

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 MONDAY, 09TH AUGUST, 2021 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: 02/08/2021
Place: Mumbai

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

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: 02/08/2021
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, 2021.

Financial Summary:-

	For the year ended 31-03-2021	For the year ended 31-03-2020
Total Income	2,68,93,88,655	2,17,27,99,870
Total Expenditure	2,59,77,10,491	2,12,77,56,811
Profit Before Tax	9,16,78,164	4,50,43,059
Tax Expenses		
1. Current Tax	2,30,00,000	1,25,30,979
	68,459	72,962
2. Deferred Tax (Net)		
3. Excess Tax Provision W/off (Earlier Years)	(9,60,761)	-
Net Profit after Tax	6,95,70,466	3,24,39,118

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. 6,95,70,466/- during the current financial year as compared to net profit of Rs. 3,24,39,118/- in last financial year.

2. Dividend:

Your Directors do not recommend any dividend for the year ended 31st March, 2021.

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, 2021 and 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 General Meeting (AGM) of the members held on 29th September, 2018 to hold office for Five Years till the Annual General Meeting (AGM) held in F.Y. 2023.

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 Conversion 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. 2020-21	F.Y. 2019-20
Export on FOB basis	1,99,33,02,033	1,75,20,12,554
Foreign Commission	62,746	2,24,392
Total	1,99,33,64,779	1,75,22,36,946

Expenditure in foreign exchange

Particular	F.Y. 2020-21	F.Y. 2019-20
Foreign Commission	2,23,12,144	1,49,68,134
Foreign Travel	-	-

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Foreign Bank Charges	-	-
Import of Goods	-	4,10,96,684
Total	2,23,12,144	5,60,64,818

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 09 (Nine times) i.e. on 01/04/2020, 28/05/2020, 11/08/2020, 25/08/2020, 05/10/2020, 04/11/2020, 09/01/2021, 15/01/2021 and 27/03/2021 respectively and shareholders met one time i.e. 31/12/2020 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 except Transaction given in AOC-2. Accordingly, there are 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. 12,180,000/- during the financial year 2020-21.

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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 2020-21.

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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

SD/-

Abhisek Lath

DIN: 00331675

Director

Date: 02/08/2021

Place: Mumbai

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(Pursuant to clause (h) of sub-section (3) of section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014)

Form for disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in sub-section (1) of section 188 of the Companies Act, 2013 including certain arm's length transactions under third proviso thereto.

1. Details of Contracts or Arrangements or Transactions not at Arm's Length Basis:

LE Merite Exports Limited has not entered into any contract or arrangement or transaction with its related parties which is not at arm's length Price during the financial year 2020-21.

Related Party Disclosures:

As per accounting standard 18, the disclosures of transactions with the related parties are given below:-

List of related parties where control exists and related parties with whom transactions have been taken place and relationships:-

Sr. No.	Name of the related party	Relationship
1.	Le Merite Fashion Private Limited	Enterprises over which directors have significant influence

Transaction with Related party during the year end 31st March, 2021

(Amount in Rs.)

Sr. No.	Name of the Related Party	Transaction with Related Party	F.Y.2019-20 (Amount in Rs.)
1.	Le Merite Fashion Private Limited	Sale Transaction	1,25,885
2.	Le Merite Fashion Private Limited	Purchase Transaction	7,68,23,480

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

SD/-

Abhisek Lath
DIN: 00331675
Director

Date: 02/08/2021

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, 2021

[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/ Associate	% of Shares held	Applicable Section

