	0	0	0	0	0
Total Public Shareholding (B)=(B)(1)+ (B)(2)	0	0	0	0	0	0	0	0	0	0
C. Shares held by Custodian for GDRs & ADRs	0	0	0	0	0	0	0	0	0	0
Grand Total (A+B+C)	0	1708100	1708100	100	0	1708100	1708100	100	0	0
ii) Shareholding of Promoters										
Sl.	Sharehol	Shareholding at the beginning			Share holding at the end of the					

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No	Promoter's Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% change in share holding during the year
		No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	
1.	Abhishek Lath	5,25,000	30.74%	NIL	5,25,000	30.74%	NIL	NIL
2.	Asha Devi Lath	6,83,400	40.00%	NIL	6,83,400	40.00%	NIL	NIL
3.	Uma Shankar Lath	2,02,500	11.85%	NIL	2,02,500	11.85%	NIL	NIL
4.	Uma Shankar Lath-HUF	1,38,000	8.08%	NIL	1,38,000	8.08%	NIL	NIL
5.	Sweta Lath	1,59,000	9.31%	NIL	1,59,000	9.31%	NIL	NIL
6.	Meghal Jawahar Shah-HUF	100	0.01%	NIL	100	0.01%	NIL	NIL
7.	Abhishek Lath HUF	100	0.01%	NIL	100	0.01%	NIL	NIL
	Total	17,08,100	100.00%	NIL	17,08,100	100.00%	NIL	NIL
iii) Change in Promoters' Shareholding (please specify, if there is no change)								
There is change in the shareholding of the Promoter Group are as follows:								
	Sl. No	Shareholder's	Shareholding at the beginning of the year		Share holding at the end of the year		%	

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		Name	No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	change in share holding during the year
	iv)	Shareholding Pattern of top ten Shareholders (other than Directors, Promoters and Holders of GDRs and ADRs):							
		There is no change in the shareholding of top ten shareholders.							
	v)	Shareholding of Directors & Key Managerial Personnel:							
		There is no change in the Director Shareholding							
		Sl. No.	Shareholders Name	Shareholding at the beginning of the year	Shareholding at the end of the year	Net Changes	% to Capital		
		1.	Abhishek Lath	5,25,000	5,25,000	NIL	NIL		
		2.	Asha Devi Lath	6,83,400	6,83,400	NIL	NIL		
		3.	Uma Shankar Lath	2,02,500	2,02,500	NIL	NIL		
V.	INDEBTEDNESS								
	Indebtedness of the Company including interest outstanding/accrued but not due for payment								
	(Amount in Rs.)								
			Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness			
		Indebtedness at the beginning of the financial year							
		i) Principal Amount		36,52,07,572	1,26,67,081	0	37,78,74,653		
		ii) Interest due but not		0	0	0	0		

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	paid				
	iii) Interest due & paid	0	0	0	0
	iii) Interest accrued but not due	0	0	0	0
	Total (i+ii+iii)	36,52,07,572	1,26,67,081	0	37,78,74,653
	Change in Indebtedness during the financial year				
	• Addition (Includes interest due)	0	0	0	0
	• Reduction (includes interest paid)	8,11,66,310	67,86,791	0	8,79,53,101
	Indebtedness at the end of the financial year				
	i) Principal Amount	28,40,41,262	58,80,290	0	28,99,21,552
	ii) Interest due but not paid	0	0	0	0
	iii) Interest due and paid	0	0	0	0
	iv) Interest accrued but not due	0	0	0	0
	Total (i+ii+iii)	28,40,41,262	58,80,290	0	28,99,21,552

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

A. Remuneration to Managing Director, Whole-time Directors and/or Manager:

(Rs. in Lacs)

Sl. No.	Particulars of Remuneration	Name of MD/WTD/Manager				
		Abhishek Lath	Ashadevi Lath	Uma shankar Lath	Shweta Lath	Total
1.	Gross salary	45,60,000	38,40,000	37,80,000	42,00,000	1,63,80,000
	(a) Salary as per provisions contained in section 17(1) of the	0	0	0	0	

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	Commission	0	0	0	0	0	0	
	Others, please specify	0	0	0	0	0	0	
	Total	0	0			0	0	
3.	Total (B)=(I+II)	0	0	0	0	0	0	
4.	Total Managerial Remuneration (A)+(B)						1,63,80,000	
C. REMUNERATION TO KEY MANAGERIAL PERSONNEL OTHER THAN MD/MANAGER/WTD								
	Sl. No.	Particulars of Remuneration	Key Managerial Personnel					
			CEO*	Company Secretary	CFO*	Total		
	1.	Gross salary						
		(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	0	0	0	0	0	
		(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	0	0	0	0	0	
		(c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	0	0	0	0	0	
	2.	Stock Option	0	0	0	0	0	
	3.	Sweat Equity	0	0	0	0	0	
	4.	Commission - as % of profit - others, specify...	0	0	0	0	0	
	5.	Others, please specify	0	0	0	0	0	
		Total	0	0	0	0	0	

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VII. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES:						
Type	Section of the Companies Act	Brief Description	Details of Penalty / Punishment/ Compounding fees imposed	Authority [RD / NCLT / COURT]	Appeal made, if any (give Details)	
A. COMPANY						
Penalty			NONE			
Punishment						
Compounding						
B. DIRECTORS						
Penalty			NONE			
Punishment						
Compounding						
C. OTHER OFFICERS IN DEFAULT						
Penalty			NONE			
Punishment						
Compounding						

On and behalf of the Board of Directors
For Le Merite Exports Limited

ABHISEK LATH
Digitally signed by ABHISEK LATH
DN: cn=ABHISEK LATH, c=IN, o=Le Merite Exports Limited, serialNumber=304669329294d4281f18d6d8a88234854f0caad842b286c8b7676b3883f5
Date: 2021.01.21 15:59:49 +05'30'

Abhisek Lath
DIN: 00331675
Director

Date: 04/11/2020
Place: Mumbai

INDEPENDENT AUDITOR'S REPORT

To the Members of LE MERITE EXPORTS LIMITED

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of **LE MERITE EXPORTS LIMITED** ("the Company"), which comprise the balance sheet as at 31st March 2020, and the statement of Profit and Loss, and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 2013 in the manner so required and give a true and fair view in conformity with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014, Companies (Accounting Standards) Amendment Rules 2016 and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2020, and its loss, and its cash flows for the year ended on that date.