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IV. SHARE HOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity)																																																																																																																																																																	
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<table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th rowspan="2" style="width: 15%;">Category of Shareholders</th> <th colspan="4" style="width: 35%;">No. of Shares held at the beginning of the year</th> <th colspan="4" style="width: 35%;">No. of Shares held at the end of the year</th> <th rowspan="2" style="width: 5%;">% Change during the Year</th> </tr> <tr> <th style="width: 5%;">Demat</th> <th style="width: 10%;">Physical</th> <th style="width: 10%;">Total</th> <th style="width: 10%;">% of Total Shares</th> <th style="width: 5%;">Demat</th> <th style="width: 10%;">Physical</th> <th style="width: 10%;">Total</th> <th style="width: 10%;">% of Total Shares</th> </tr> </thead> <tbody> <tr> <td colspan="11">A. Promoters</td> </tr> <tr> <td colspan="11">(1) Indian</td> </tr> <tr> <td>(a) Individual/HUF</td> <td style="text-align: center;">0</td> <td style="text-align: right;">1708100</td> <td style="text-align: right;">1708100</td> <td style="text-align: center;">100</td> <td style="text-align: center;">0</td> <td style="text-align: right;">1708000</td> <td style="text-align: right;">1708000</td> <td style="text-align: center;">99.99</td> <td style="text-align: center;">-0.01</td> </tr> <tr> <td>(b) Central Government</td> <td style="text-align: center;">0</td> <td style="text-align: center;">0</td> <td style="text-align: center;">0</td> <td style="text-align: center;">0</td> <td style="text-align: center;">0</td> <td style="text-align: center;">0</td> <td style="text-align: center;">0</td> <td style="text-align: center;">0</td> <td style="text-align: center;">0</td> </tr> <tr> <td>© State Govt (s)</td> <td style="text-align: center;">0</td> <td style="text-align: center;">0</td> <td style="text-align: center;">0</td> <td style="text-align: center;">0</td> <td style="text-align: center;">0</td> <td style="text-align: center;">0</td> <td style="text-align: center;">0</td> <td style="text-align: center;">0</td> <td style="text-align: center;">0</td> </tr> <tr> <td>(d) Bodies Corp.</td> <td style="text-align: center;">0</td> <td style="text-align: center;">0</td> <td style="text-align: center;">0</td> <td style="text-align: center;">0</td> <td style="text-align: center;">0</td> <td style="text-align: center;">0</td> <td style="text-align: center;">0</td> <td style="text-align: center;">0</td> <td style="text-align: center;">0</td> </tr> <tr> <td>(e) Banks / FI</td> <td style="text-align: center;">0</td> <td style="text-align: center;">0</td> <td style="text-align: center;">0</td> <td style="text-align: center;">0</td> <td style="text-align: center;">0</td> <td style="text-align: center;">0</td> <td style="text-align: center;">0</td> <td style="text-align: center;">0</td> <td style="text-align: center;">0</td> </tr> <tr> <td>(f) Any Other....</td> <td style="text-align: center;">0</td> <td style="text-align: center;">0</td> <td style="text-align: center;">0</td> <td style="text-align: center;">0</td> <td style="text-align: center;">0</td> <td style="text-align: center;">0</td> <td style="text-align: center;">0</td> <td style="text-align: center;">0</td> <td style="text-align: center;">0</td> </tr> <tr> <td>Sub-total (A) (1):-</td> <td style="text-align: center;">0</td> <td style="text-align: right;">1708100</td> <td style="text-align: right;">1708100</td> <td style="text-align: center;">100</td> <td style="text-align: center;">0</td> <td style="text-align: right;">1708000</td> <td style="text-align: right;">1708000</td> <td style="text-align: center;">99.99</td> <td style="text-align: center;">-0.01</td> </tr> <tr> <td colspan="11">(2) Foreign</td> </tr> <tr> <td>(a) NRIs – Individuals</td> <td style="text-align: center;">0</td> <td style="text-align: center;">0</td> <td style="text-align: center;">0</td> <td style="text-align: center;">0</td> <td style="text-align: center;">0</td> <td style="text-align: center;">0</td> <td style="text-align: center;">0</td> <td style="text-align: center;">0</td> <td style="text-align: center;">0</td> </tr> <tr> <td>(b) Other – Individuals</td> <td style="text-align: center;">0</td> <td style="text-align: center;">0</td> <td style="text-align: center;">0</td> <td style="text-align: center;">0</td> <td style="text-align: center;">0</td> <td style="text-align: center;">0</td> <td style="text-align: center;">0</td> <td style="text-align: center;">0</td> <td style="text-align: center;">0</td> </tr> <tr> <td>© Bodies Corp.</td> <td style="text-align: center;">0</td> <td style="text-align: center;">0</td> <td style="text-align: center;">0</td> <td style="text-align: center;">0</td> <td style="text-align: center;">0</td> <td style="text-align: center;">0</td> <td style="text-align: center;">0</td> <td style="text-align: center;">0</td> <td style="text-align: center;">0</td> </tr> </tbody> </table>											Category of Shareholders	No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				% Change during the Year	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	A. Promoters											(1) Indian											(a) Individual/HUF	0	1708100	1708100	100	0	1708000	1708000	99.99	-0.01	(b) Central Government	0	0	0	0	0	0	0	0	0	© State Govt (s)	0	0	0	0	0	0	0	0	0	(d) Bodies Corp.	0	0	0	0	0	0	0	0	0	(e) Banks / FI	0	0	0	0	0	0	0	0	0	(f) Any Other....	0	0	0	0	0	0	0	0	0	Sub-total (A) (1):-	0	1708100	1708100	100	0	1708000	1708000	99.99	-0.01	(2) Foreign											(a) NRIs – Individuals	0	0	0	0	0	0	0	0	0	(b) Other – Individuals	0	0	0	0	0	0	0	0	0	© Bodies Corp.	0	0	0	0	0	0	0	0	0
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Email Id: sharma.accounts@lemeriteexports.com

	(b) Individuals									
	i) Individual shareholders holding nominal share capital upto Rs. 1 lakh	0	0	0	0	0	100	100	0.01	0.01
	ii) Individual shareholders holding nominal share capital in excess of Rs 1 lakh	0	0	0	0	0	0	0	0	0
	© Others (specify)	0	0	0	0	0	0	0	0	0
	Sub-total (B)(2):-	0	0	0	0	0	100	100	0.01	0.01
	Total Public Shareholding (B)=(B)(1)+ (B)(2)	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
	Grand Total (A+B+C)	0	1708100	1708100	100	0	1708100	1708100	100	0
	ii)	Shareholding of Promoters								
	Sl. No	Shareholder's Name	Shareholding at the beginning of the year			Share holding at the end of the year			%	

LE MERITE EXPORTS LIMITED

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		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	
	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	-	-	-	-0.01%
	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 a change)								
	There is change in the shareholding of the Promoter Group are as follows:								
	Sl. No	Shareholder's Name	Shareholding at the beginning of the year			Share holding at the end of the year			% change in share holding during the year
			No. of Shares	% of total Shares of the company	% of Shares Pledge d / encumbered	No. of Shares	% of total Shares of the company	% of Shares Pledge d / encumbered	

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						to total shares				to total shares	
		1.	Meghal Jawahar Shah-HUF	100	0.01%	NIL	-	-	-	-	-0.01
	iv)	Shareholding Pattern of top ten Shareholders (other than Directors, Promoters and Holders of GDRs and ADRs):									
		There is change in the shareholding of top ten shareholders.									
				Shareholding at the beginning of the year			Share holding at the end of the year				
		S. No.	Shareholders 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	
		1.	Kailash Damodhar Rathi	-	-	-	100	0.01	NIL	0.01	
	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	

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V.	INDEBTEDNESS				
	(Amount in Rs.)				
	Indebtedness of the Company including interest outstanding/accrued but not due for payment				
		Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
	Indebtedness at the beginning 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 & paid	0	0	0	0
	iii) 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
	Change in Indebtedness during the financial year				
	• Addition (Includes interest due)	24,49,44,084	51,60,514	0	2,50,104,598
	• Reduction (includes interest paid)	0	0	0	0
	Indebtedness at the end of the financial year				
	i) Principal Amount	52,89,85,346	11,040,804	0	54,00,26,150
	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)	52,89,85,346	11,040,804	0	54,00,26,150
VI.	REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL				

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(Rs. in Lacs)						
Sl. No.	Particulars of Remuneration	Name of MD/WTD/Manager				Total Amount
		Abhishek Lath	Ashadevi Lath	Uma shankar Lath	Total	
A. Remuneration to Managing Director, Whole-time Directors and/or Manager:						
1.	Gross salary	45,60,000	38,40,000	37,80,000	12,180,000	0
	(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 (A)	45,60,000	38,40,000	37,80,000	12,180,000	0
B. Remuneration to other Directors:						
I) Independent Directors						
(Rs. in Lacs)						
Particulars of Remuneration	Name of Directors			Total Amount		
	N.A	N.A	N.A			
Fee for attending board / committee meetings	0	0.	0	0.		
Commission	0	0.	0	0.		

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	Others, please specify	0	0.	0	0.	
	Total	0	0.	0	0.	
II) Non Executive Directors (Rs. in Lacs)						
	Particulars of Remuneration	Name of Directors				Total Amount
	Fee for attending board / committee meetings	0	0	0	0.	
	Commission	0	0	0	0	
	Others, please specify	0	0	0	0	
	Total	0	0	0	0	
	3. Total (B)=(I+II)	0	0	0	0	
	4. Total Managerial Remuneration (A)+(B)					12,180,000
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
		(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	0	0	0	0
		(c) Profits in lieu of	0	0	0	0

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		salary under section 17(3) Income-tax Act, 1961				
	2.	Stock Option	0	0	0	0
	3.	Sweat Equity	0	0	0	0
	4.	Commission - as % of profit - others, specify...	0	0	0	0
	5.	Others, please specify	0	0	0	0
		Total	0	0	0	0

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					

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Email Id: sharma.accounts@lemeriteexports.com

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

SD/-

Abhisek Lath
DIN: 00331675
Director

Date: 02/08/2021

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 2021, 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, 2021, and its profit, 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.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on Other Legal and Regulatory Requirements

As required by 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, 2021 taken on record by the Board of Directors, none of the directors are disqualified as on 31st March, 2021 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
F.R.N.: 145647W

KASHISH Digitally signed
by KASHISH
KAILASH KAILASH RATHI
RATHI Date: 2021.08.02
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CA Kashish Rathi
Partner
Membership No. 180106

Place: Mumbai
Date: 02nd August, 2021
UDIN: 21180106AAAAED5689

“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) In respect of the Company’s fixed assets:
 - a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
 - b) The Company has a regular program 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. Considering the COVID 19 Scenario, we could not physically verify the Fixed Assets of the company during the year. According to the information and explanations given to us by the management, no material discrepancies were noticed on such verification.
 - c) According to the information and explanations given to us, the title deeds of immovable properties are held in the name of the Company.
- (ii) The inventories were physically verified during the year by the Management at reasonable intervals and no material discrepancies were noticed on physical verification. Considering the COVID 19 Scenario, we could not physically verify the inventories of the company during the year.
- (iii) 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 overdue amount remaining outstanding as at the year-end.
- (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, 2021 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
F.R.N.: 145647W**

KASHISH Digitally signed
by KASHISH
KAILASH KAILASH RATHI
Date:
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16:34:55 +05'30'