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 Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India (ICAI) together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Information Other than the Financial Statements and Auditor's Report Thereon.

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Board's report including Annexure to Board's but does not include the financial statements and our auditor's report thereon.

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

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibility of Management for Financial Statements

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

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

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

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

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

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

Report on Other Legal and Regulatory Requirements

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

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

- (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, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
- (d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- (e) On the basis of the written representations received from the directors as on 31st March, 2020 taken on record by the Board of Directors, none of the directors are disqualified as on 31st March, 2020 from being appointed as a director in terms of Section 164 (2) of the Act.
- (f) With respect to the adequacy of 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**", to this report.
- (g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:

- i. The Company does not have any pending litigations which would impact its financial position.
- ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
- iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

**For,
MBRK & Co.
Chartered Accountants
Firm Registration No.
145647W**

KASHISH
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A digital signature in red ink, consisting of a stylized, cursive-like scribble that overlaps the text 'KASHISH KAILASH RATHI' and extends slightly to the right.

Digitally signed
by KASHISH
KAILASH RATHI
Date: 2020.11.04
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**Kashish Rathi
Partner
Membership No. 180106**

**Place: Mumbai
Date: 4th November, 2020
UDIN: 20180106AAAADA3786**

“ANNEXURE A” TO THE INDEPENDENT AUDITOR’S REPORT

(Referred to in Report on Other Legal and Regulatory Requirements of our Report of even date)

- (i)
- a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
- b) The Company has a regular programme of physical verification of its fixed assets by which all fixed assets are verified in a phased manner over a period of three years. In our opinion, periodicity of physical verification is reasonable having regards to the size of the company and the nature of its assets. Pursuant to the programme, certain fixed assets were physically verified during the year. According to the information and explanations given to us, no material discrepancies were noticed on such verification.
- c) According to the information and explanations given to us, as the company owns no immovable properties, the requirement on reporting whether title deeds of immovable properties held in the name of the Company is not applicable.
- (ii) The inventories were physically verified during the year by the Management at reasonable intervals and no material discrepancies were noticed on physical verification.
- (iii) A The company has granted loans, unsecured to companies, firms, Limited Liability Partnerships or other parties covered in the register maintained under Section 189 of the Companies Act, 2013:
- Terms and conditions of the grant of such loan are not prejudicial to the company’s interest.
 - The schedule of repayment of principal and payment of interest has been stipulated and the repayments and receipts are regular.
 - There is no amount overdue.
- (iv) In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of Sections 185 and 186 of the Companies Act, 2013 in respect of grant of loans, making investments and providing guarantees and security, as applicable.
- (v) In our opinion and according to the information and explanations given to us, the Company has not accepted any deposits from the public during the year. Hence, clause (v) of paragraph 3 of the Order is not applicable.

- (vi) We are informed that the Central Government has not prescribed maintenance of cost records under sub-section (l) of Section 148 of the Companies Act, 2013 in respect of the activities carried on by the Company. Hence, clause (vi) of paragraph 3 of the Order is not applicable.
- (vii) 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, sales tax, service tax, duty of customs, duty of excise, value added tax, cess, Goods & Services Tax and other material statutory dues applicable to it with the appropriate authorities.
- There were no undisputed amounts payable in respect of income tax, sales tax, service tax, duty of customs, duty of excise, value added tax, cess, Goods & Services Tax and other material statutory dues in arrears as at 31st March, 2020 for a period of more than six months from the date they became payable.
- (b) According to the information and explanations given to us, there are no dues of Income-tax or Sales tax or Service tax or Goods and Services tax or duty of Customs or duty of Excise or Value added tax which have not been deposited by the Company on account of disputes.
- (viii) Based on our audit procedures and according to the information and explanations given by the management, the Company has not defaulted in repayment of loans or borrowing to bank. The Company did not have any outstanding dues in respect of a financial institution, government or debenture holders during the year.
- (ix) The Company has not raised any money by way of initial public offer or further public offer (including debt instrument) and term loans. Hence, Clause(ix) of Paragraph 3 of the order is not applicable.
- (x) To the best of our knowledge and according to the information and explanations given to us, no fraud by the Company or on the Company by its officers or employees has been noticed or reported during the year.
- (xi) In our opinion and according to the information and explanations given to us, the requirement of payment of managerial remuneration is as per the provisions of section 197 read with Schedule V of the Act has been complied by the company.
- (xii) The Company is not a Nidhi Company. Accordingly, paragraph 3(xii) of the Order is not applicable.

- (xiii) In our opinion and according to the information and explanations given to us, all transactions with the related parties are in compliance with sections 177 and 188 of Companies Act, 2013 as applicable and the details have been disclosed in the financial statements as required by the applicable accounting standards.
- (xiv) During the year, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures. Accordingly, paragraph 3(xiv) of the Order is not applicable.
- (xv) In our opinion and according to the information and explanations given to us, during the year the Company has not entered into any non-cash transactions with its Directors or persons connected to its Directors and hence provisions of Section 192 of the Act are not applicable.
- (xvi) In our opinion and according to the information and explanations given to us, the Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. Hence, clause (xvi) of paragraph 3 of the Order is not applicable.

For,
MBRK & Co.
Chartered Accountants
Firm Registration No.
145647W

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Date: 2020.11.04
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Kashish Rathi
Partner
Membership No. 180106

Place: Mumbai
Date: 4th November, 2020
UDIN: 20180106AAAADA3786

ANNEXURE 'B' TO THE INDEPENDENT AUDITOR'S REPORT

(Referred to in paragraph 2(e) under 'Report on Other Legal and Regulatory Requirements' of our report of even date)

Report on the Internal Financial Controls Over Financial Reporting 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 **LEMERITE EXPORTS LIMITED** ('the Company') as of 31st March, 2020 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

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

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 and the Standards on Auditing, issued by ICAI and deemed to be prescribed under Section 143(10) of the Act to the extent applicable to an audit of internal financial controls and, 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 the 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 auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

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

Meaning of Internal Financial Controls Over Financial Reporting

A Company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A Company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the Company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the Company are being made only in accordance with 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 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 controls 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 31st March, 2020, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financials Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For,
MBRK & Co.
Chartered Accountants
Firm Registration No.
145647W

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Date: 2020.11.04
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Kashish Rathi
Partner
Membership No. 180106