**CA Kashish Rathi
Partner
Membership No. 180106**

**Place: Mumbai
Date: 02nd August, 2021
UDIN: 21180106AAAED5689**

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 **LE MERITE EXPORTS LIMITED** ('the Company') as of 31st March, 2021 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, 2021, based on the internal control over financial reporting criteria established by the Company considering the essential

components of internal control stated in the Guidance Note on Audit of Internal Financials Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For,
MBRK & Co.
Chartered Accountants
F.R.N.: 145647W

KASHISH Digitally signed
by KASHISH
KAILASH KAILASH RATHI
RATHI Date: 2021.08.02
16:35:15 +05'30'

Kashish Rathi
Partner
Membership No. 180106

Place: Mumbai
Date: 02nd August, 2021
UDIN: 21180106AAAAED5689

LE MERITE EXPORTS LIMITED

**18th
Annual Report
2020-2021**

LE MERITE EXPORTS LIMITED
BALANCE SHEET AS AT 31st MARCH, 2021
CIN: U17111MH2003PLC143645

(Amount in Rupees)

Particulars	Note	As at 31st March 2021	As at 31st March 2020
<u>EQUITY AND LIABILITIES</u>			
(1) Shareholders' Funds			
Share Capital	2	1,70,81,000	1,70,81,000
Reserves and Surplus	3	22,71,91,786	15,76,21,320
		24,42,72,786	17,47,02,320
(2) Share Application Money Pending Allotment			
(3) Non-Current Liabilities			
Long-Term Borrowings	4	1,25,21,887	54,57,909
Deferred Tax Liabilities (Net)	5	1,97,248	1,28,789
		1,27,19,134	55,86,698
(4) Current Liabilities			
Short-Term Borrowings	6	52,75,04,264	28,44,63,643
Trade Payables	7	11,66,34,301	8,18,53,434
Other Current Liabilities	8	1,99,85,832	1,85,87,697
		66,41,24,396	38,49,04,774
Total		92,11,16,317	56,51,93,792
<u>ASSETS</u>			
(1) Non-Current Assets			
Plant Property and Equipment			
Tangible Assets	9	1,62,03,838	1,57,04,578
Non-Current Investments	10	1,07,62,259	1,07,62,259
Long Term Loans and Advances	11	1,87,67,802	1,26,32,249
		4,57,33,899	3,90,99,086
(2) Current Assets			
Current Investments	12	62,84,294	69,97,238
Inventories	13	10,13,39,574	2,78,71,057
Trade Receivables	14	58,50,12,113	37,57,78,150
Cash and Cash Equivalents	15	7,95,57,959	5,42,21,308
Short-Term Loans and Advances	16	10,01,02,082	5,44,18,136
Other Current Assets	17	30,86,396	68,08,815
		87,53,82,418	52,60,94,705
Total		92,11,16,317	56,51,93,792
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 Digitally signed
by KASHISH
KAILASH RATHI
RATHI Date: 2021.08.02
14:46:44 +05'30'

CA Kashish Rathi

Partner

(Membership No. 180106)

UDIN: 21180106AAAED5689

Date: 02nd August, 2021

Place: Mumbai

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

Abhishek Lath Digitally signed
by Abhishek
Lath Date: 2021.08.02
14:45:42 +05'30'

Abhishek Lath
Director
(DIN - 00331675)

ASHADEVI Digitally signed
by ASHADEVI
LATH Date: 2021.08.02
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Ashadevi Lath
Director
(DIN - 02899120)

LE MERITE EXPORTS LIMITED
STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31st MARCH, 2021
CIN: U17111MH2003PLC143645

(Amount in Rupees)

Particulars	Note	Year ended 31 March, 2021	Year ended 31 March, 2020
(A) REVENUE			
Revenue From Operations	18	2,68,39,36,898	2,16,66,71,885
Other Income	19	54,51,758	61,27,986
Total Revenue		2,68,93,88,655	2,17,27,99,870
(B) EXPENDITURE			
Purchase of Stock-in-trade	20	2,43,84,33,391	1,96,56,02,313
Changes in Inventories of Stock-in-Trade	21	(7,34,68,517)	47,33,801
Employee Benefits Expenses	22	2,77,28,752	2,48,08,838
Finance Costs	23	1,60,75,909	2,15,70,953
Depreciation and Amortization Expense	9	16,38,891	15,56,155
Other Expenses	24	18,73,02,065	10,94,84,752
Total Expenditure		2,59,77,10,491	2,12,77,56,811
Profit Before Exceptional and Extraordinary Items and Tax		9,16,78,164	4,50,43,059
Exceptional Items		-	-
Profit Before Extraordinary Items and Tax		9,16,78,164	4,50,43,059
Extraordinary Items		-	-
Profit Before Tax		9,16,78,164	4,50,43,059
Prior Period Items		-	-
Tax Expense:			
(1) Current tax		2,30,00,000	1,25,30,979
(2) Deferred tax		68,459	72,962
(3) Excess / Short Tax Provision W/off		(9,60,761)	-
Profit for the year		6,95,70,466	3,24,39,118
Earning per equity share of the face value of Rs.10/- each			
(1) Basic		40.73	18.99
(2) Diluted		40.73	18.99
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 Digitally signed
by KASHISH
KAILASH RATHI
Date: 2021.08.02
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KAILASH
RATHI