Place: Mumbai
Date: 4th November, 2020
UDIN: 20180106AAAADA3786

LE MERITE EXPORTS LIMITED

**17th
Annual Report
2019-2020**

LE MERITE EXPORTS LIMITED
BALANCE SHEET AS AT 31st MARCH, 2020
CIN - U17111MH2003PLC143645

(Amount in Rupees)

Particulars	Note	As at 31st March 2020	As at 31st March 2019
<u>EQUITY AND LIABILITIES</u>			
(1) Shareholders' Funds			
Share Capital	2	1,70,81,000	1,70,81,000
Reserves and Surplus	3	15,76,21,320	12,51,82,202
Money Received Against Share Warrants			-
		17,47,02,320	14,22,63,202
(2) Share Application Money Pending Allotment			
(3) Non-Current Liabilities			
Long-Term Borrowings	4	54,57,909	1,39,57,946
Deferred Tax Liabilities (Net)	5	1,28,789	55,827
Other Long-Term Liabilities		-	-
Long-Term Provisions		-	-
		55,86,698	1,40,13,773
(4) Current Liabilities			
Short-Term Borrowings	6	28,44,63,643	36,23,25,747
Trade Payables	7	6,90,39,169	2,11,05,390
Other Current Liabilities	8	3,14,01,962	2,72,03,654
		38,49,04,774	41,06,34,792
Total		56,51,93,792	56,69,11,766
<u>ASSETS</u>			
(1) Non-Current Assets			
Fixed Assets			
Tangible Assets	9	1,57,04,578	1,73,76,528
Intangible Assets		-	-
Capital Work in Progress		-	-
Intangible Assets Under Development		-	-
Fixed Assets held for Sale		-	-
Non-Current Investments	10	1,07,62,259	1,07,62,259
Deferred Tax Assets (Net)		-	-
Long Term Loans and Advances	11	1,26,32,249	18,44,168
Other Non-Current Assets		-	-
		3,90,99,086	2,99,82,955
(2) Current Assets			
Current Investments	12	69,97,238	32,77,481
Inventories	13	2,78,71,057	3,26,04,858
Trade Receivables	14	37,57,78,150	34,01,88,988
Cash and Cash Equivalents	15	5,46,03,045	10,01,64,969
Short-Term Loans and Advances	16	5,44,18,136	5,11,53,933
Other Current Assets	17	64,27,078	95,38,581
		52,60,94,705	53,69,28,810
Total		56,51,93,792	56,69,11,766
See accompanying notes forming part of the financial statements	1 to 32		

As per our report of even date
For MBRK & CO.
Chartered Accountants
(F.R.N. 145647W)

KASHISH
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Kashish K Rathi
Partner

(M.No. 180106)
UDIN: 20180106AAAADA3786
Date: 4th November, 2020
Place: Mumbai

For and on behalf of Board of Directors
of Le Merite Exports Limited

Ashadevi Lath

Ashadevi Lath
Director

(DIN - 02899120)

Abhishek Lath

Abhishek Lath
Director

(DIN - 00331675)

LE MERITE EXPORTS LIMITED
STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31st MARCH, 2020
CIN - U17111MH2003PLC143645

(Amount in Rupees)

Particulars	Note	Year ended 31 March, 2020	Year ended 31st March, 2019
(A) REVENUE			
Revenue From Operations	18	2,16,66,71,885	1,80,01,19,611
Other Income	19	61,27,986	92,12,865
Total Revenue		2,17,27,99,870	1,80,93,32,476
(B) EXPENDITURE			
Purchase of Stock-in-trade	20	1,96,56,02,313	1,63,47,33,980
Changes in Inventories of Stock-in-Trade	21	47,33,801	2,20,97,301
Employee Benefits Expenses	22	2,48,08,838	1,73,89,644
Finance Costs	23	2,52,42,197	3,49,14,984
Depreciation and Amortization Expense	9	15,56,155	19,42,140
Other Expenses	24	10,58,13,508	8,13,65,047
Total Expenditure		2,12,77,56,811	1,79,24,43,096
Profit Before Exceptional and Extraordinary Items and Tax		4,50,43,059	1,68,89,380
Exceptional Items		-	-
Profit Before Extraordinary Items and Tax		4,50,43,059	1,68,89,380
Extraordinary Items		-	-
Profit Before Tax		4,50,43,059	1,68,89,380
Prior Period Items		-	-
Tax Expense:			
(1) Current tax		1,25,30,979	46,98,626
(2) Deferred tax		72,962	43,778
(3) Excess / Short Tax Provision W/off		-	-
Profit for the year		3,24,39,118	1,21,46,977
Earning per equity share of the face value of Rs.10 /- each			
(1) Basic		18.99	7.11
(2) Diluted		18.99	7.11
See accompanying notes forming part of the financial statements	1 to 32		

As per our report of even date

For MBRK & CO.
Chartered Accountants
(F.R.N. 145647W)

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KASHISH KAILASH RATHI
Date: 2020.11.04 12:47:28
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Kashish K Rathi
Partner
(M.No. 180106)
UDIN: 20180106AAAADA3786
Date: 4th November, 2020
Place: Mumbai

**For and on behalf of Board of Directors
of Le Merite Exports Limited**

Ashade
vi Lath

Digitally signed
by Ashadevi Lath
Date: 2020.11.04
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Ashadevi Lath
Director
(DIN - 02899120)

Abhishe
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Date: 2020.11.04
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Abhishek Lath
Director
(DIN - 00331675)

LE MERITE EXPORTS LIMITED
CASH FLOW STATEMENT FOR THE YEAR ENDED 31st MARCH, 2020
CIN - U17111MH2003PLC143645

(Amount in Rupees)

		2019-20	2018-19
A. Cash flow from Operating Activities			
Profit/(loss) before tax		4,50,43,059	1,68,89,380
Adjustment For :			
Depreciation		15,56,155	19,42,140
Operating Profit/(Loss) before Working Capital changes		4,65,99,214	1,88,31,520
Adjustment for increase/decrease in:			
Increase / Decrease in short term borrowings		(7,78,62,104)	(2,01,52,298)
Increase / Decrease in trade payables		4,79,33,779	(47,27,139)
Increase / Decrease in other current liabilities		41,98,308	(27,35,089)
Increase / Decrease in Short Term provisions		-	-
Increase / Decrease in inventories		47,33,801	2,20,97,301
Increase / Decrease in trade receivables		(3,55,89,162)	(5,90,09,689)
Increase / Decrease in short term loans & advances		(32,64,204)	27,96,389
Increase / Decrease in other current assets		31,11,504	(15,42,491)
		-	-
Operating Profit/(Loss) after Working Capital changes		(1,01,38,864)	(4,44,41,496)
Operating Profit/(Loss) before Tax		(1,01,38,864)	(4,44,41,496)
Less : Tax Paid (Net)		(1,25,30,979)	(46,98,626)
Net Cash generated from Operating Activities	(A)	(2,26,69,843)	(4,91,40,122)
B. Cash flow from Investment Activities			
Payment towards capital expenditure		1,15,795	(2,17,474)
Additional Investment in office premises		-	-
Net Cash From Investment Activities	(B)	1,15,795	(2,17,474)
C. Cash flow from Financing Activities			
Increase in Long Term Borrowings		(85,00,036)	59,10,936
Non- Current Investments		(37,19,757)	(6,12,785)
Long Term Loans and Advances		(1,07,88,081)	8,80,981
Other Non-Current Assets		-	46,000
Net Cash from Financing Activities	(C)	(2,30,07,875)	62,25,132
Net (Decrease)/Increase in Cash and Cash Equivalents	(A+B+C)	(4,55,61,923)	(4,31,32,464)
Cash and Cash Equivalents at the beginning of the year		10,01,64,968	14,32,97,433
Cash and Cash Equivalents as at the end of the year		5,46,03,045	10,01,64,969
Compnents of cash and cash equivalents			
Cash on hand		2,04,281	11,59,864
Balances with banks		5,43,98,764	9,90,05,105
Total		5,46,03,045	10,01,64,969

- 1) All figures in brackets are outflow
2) Previous years figures have been regrouped/reclassified wherever necessary to this year's classification

As per our report of even date

For MBRK & CO.
Chartered Accountants
(F.R.N. 145647W)

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KASHISH KAILASH
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Date: 2020.11.04
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Kashish K Rathi

Partner

(M.No. 180106)

UDIN: 20180106AAAADA3786

Date: 4th November, 2020

Place: Mumbai

**For and on behalf of Board of Directors
of Le Merite Exports Limited**

Ashade
vi Lath

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by Ashadevi Lath
Date: 2020.11.04
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Ashadevi Lath

Director

(DIN - 02899120)

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Date: 2020.11.04
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Abhishhek Lath

Director

(DIN - 00331675)

Note 1: Statement of Significant Accounting Policies

a) Basis of Preparation

The financial statements of the Company have been prepared in accordance with the generally accepted accounting principles in India (Indian GAAP). The Company has prepared these financial statements to comply in all material respects with the accounting standards notified under section 133 of the Companies Act 2013, read with paragraph 7 of the Companies (Accounts) Rules 2014 and Companies (Accounting Standards) Amendment Rules, 2016. The financial statements have been prepared on an accrual basis and under the historical cost convention. The accounting policies adopted in the preparation of financial statements are consistent with those of previous year.

Use of Estimates:

The preparation of financial statements is in conformity with Indian GAAP, requires the management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities and the disclosure of contingent liabilities, at the end of the reporting period. Although these estimates are based on the management's best knowledge of current events and actions, uncertainty about these assumptions and estimates could result in the outcomes requiring a material adjustment to the carrying amounts of assets or liabilities in future periods.

b) Property, Plant and Equipment

Property, Plant and Equipment are stated at cost (or revalued amounts, as the case may be) less accumulated depreciation/amortization and impairment losses, if any. Cost comprises of purchase price and any attributable cost of bringing the asset to its working condition for its intended use.

c) Depreciation on Property, Plant and Equipment

Depreciation on Property, Plant and Equipment is calculated on a WDV basis using the rates arrived at based on the useful lives of fixed assets specified by Schedule II to the Companies Act, 2013.

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

d) Impairment

The carrying amounts of assets are reviewed at each balance sheet date, to check if there is any indication of impairment based on internal/external factors.

An impairment loss is recognized wherever the carrying amount of an asset exceeds its recoverable amount.

The recoverable amount is the greater of the asset's net selling price and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and risks specific to the asset.

Le Merite Exports Limited
Notes to the Financial Statement as at and for the year ended 31 March 2020

e) Borrowing costs:

Borrowing costs attributable to the acquisition and construction of qualifying assets upto the date of such acquisition or construction are capitalized as part of the cost of respective assets. Other borrowing costs are charged to statement of profit and loss of the period in which they are incurred.

f) Leases:

i) As a Lessee:

Leases where the lessor effectively retains substantially all the risks and benefits of ownership of the leased assets are classified as operating leases. Operating lease payments are recognised as an expense in the statement of profit and loss on straight-line basis over the lease term.

ii) As a Lessor:

Assets subject to operating lease are included in fixed assets. Lease income is recognised in the statement of profit and loss on a straight-line basis over the lease term. Costs, including depreciation are recognised as an expense in the statement of profit and loss. Initial direct costs such as legal costs, brokerage costs, etc. are recognised immediately in the statement of profit and loss.

g) Inventories

Inventories are valued as follows:

Traded products	Lower of cost and net realizable value. Cost is determined on FIFO basis, includes purchase price, freight, duties and other incidental expenses.
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Net realizable value is the estimated selling price in the ordinary course of business, less estimated costs of completion and estimated costs necessary to make the sale.

h) Revenue Recognition

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured.

Sale of Goods

Revenue is recognised when significant risks and rewards of ownership of the goods have passed to the buyer. The Company collects Goods and Service Tax (GST), sales taxes and value added taxes (VAT) on behalf of the government and, therefore, these do not form a part of economic benefits flowing to the Company. Hence, they are excluded from revenue. Revenue from operations is stated net of sales return and trade discount.

Interest

Revenue is recognised on a time proportion basis taking into account the amount outstanding and the rate applicable.

Service Income

Income from service rendered is recognised based on the terms of the agreements as and when services are rendered and are net of Goods and Service Tax (GST)/ Service tax.

i) Foreign Currency Translation

(i) Initial recognition

Foreign currency transactions are recorded in the reporting currency, by applying to the foreign currency amount the exchange rate between the reporting currency and the foreign currency at the date of the transaction.