CA Kashish Rathi
Partner
(Membership No. 180106)
UDIN: 21180106AAAAED5689
Date: 02nd August, 2021
Place: Mumbai

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

Abhishek Lath Digitally signed
by Abhishek
Lath
Date:
2021.08.02
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ek Lath

Abhishek Lath
Director
(DIN - 00331675)

ASHADEVI LATH Digitally signed
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LATH
Date: 2021.08.02
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VI LATH

Ashadevi Lath
Director
(DIN - 02899120)

LE MERITE EXPORTS LIMITED
CASH FLOW STATEMENT FOR THE YEAR ENDED 31st MARCH, 2021
CIN: U17111MH2003PLC143645

(Amount in Rupees)

		2020-21	2019-20
A. Cash flow from Operating Activities			
Profit/(loss) before tax		9,16,78,164	4,50,43,059
Adjustment For :			
Depreciation		16,38,891	15,56,155
Operating Profit/(Loss) before Working Capital changes		9,33,17,055	4,65,99,214
Adjustment for increase/decrease in:			
Increase / Decrease in short term borrowings		24,30,40,621	(7,78,62,104)
Increase / Decrease in trade payables		3,47,80,867	6,07,48,044
Increase / Decrease in other current liabilities		13,98,135	(86,15,957)
Increase / Decrease in inventories		(7,34,68,517)	47,33,801
Increase / Decrease in trade receivables		(20,92,33,963)	(3,55,89,162)
Increase / Decrease in short term loans & advances		(4,56,83,946)	(32,64,204)
Increase / Decrease in other current assets		37,22,419	27,29,767
Operating Profit/(Loss) after Working Capital changes		4,78,72,670	(1,05,20,601)
Operating Profit/(Loss) before Tax		4,78,72,670	(1,05,20,601)
Less : Tax Paid (Net)		(2,20,39,239)	(1,25,30,979)
Net Cash generated from Operating Activities	(A)	2,58,33,431	(2,30,51,580)
B. Cash flow from Investment Activities			
Payment towards capital expenditure		(21,38,147)	1,15,795
Non- Current Investments		7,12,944	(37,19,757)
Net Cash From Investment Activities	(B)	(14,25,203)	(36,03,962)
C. Cash flow from Financing Activities			
Increase in Long Term Borrowings		70,63,977	(85,00,036)
Long Term Loans and Advances		(61,35,553)	(1,07,88,081)
Net Cash from Financing Activities	(C)	9,28,424	(1,92,88,117)
Net (Decrease)/Increase in Cash and Cash Equivalents	(A+B+C)	2,53,36,652	(4,59,43,660)
Cash and Cash Equivalents at the beginning of the year		5,42,21,307	10,01,64,968
Cash and Cash Equivalents as at the end of the year		7,95,57,959	5,42,21,308
Components of cash and cash equivalents			
Cash in hand		1,43,734	2,04,281
Balances with banks		7,94,14,224	5,40,17,027
Total		7,95,57,959	5,42,21,308

1) All figures in brackets are outflow

2) Previous year's 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)

KASHISH Digitally signed
by KASHISH
KAILASH RATHI
RATHI Date: 2021.08.02
14:49:00 +05'30'

CA Kashish Rathi

Partner

(Membership No. 180106)

UDIN: 21180106AAAED5689

Date: 02nd August, 2021

Place: Mumbai

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

Abhishek Lath Digitally signed
by Abhishek
Lath Date: 2021.08.02
14:49:34 +05'30'

Abhishek Lath

Director

(DIN - 00331675)

ASHADEVI LATH Digitally signed
by ASHADEVI
LATH Date: 2021.08.02
14:50:00 +05'30'

Ashadevi Lath

Director

(DIN - 02899120)

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 2021

e) Borrowing costs:

Borrowing costs attributable to the acquisition and construction of qualifying assets up to 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 recognized 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 recognized in the statement of profit and loss on a straight-line basis over the lease term. Costs, including depreciation are recognized as an expense in the statement of profit and loss. Initial direct costs such as legal costs, brokerage costs, etc. are recognized 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.

Le Merite Exports Limited

Notes to the Financial Statement as at and for the year ended 31 March 2021

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.

LE MERITE EXPORTS LIMITED**NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2021****Note 2: SHARE CAPITAL***(Amount in Rupees)*

Particulars	As at	
	31st March, 2021	31st March, 2020
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:*(Amount in Rupees)*

Name of the Shareholder	As at		As at	
	31st March, 2021		31st March, 2020	
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%
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%
	17,07,900		17,07,900	

2.2 The reconciliation of the number of shares outstanding is set out below :*(Amount in Rupees)*

Particulars	As at	
	31st March, 2021	31st March, 2020
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		As at	
	31st March, 2021		31st March, 2020	
Profit and loss Account				
As per last Balance sheet	15,76,21,320		12,51,82,202	
Add :- Profit for the year	6,95,70,466	22,71,91,786	3,24,39,118	15,76,21,320
Total		22,71,91,786		15,76,21,320