(ii) Conversion

Foreign currency monetary items are reported into rupees at the rate of exchange prevailing on the date of Balance Sheet. Non-monetary items which are carried in terms of historical cost denominated in a foreign currency are reported using the exchange rate at the date of the transaction; and non-monetary items which are carried at fair value or other similar valuation denominated in a foreign currency are reported using the exchange rates that existed when the values were determined.

(iii) Exchange differences

Exchange differences arising on the settlement of monetary items or on reporting company's monetary items at rates different from those at which they were initially recorded during the year, or reported in previous financial statements, are recognised as income or as expenses in the year in which they arise.

j) Short term employee benefits

All the employee benefits payable wholly within 12 months of rendering of services are classified as short term employee benefits.

Benefits such as salaries, wages, short term compensated absences etc. and the expected bonus are recognized in the period in which employee renders his services.

k) Income taxes

Tax expense comprises current and deferred tax. Current income-tax is measured at the amount expected to be paid to the tax authorities in accordance with the Income-tax Act, 1961 enacted in India and tax laws prevailing in the respective tax jurisdictions where the Company operates. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted, at the reporting date.

Deferred income taxes reflect the impact of timing differences between taxable income and accounting income originating during the current year and reversal of timing differences for the earlier years. Deferred tax is measured using the tax rates and the tax laws enacted or substantively enacted at the reporting date.

Deferred tax liabilities are recognized for all taxable timing differences. Deferred tax assets are recognized for deductible timing differences only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized.

Deferred tax assets and deferred tax liabilities are offset, if a legally enforceable right exists to set-off current tax assets against current tax liabilities and the deferred tax assets and deferred taxes relate to the same taxable entity and the same taxation authority.

l) Earnings per share

Basic earnings per share is calculated by dividing the net profit or loss for the period attributable to equity shareholders (after deducting attributable taxes) 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 for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares.

m) Provisions

A provision is recognized when the company has a present obligation 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 a reliable estimate can be made of the amount of the obligation. 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.

Where the company expects some or all of a 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 any provision is presented in the statement of profit and loss net of any reimbursement.

n) Contingent liabilities

A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the company or a present obligation that is not recognized because it is not probable that an outflow of resources will be required to settle the obligation. A contingent liability also arises in extremely rare cases where there is a liability that cannot be recognized because it cannot be measured reliably. The Company does not recognize a contingent liability but discloses its existence in the financial statements.

o) Cash and Cash equivalents

Cash and cash equivalents for the purpose of Cash flow statement comprise of cash at bank and in hand and short term investments with an original maturity of three months or less.

Note 2: SHARE CAPITAL

(Amount in Rupees)

Particulars	As at 31st March, 2020	As at 31st March, 2019
Authorised Share Capital 50,00,000 (P.Y. 50,00,000) Equity Shares of Rs 10 each	5,00,00,000	5,00,00,000
Issued, Subscribed and paid up : 17,08,100 (P.Y. 17,08,100) Equity Shares of Rs 10 each fully paid up	1,70,81,000	1,70,81,000
Total	1,70,81,000	1,70,81,000

2.1 The details of shareholders holding more than 5 % equity shares in the company:

Name of the Shareholder	As at 31st March, 2020		As at 31st March, 2019	
Abhishek Uma Shankar Lath	5,25,000	30.74%	5,25,000	30.74%
Asha Uma Shankar Lath	6,83,400	40.01%	6,83,400	40.01%
Punit Uma Shankar Lath	-	0.00%	-	0.00%
Uma Shankar Narhmal Lath	2,02,500	11.86%	2,02,500	11.86%
Shweta Lath	1,59,000	9.31%	1,59,000	9.31%
Uma Shankar Narhmal Lath HUF (Karta)	1,38,000	8.08%	1,38,000	8.08%
	<u>17,07,900</u>		<u>17,07,900</u>	

2.2 The reconciliation of the number of shares outstanding is set out below :

Particulars	As at 31st March, 2020	As at 31st March, 2019
Equity Share at the beginning of the year	17,08,100	17,08,100
Add : Shares Transfer to Shareholder	-	-
Less : Shares transfer from Shareholder	-	-
Equity Share at the end of the year	17,08,100	17,08,100

Note 3: RESERVES AND SURPLUS

(Amount in Rupees)

Particulars	As at 31st March, 2020		As at 31st March, 2019	
Profit and loss Account				
As per last Balance sheet	12,51,82,202		11,30,35,226	
Add :- Profit for the year	3,24,39,118	15,76,21,320	1,21,46,977	12,51,82,202
Total		15,76,21,320		12,51,82,202

LE MERITE EXPORTS LIMITED
NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2020

Note 4: LONG TERM BORROWINGS

(Amount in Rupees)

Particulars	As at 31st March, 2020		As at 31st March, 2019	
	Non Current	Current	Non Current	Current
Secured Loans				
Property Loan	-	-	33,07,946	15,90,960
Unsecured Loans				
From Directors & Shareholders	54,57,909	-	1,06,50,000	-
Total	54,57,909	-	1,39,57,946	15,90,960

4.1 Property Loan consist of loan from Deutsche Bank, which is fully repaid in current financial year.

4.2 Unsecured Loans consists of Loan from Related Party as disclosed in Related Party Disclosure

Note 5: DEFERRED TAX LIABILITY

(Amount in Rupees)

Particulars	As at 31st March, 2020		As at 31st March, 2019	
	Deferred Tax Liability			
Related to Fixed Assets		1,28,789		55,827
Total		1,28,789		55,827

Note 6: SHORT TERM BORROWINGS

(Amount in Rupees)

Particulars	As at 31st March, 2020		As at 31st March, 2019	
	Secured			
Working Capital Loan From Bank :-				
Export Packing Credit (UCO Bank)		-		19,37,60,126
Export Packing Credit (Shinhan Bank)		9,30,85,010		-
L.C. Bill Discounting (Shinhan Bank)		19,09,56,252		16,65,48,540
Unsecured Loans				
From Others		4,22,381		20,17,081
Total		28,44,63,643		36,23,25,747

6.1 Working Capital facility from Bank is primarily secured against first pari pasu charge by way of Hypothecation on the entire stock, receivables, bills and other chargeable current assets of the company and the collateral security as Equitable Mortgage by deposit of title deeds on premises of the Company and Hypothecation of all tangible movable assets of the borrower including the personal guarantee of Directors.

6.2 Unsecured Loans consists of Loan from Related Party as disclosed in Related Party Disclosure

Note 7: TRADE PAYABLES

(Amount in Rupees)

Particulars	As at 31st March, 2020		As at 31st March, 2019	
	Micro, Small and Medium Enterprises (Refer to Note No. 7.1 and 7.2)		-	
Other trade payables (Refer to note no 7.3)		6,90,39,169		2,11,05,390
Total		6,90,39,169		2,11,05,390

7.1 There are no information available with the management, regarding the supplier's covered by Micro, Small & Medium Enterprises Under Micro, Small and Medium Enterprises Development Act, 2006.

7.2 As of 31st March, 2020 it can not be verified whether the Company had any outstanding dues to Micro, Small & Medium Enterprises for sum of Rs.1 lakh or more than 30 days.

7.3 Other Trade payable includes payable for Imported Goods & payable for Indigenous purchased goods.

(Amount in Rupees)

Particulars	As at 31st March, 2020		As at 31st March, 2019	
	Payable for Indigenous Goods			
Yarn	6,14,95,323		1,50,10,413	
Fabric	75,43,846	6,90,39,169	60,94,977	2,11,05,390
Total		6,90,39,169		2,11,05,390

LE MERITE EXPORTS LIMITED
NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2020

Note 9: FIXED ASSETS

(Amount in Rupees)

SR. NO.	DESCRIPTION	GROSS BLOCK			ACCUMULATED DEPRECIATION & AMORTISATION			NET BLOCK			
		Balance as at 01-Apr-2019	Addition	Deduction	Balance as at 31-Mar-2020	Balance as at 01-Apr-2019	Current Depreciation	Depreciation on Deduction	Balance as at 31-Mar-2020	Balance as at 31-Mar-2019	
1	Office Building -Boomrang	2,22,28,854	-	-	2,22,28,854	79,18,038	6,96,937	-	86,14,975	1,36,13,879	1,56,14,048
2	Furniture & Fixtures	64,95,582	-	-	64,95,582	44,40,874	5,31,964	-	49,72,838	15,22,744	28,43,206
3	Vehicle	52,21,483	-	7,01,920	45,19,563	46,01,888	1,65,610	5,86,125	41,81,373	3,38,190	8,29,547
4	Office Equipments	9,39,106	-	-	9,39,106	8,03,568	61,087	-	8,64,655	74,451	1,77,210
5	Computers	14,29,255	-	-	14,29,255	11,73,384	1,00,557	-	12,73,941	1,55,314	3,86,430
	TOTAL	3,63,14,280	-	7,01,920	3,56,12,360	1,89,37,752	15,56,155	5,86,125	1,99,07,782	1,57,04,578	1,98,50,440
	PREVIOUS YEAR	3,60,96,805	2,17,475	-	3,63,14,280	1,69,95,612	19,42,140	-	1,89,37,752	1,73,76,528	1,98,50,440

LE MERITE EXPORTS LIMITED**NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2020****Note 8: OTHER CURRENT LIABILITIES***(Amount in Rupees)*

Particulars	As at 31st March, 2020		As at 31st March, 2019	
	Payable for expenses		15,55,206	
Current Maturities of long term debts				
<i>Motor Car Loan</i>	-		-	
<i>Property Loan</i>	-	-	15,90,960	15,90,960
Statutory Dues		17,87,533		11,27,401
Security Deposit		4,00,000		4,00,000
Staff payable & For Expenses		47,76,035		33,65,221
Payable for assets		46,490		47,198
Advance from customers		52,49,196		65,25,492
Other Payable-Credit Card, Shares		15,39,819		75,692
Creditors For Commission		44,79,815		10,85,797
Creditors For Courier		2,48,078		4,69,661
Creditors For Transport		80,86,372		93,00,284
Provision for Taxes		32,33,417		-
Total		3,14,01,962		2,72,03,654

8.1 Staff payable & For Expenses consist of Expenses Payable to Directors as disclosed in Related Party Transactions

Note 10: NON CURRENT INVESTMENTS*(Amount in Rupees)*

Particulars	As at 31st March, 2020		As at 31st March, 2019	
	Office Premises - Cresecent Park		1,07,62,259	
Total		1,07,62,259		1,07,62,259

Note 11: LONG TERM LOANS AND ADVANCES*(Unsecured and Considered Good)**(Amount in Rupees)*

Particulars	As at 31st March, 2020		As at 31st March, 2019	
	Security Deposit		1,06,32,760	
Other Long term loans & advances		19,99,489		12,11,408
Total		1,26,32,249		18,44,168

LE MERITE EXPORTS LIMITED**NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2020****Note 12: CURRENT INVESTMENTS***(Amount in Rupees)*

Particulars	As at 31st March, 2020	As at 31st March, 2019
Investment in equity shares of listed company	60,46,187	26,26,430
Investment in mutual funds	9,51,051	6,51,051
Total	69,97,238	32,77,481

Note 13: INVENTORIES*(Amount in Rupees)*

Particulars	As at 31st March, 2020	As at 31st March, 2019
Stock in Trade [As Taken Valued & Certified by the Management]	2,78,71,057	3,26,04,858
Total	2,78,71,057	3,26,04,858

Note 14: TRADE RECEIVABLE*(Unsecured & Considered Good)**(Amount in Rupees)*

Particulars	As at 31st March, 2020	As at 31st March, 2019
For the period exceeding six months	1,73,03,371	96,05,768
Other Debts	35,84,74,779	33,05,83,220
Total	37,57,78,150	34,01,88,988

14.1 Other Debts consists of the following details:

Particulars	As at 31st March, 2020	As at 31st March, 2019
Bills Receivable	19,09,56,252	16,65,48,543
Cotton Debtors	23,580	-
Export Debtors	13,89,75,221	12,51,70,977
Fabric Debtors	1,07,00,470	1,57,90,387
Sundry Debtors (Yarn Local)	1,78,19,256	2,30,73,312
Total	35,84,74,779	33,05,83,220

Note 15: CASH AND CASH EQUIVALENTS*(Amount in Rupees)*

Particulars	As at 31st March, 2020	As at 31st March, 2019
Balances with Banks	80,06,618	39,64,347
Cash on hand	2,04,281	11,59,864
Balance with fixed deposits	4,63,92,146	9,50,40,758
Total	5,46,03,045	10,01,64,969