LE MERITE EXPORTS LIMITED
NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2021

Note 4: LONG TERM BORROWINGS

(Amount in Rupees)

Particulars	As at 31st March, 2021		As at 31st March, 2020	
	Non Current	Current	Non Current	Current
Secured Loans				
Motor Car Loan	18,28,988	2,59,454	-	-
Unsecured Loans				
From Directors & Shareholders	1,06,92,898	-	54,57,909	-
Total	1,25,21,887	2,59,454	54,57,909	-

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

4.2 Motor Car Loan is Loan taken from HDFC Bank payable in 84 equated monthly installments, secured against the Car.

Note 5: DEFERRED TAX LIABILITY

(Amount in Rupees)

Particulars	As at 31st March, 2021		As at 31st March, 2020	
Deferred Tax Liability				
Related to Fixed Assets		1,97,248		1,28,789
Total		1,97,248		1,28,789

Note 6: SHORT TERM BORROWINGS

(Amount in Rupees)

Particulars	As at 31st March, 2021		As at 31st March, 2020	
Secured				
Working Capital Loan From Bank :-				
Export Packing Credit (Shinhan Bank)		14,75,00,000		9,30,85,010
L.C. Bill Discounting (Shinhan Bank)		32,35,96,203		19,09,56,252
Tirupati - Warehouse Receipt Loan		5,60,60,155		-
Unsecured Loans				
From Others		3,47,906		4,22,381
Total		52,75,04,264		28,44,63,643

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 Warehouse Receipt Loan facility from Tirupati Urban Co-Operative Bank Limited is primarily secured against the Stock Pledged in Warehouse.

6.3 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, 2021		As at 31st March, 2020	
Micro, Small and Medium Enterprises (Refer to Note No. 7.1)		-		-
Other trade payables (Refer to note no 7.2)		11,66,34,301		8,18,53,434
Total		11,66,34,301		8,18,53,434

7.1 There is 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 Other Trade payables

(Amount in Rupees)

Particulars	As at 31st March, 2021		As at 31st March, 2020	
Payable for Indigenous Goods				
Yarn	6,87,01,762		6,14,95,323	
Fabric	1,20,21,545	8,07,23,307	75,43,846	6,90,39,169
Payable for Commission		1,50,08,356		44,79,815
Payable for Transport		2,05,14,094		80,86,372
Payable for Others		3,88,545		2,48,078
Total		11,66,34,301		8,18,53,434

LE MERITE EXPORTS LIMITED
NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2021

Note 9: PLANT PROPERTY AND EQUIPMENT

(Amount in Rupees)

SR.NO.	DESCRIPTION	RATE OF DEPRECIATION	GROSS BLOCK		ACCUMULATED DEPRECIATION & AMORTISATION			NET BLOCK			
			Balance as at 01-Apr-2020	Addition	Deduction	Balance as at 31-Mar-2021	Balance as at 01-Apr-2020	Current Depreciation	Depreciation on Deduction	Balance as at 31-Mar-2021	Balance as at 31-Mar-2020
1	Office Building -Boomerang	4.87%	2,22,28,854	-	-	2,22,28,854	86,14,975	6,62,996	-	92,77,971	1,36,13,879
2	Furniture & Fixtures	25.89%	64,95,582	-	-	64,95,582	49,72,838	3,94,238	-	53,67,076	15,22,744
3	Vehicle	31.23%	45,19,563	20,15,000	-	65,34,563	41,81,373	4,55,602	-	46,36,975	3,38,190
4	Office Equipment	45.07%	9,39,106	52,542	-	9,91,648	8,64,655	45,298	-	9,09,953	74,451
5	IT Equipment	39.30%	14,29,255	-	-	14,29,255	12,73,941	61,038	-	13,34,979	1,55,314
6	Computers	63.16%	-	70,609	-	70,609	-	19,718	-	19,718	-
	TOTAL		3,56,12,360	21,38,151	-	3,77,50,511	1,99,07,782	16,38,891	-	2,15,46,673	1,62,03,838
	PREVIOUS YEAR		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

LE MERITE EXPORTS LIMITED**NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2021****Note 8: OTHER CURRENT LIABILITIES***(Amount in Rupees)*

Particulars	As at		As at	
	31st March, 2021		31st March, 2020	
Payable for expenses		15,06,246		15,55,206
Current Maturities of long term debts				
Motor Car Loan		2,59,454		-
Statutory Dues		7,28,484		17,87,533
Security Deposit		-		4,00,000
Staff payable		37,64,586		47,76,035
Payable for assets		-		46,490
Advance from customers		97,20,474		52,49,196
Other Payable-Credit Card, Shares		1,40,299		15,39,819
Provision for Taxes (Net of Advance Tax)		38,66,290		32,33,418
Total		1,99,85,832		1,85,87,697

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

8.2 Provision for Expenses are created as per Management

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

Particulars	As at		As at	
	31st March, 2021		31st March, 2020	
Office Premises - Crescent Park		1,07,62,259		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		As at	
	31st March, 2021		31st March, 2020	
Security Deposit		1,48,28,560		1,06,32,760
Other Long term loans & advances		39,39,242		19,99,489
Total		1,87,67,802		1,26,32,249

LE MERITE EXPORTS LIMITED**NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2021****Note 12: CURRENT INVESTMENTS***(Amount in Rupees)*

Particulars	As at 31st March, 2021	As at 31st March, 2020
Quoted		
Investment in equity shares of listed company	50,28,243	60,46,187
Investment in mutual funds	12,51,051	9,51,051
Unquoted		
Tirupati Urban Co Operative Bank Shares	5,000	-
Total	62,84,294	69,97,238

Note 13: INVENTORIES*(Amount in Rupees)*

Particulars	As at 31st March, 2021	As at 31st March, 2020
Stock in Trade	10,13,39,574	2,78,71,057
Total	10,13,39,574	2,78,71,057

13.1 Stock in Trade is Valued and Certified by the Management

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

Particulars	As at 31st March, 2021	As at 31st March, 2020
For the period exceeding six months	70,99,980	1,73,03,371
Other Debts (Refer to note no 14.1)	57,79,12,133	35,84,74,779
Total	58,50,12,113	37,57,78,150

14.1 Other Debts consists of the following details:

Particulars	As at 31st March, 2021	As at 31st March, 2020
Bills Receivable	32,35,96,202	19,09,56,252
Cotton Debtors	-	23,580
Export Debtors	23,51,10,314	13,89,75,221
Fabric Debtors	58,36,526	1,07,00,470
Yarn Debtors	1,33,69,091	1,78,19,256
Total	57,79,12,133	35,84,74,779

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

Particulars	As at 31st March, 2021	As at 31st March, 2020
Balances with Banks	92,74,017	80,06,618
Cash in hand	1,43,734	2,04,281
Balance with fixed deposits	7,01,40,207	4,60,10,409
Total	7,95,57,959	5,42,21,308

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

Particulars	As at 31st March, 2021	As at 31st March, 2020
Balance with tax authorities		
Export Incentives Receivable	1,18,31,603	78,62,224
Income Tax	-	17,09,162
VAT Refund Receivable	3,27,732	3,27,732
GST Electronic Credit Ledger	44,37,581	10,53,402
GST Export Refund	3,39,10,586	1,72,74,537
Advances with Suppliers		
Yarn	3,87,85,256	2,47,46,697
Fabric	1,08,09,325	14,44,383
Total	10,01,02,082	5,44,18,136

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

Particulars	As at 31st March, 2021	As at 31st March, 2020
Advance to Staff	17,04,568	20,33,628
Advance to Staff for Expenses	56,246	1,97,576
Advance to Investment Brokers	1,87,642	-
Accrued Interest on Fixed Deposits	11,37,940	3,81,737
Interest Receivable (Excess Charges)	-	30,48,709
Share Margin	-	11,47,165
Total	30,86,396	68,08,815

Note 18: REVENUE FROM OPERATIONS

(Amount in Rupees)

Particulars	As at 31st March, 2021		As at 31st March, 2020	
	Sale of Products (Refer to Note No.18.1)		2,62,01,00,125	
Other operating revenue (Refer to Note no.18.1)		6,38,36,773		6,89,92,896
Total		2,68,39,36,898		2,16,66,71,885

18.1 Particulars of Revenue from Operations

Particulars	As at 31st March, 2021		As at 31st March, 2020	
	Sale of Products			
Trading Operations:				
Yarn				
Export	1,33,72,63,524		1,66,93,82,186	
Local	12,60,69,289	1,46,33,32,813	22,59,94,893	1,89,53,77,079
Fabric				
Export	21,75,33,636		64,83,819	
Local	90,38,729	22,65,72,365	3,53,72,545	4,18,56,365
Cotton				
Export	-		4,30,48,028	
Local	78,55,285	78,55,285	1,73,65,766	6,04,13,794
Manufacturing Operations:				
Spinning Unit Yarn				
Export	43,85,04,873		3,30,98,520	
Local	48,38,34,789	92,23,39,662	6,46,88,197	9,77,86,717
Scrap Sales				22,45,034
Total		2,62,01,00,125		2,09,76,78,988
Other Operating Revenue				
Duty Drawback	3,80,91,062		2,96,22,093	
Foreign Commission Income	62,746		2,24,392	
Premium On Preshipment	-		82,66,458	
MEIS License Sale	18,92,318		26,61,140	
Profit/ (Loss) on changes in foreign exchange	2,37,90,647	6,38,36,773	2,82,18,813	6,89,92,896
Total		6,38,36,773		6,89,92,896

18.2 Manufacturing Operations are carried out on Long Term Lease / Arrangement

18.3 MEIS License Sale is recognised based on Sale of License, MEIS is not accrued on accrual basis as the receipt of licence is uncertain due to amendments in FTP Policy