Note 16: SHORT TERM LOANS AND ADVANCES*(Amount in Rupees)*

Particulars	As at 31st March, 2020	As at 31st March, 2019
Balance with tax authorities		
Export Incentives Receivable	78,62,224	1,30,44,211
Income Tax	17,09,162	26,60,799
VAT Refund Receivable	3,27,732	3,27,732
GST ECL	10,53,402	32,67,860
GST Export Refund	1,72,74,537	1,65,96,003
Advances with Suppliers		
Yarn	2,47,46,697	1,46,43,033
Fabric	14,44,383	6,14,295
Total	5,44,18,136	5,11,53,933

Note 17: OTHER CURRENT ASSETS*(Amount in Rupees)*

Particulars	As at 31st March, 2020	As at 31st March, 2019
Advance to Staff	20,33,628	19,78,568
Advance to Staff for Expenses	1,97,576	1,35,400
Advance for Imports	-	73,22,805
Rent Receivable	-	1,01,808
Interest Receivable (Excess Charges)	30,48,709	-
Share Margin	11,47,165	-
Total	64,27,078	95,38,581

LE MERITE EXPORTS LIMITED**NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2020****Note 18: REVENUE FROM OPERATIONS***(Amount in Rupees)*

Particulars	As at		As at	
	31st March, 2020		31st March, 2019	
Sale of Products (Refer to Note No.18.1)		2,09,76,78,988		1,74,68,81,954
Other operating revenue (Refer to Note no.18.1)		6,89,92,896		5,32,37,657
Total		2,16,66,71,885		1,80,01,19,611

18.1 Particulars of Revenue from Operations*(Amount in Rupees)*

Particulars	As at		As at	
	31st March, 2020		31st March, 2019	
Sale of Products				
<u>Trading Goods</u>				
Yarn				
Export	1,66,93,82,186		1,59,14,21,175	
Local	22,59,94,893	1,89,53,77,079	9,35,44,850	1,68,49,66,025
Fabric				
Export	64,83,819		1,33,14,049	
Local	3,53,72,545	4,18,56,365	4,29,81,523	5,62,95,572
Cotton				
Export	4,30,48,028			
Local	1,73,65,766	6,04,13,794	55,87,340	55,87,340
Spinning Unit Yarn				
Export	3,30,98,520		-	
Local	6,46,88,197	9,77,86,717	-	-
Interstate Sales GST				
Scrap Sales		22,45,034		33,016
Total		2,09,76,78,988		1,74,68,81,954
Other Operating Revenue				
Duty Drawback & SHIS	2,96,22,093		2,23,55,706	
Foreign Commission Income	2,24,392		-	
Premium On Preshipment	82,66,458		53,98,035	
MEIS Income	26,61,140		29,00,979	
Profit/ (Loss) on changes in foreign exchange	2,82,18,813	6,89,92,896	2,25,82,937	5,32,37,657
Total		6,89,92,896		5,32,37,657

- 18.2 The majority of Profit/ (Loss) is part of Revenue from operations / Export Sales as all export sales are Forward in nature and the Sales Consideration is determined considering the Spot Rate added with the Forward Premium earned for competitive pricing. Therefore, considering the substance over form and the nature of income, the same is shown as Profit/ (Loss) on changes in foreign exchange under the head, Other operating revenue.

Note 19: OTHER INCOME*(Amount in Rupees)*

Particulars	As at		As at	
	31st March, 2020		31st March, 2019	
Interest Income				-
Dividend Income		48,650		25,755
Commission Income		-		12,55,633
Interest on Income Tax		66,614		4,06,190
Profit/ (Loss) on sale of Shares		2,35,064		62,803
Interest on advance given		89,849		1,06,994
Interest on UCO Bank FD		45,84,779		61,15,800
Interest on Shinhan Bank FD		4,44,270		27,863
Rent Income - Crescent Office		6,58,760		12,11,828
Total		61,27,986		92,12,865

Note 20: PURCHASE OF TRADING GOODS*(Amount in Rupees)*

Particulars	As at		As at	
	31st March, 2020		31st March, 2019	
Yarn				
Local		1,75,33,80,193		1,52,76,87,316
Import		4,10,96,684		6,51,71,628
Fabric				
Local		3,22,38,140		3,63,54,530
Cotton				
Local		4,92,09,261		55,20,506
Spinning Unit Yarn				
Local		8,96,78,035		-
Total		1,96,56,02,313		1,63,47,33,980

20.1 Import Yarn Purchase includes all the clearing charges on imports and all other expenses related to Imports.

LE MERITE EXPORTS LIMITED**NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2020****Note 21: CHANGES IN INVENTORIES OF FINISHED GOODS, STOCK-IN-PROCESS AND STOCK-IN-TRADE***(Amount in Rupees)*

Particulars	As at		As at	
	31st March, 2020		31st March, 2019	
Inventories (At Close)				
Trading Goods		2,78,71,057		3,26,04,858
Inventories (At Commencement)				
Trading Goods		3,26,04,858		5,47,02,159
Total		47,33,801		2,20,97,301

Note 22: EMPLOYEE BENEFITS EXPENSES*(Amount in Rupees)*

Particulars	As at		As at	
	31st March, 2020		31st March, 2019	
Directors Remuneration		1,63,80,000		96,05,000
Salaries & Wages		48,14,419		49,11,256
Bonus		5,11,500		4,22,266
Other Employee benefits		23,69,292		19,55,409
Staff welfare expenses		7,33,627		4,32,464
Gratuity		-		63,250
Total		2,48,08,838		1,73,89,644

Note 23: FINANCE COSTS*(Amount in Rupees)*

Particulars	As at		As at	
	31st March, 2020		31st March, 2019	
Interest Expenses		2,14,46,686		3,05,07,602
Bank charges		36,71,244		44,07,381
Interest-Fabric		1,24,267		-
Total		2,52,42,197		3,49,14,984

LE MERITE EXPORTS LIMITED

NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2020

Note 24: **OTHER EXPENSES**

(Amount in Rupees)

Particulars	As at		As at	
	31st March, 2020		31st March, 2019	
Direct Expenses				
Job Work	27,90,627		20,76,295	
Labour Charges	3,76,890		5,50,335	
Packaging Expenses	12,52,131		12,92,604	
Cancellation of Contract Charges	60,500		4,88,996	
Export Quality Claims Paid	-		35,30,737	
Shrinkage Expenses	22,590		-	
Sample Expenses	6,199	45,08,936	-	79,38,967
Establishment Expenses				
Auditor's Remuneration (Refer to note no.25.1)	2,55,000		2,55,000	
Communication Cost	3,24,977		1,49,353	
Electricity Charges	3,08,428		1,39,860	
Insurance Charges	3,87,844		6,32,466	
Legal & Professional Charges	15,29,427		18,86,591	
Printing & Stationery Cost	4,28,392		2,40,348	
Rent Rates & Taxes	9,20,231		7,45,811	
Repairs & Maintenance Cost	2,02,939		7,05,151	
Travelling & Conveyance Cost	6,43,084		1,77,439	
Donations	1,02,100		88,700	
Loss on Sale of Motor Car	31,049		-	
Sundry Balances Written off	7,68,440		-	
Loss on Currency Derivatives	8,07,918		-	
Reversal of Excess Provisions	4,04,728		-	
Other Establishment Expenses	33,23,547	1,04,38,103	21,11,828	71,32,546
Selling & Distribution Expenses				
Advertising Expenses	-		1,62,129	
Discount Export	1,06,675		17,61,845	
Commission Expenses	1,79,73,016		1,34,10,116	
Tours & Travel expenses	31,80,679		10,48,302	
Business Promotion Expenses	15,33,661		21,85,815	
Exhibition Expenses	6,34,360		12,45,616	
Other Selling & Distribution Expenses	15,06,106		4,32,075	
Rebates and Discount on Fabric	1,08,768		10,92,939	
Freight and Forwarding Expenses	6,58,23,202	9,08,66,468	4,49,54,698	6,62,93,535
Total		10,58,13,508		8,13,65,047

24.1 Particulars of Auditor's Remunerations

Particulars	As at		As at	
	31st March, 2020		31st March, 2019	
(a) Auditor				
Statutory Audit Fees	1,40,000		1,40,000	
Tax Audit fees	75,000	2,15,000	75,000	2,15,000
(b) Certification & Consulting Fees (Other Services)		40,000		40,000
Total		2,55,000		2,55,000

Note 25: Contingent Liabilities

The Company is contesting the sales tax demands and the management, including its tax advisors, believe that its position will likely be upheld in the process. No duty expense has been accrued in the financial statements for the demand raised. The management believes that the ultimate outcome of this proceeding will not have a material adverse effect on the company's financial position and results of operations.

Other than above, As informed by the management no contingent liability is to be provided for.

Note 26: Related Party Disclosures

In accordance with the requirement of Accounting Standard (AS) -18 on Related Party Disclosures, the names of the related parties where control exists and /or with whom transactions have taken place during the year in the or during the course of business, as identified and certified by the management are:

Name of the Party	Relationship
Abhishek Lath	Director
Umashankar Lath	Director
Ashadevi Lath	Director
Umashankar Lath HUF	HUF of Director
Punit Lath	Brother of Director
Shweta Lath	Spouse of Director
Le Merite Fashion Private Limited	Enterprises over which directors have significant influence

The following transactions were carried out with the related parties and the balances of these related parties as at March 31, 2020 for the period then ended are presented herein below:

(Amount in Rupees)

Particulars	For the year ended 31st March 2020	For the year ended 31st March 2019
Directors Remuneration		
Abhishek Lath	45,60,000	43,85,000
Umashankar Lath	37,80,000	18,75,000
Ashadevi Lath	38,40,000	18,00,000
Punit Lath	-	3,00,000
Shweta Lath	42,00,000	12,45,000
Loan Repaid		
Punit Lath	-	6,50,000
Abhishek Lath	9,12,931	-
Umashankar Lath	3,81,466	-
Ashadevi Lath	81,56,465	-
Loan Taken		
Abhishek Lath	27,00,000	-
Umashankar Lath	4,00,000	-
Umashankar Lath HUF	7,00,000	-
Ashadevi Lath	-	1,06,50,000

Outstanding balances

(Amount in Rupees)

Particulars	For the year ended 31st March 2020	For the year ended 31st March 2019
Directors Payable		
Abhishek Lath	22,45,840	4,77,018
Umashankar Lath	8,14,781	12,46,793
Umashankar Lath HUF	7,00,000	-
Ashadevi Lath	25,03,539	56,450
Punit Lath	7,62,646	7,62,646
Shveta Lath	31,76,780	4,46,500

Note 27: Un-hedged Foreign Currency Exposure

Particulars of Un-hedged Foreign Currency Exposure as at Balance sheet date is Nil as per management.

Note 28: Micro and Small Enterprises

Under the Micro, Small and Medium Enterprises Development Act, 2006 (MSMED) certain disclosures are required to be made relating to Micro, Small and Medium Enterprises. The Company has not received any information from the "suppliers" regarding their status under the Micro Small and Medium Enterprises Development Act, 2006.

Note 29: Expenditure in Foreign Currency*(Amount in Rupees)*

Particulars	For the year ended 31st March 2020	For the year ended 31st March 2019
Commission Expenses (In INR)	1,49,68,134	59,78,103
Import of goods (In INR)	4,10,96,684	6,51,71,628

Note 30: Earnings in Foreign Currency*(Amount in Rupees)*

Particulars	For the year ended 31st March 2020	For the year ended 31st March 2019
Exports of goods (In INR)	1,75,20,12,554	1,60,47,35,224
Foreign Commission (In INR)	2,24,392	-

Note 31: Segment Reporting

The Company has only one reportable segment , no separate disclosures of segment information have been made.

Note 32: Previous year's figures have been regrouped/ reclassified, wherever necessary to conform to this years' classification

As per our report of even date**For MBRK & CO.**

Chartered Accountants

(F.R.N. 145647 W)

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Date: 2020.11.04
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Kashish K Rathi

Partner

(M.No. 180106)

UDIN: 20180106AAAADA3786

Date: 4th November, 2020

Place: Mumbai

**For and on behalf of Board of Directors
of Le Merite Exports Limited**

Ashadevi Lath

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by Ashadevi Lath
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Ashadevi Lath

Director

(DIN - 02899120)

Abhishek Lath

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Abhishek Lath

Director

(DIN - 00331675)