18.4 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, 2021		31st March, 2020	
Dividend Income		29,405		48,650
Interest on Income Tax		-		66,614
Profit/ (Loss) on sale of Shares		5,10,826		2,35,064
Profit/ (Loss) on futures and derivatives		3,31,535		-
Forward Settlement		1,00,634		-
Interest Income		21,252		89,849
Interest on UCO Bank FD		31,405		45,84,779
Interest on Shinhan Bank FD		37,84,900		4,44,270
LIC Maturity Receipts		6,30,000		-
Balances Written Back		11,800		-
Rent Income - Crescent Office		-		6,58,760
Total		54,51,758		61,27,986

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

Particulars	As at		As at	
	31st March, 2021		31st March, 2020	
Yarn				
Local		1,33,20,17,493		1,75,33,80,193
Import (Refer to note no 20.1)		-		4,10,96,684
Fabric				
Local		20,78,59,036		3,22,38,140
Cotton				
Local		8,34,71,385		4,92,09,261
Spinning Unit Yarn				
Local		81,50,85,477		8,96,78,035
Total		2,43,84,33,391		1,96,56,02,313

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

LE MERITE EXPORTS LIMITED**NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2021****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, 2021		31st March, 2020	
Inventories (At Close)				
Trading Goods		10,13,39,574		2,78,71,057
Inventories (At Commencement)				
Trading Goods		2,78,71,057		3,26,04,858
Total		(7,34,68,517)		47,33,801

Note 22: EMPLOYEE BENEFITS EXPENSES

Particulars	As at		As at	
	31st March, 2021		31st March, 2020	
Directors Remuneration		1,21,80,000		1,21,80,000
Salaries & Wages		1,08,33,464		90,14,419
Bonus		2,74,750		5,11,500
Other Employee benefits		34,52,023		23,69,292
Staff welfare expenses		9,45,245		7,33,627
Gratuity		43,270		-
Total		2,77,28,752		24808837.52

Note 23: FINANCE COSTS

Particulars	As at		As at	
	31st March, 2021		31st March, 2020	
Interest Expenses		1,60,75,909		2,14,46,686
Interest - Fabric		-		1,24,267
Total		1,60,75,909		2,15,70,953

LE MERITE EXPORTS LIMITED**NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2021****Note 24: OTHER EXPENSES***(Amount in Rupees)*

Particulars	As at		As at	
	31st March, 2021		31st March, 2020	
Factory Expenses				
Job Work	1,89,03,863		27,90,627	
Labour Charges	2,10,836		3,76,890	
Packaging Expenses	6,84,763		12,52,131	
Cancellation of Contract Charges	10,40,580		60,500	
Repairs and Maintenance	8,71,541		-	
Factory Operating Expenses	3,50,000		-	
Shrinkage Expenses	-		22,590	
Sample Expenses	29,361	2,20,90,944	6,199	45,08,936
Establishment Expenses				
Auditor's Remuneration (Refer to note no.24.1)	3,00,000		2,55,000	
Communication Cost	2,14,444		3,24,977	
Electricity Charges	2,02,652		3,08,428	
Insurance Charges	5,10,857		3,87,844	
Legal & Professional Charges	18,70,484		15,29,427	
Printing & Stationery Cost	4,98,663		4,28,392	
Rent Rates & Taxes	13,91,514		9,20,231	
Repairs & Maintenance Cost	3,45,700		2,02,939	
Travelling & Conveyance Cost	8,10,707		6,43,084	
Donations	2,40,700		1,02,100	
Bank charges	4,24,488		36,71,244	
Loss on Sale of Motor Car	-		31,049	
Sundry Balances Written off	97,94,060		7,68,440	
Loss on Currency Derivatives	-		8,07,918	
Reversal of Excess Provisions	-		4,04,728	
Other Establishment Expenses	50,47,444	2,16,51,714	33,23,547	1,41,09,348
Selling & Distribution Expenses				
Discount Export	-		1,06,675	
Commission Expenses	3,69,76,829		1,79,73,016	
Tours & Travel expenses	21,37,698		31,80,679	
Business Promotion Expenses	21,30,081		15,33,661	
Exhibition Expenses	50,000		6,34,360	
Other Selling & Distribution Expenses	6,15,270		15,06,106	
Rebates and Discount on Yarn and Fabric	37,78,270		1,08,768	
Freight and Forwarding Expenses	9,78,71,260		6,58,23,202	
		14,35,59,407		9,08,66,468
Total		18,73,02,065		10,94,84,752

24.1 Particulars of Payment to Auditor

Particulars	As at		As at	
	31st March, 2021		31st March, 2020	
(a) Auditor				
Statutory Audit Fees	1,75,000		1,40,000	
Tax Audit fees	75,000	2,50,000	75,000	2,15,000
(b) Certification & Consulting Fees (Other Services)		50,000		40,000
Total		3,00,000		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, 2021 for the period then ended are presented herein below:

Particulars	For the year ended 31st March 2021	For the year ended 31st March 2020
Remuneration		
Abhishek Lath	45,60,000	45,60,000
Umashankar Lath	37,80,000	37,80,000
Ashadevi Lath	38,40,000	38,40,000
Shveta Lath	42,00,000	42,00,000
Loan Repaid		
Punit Lath	7,62,646	-
Abhishek Lath	4,46,225	9,12,931
Umashankar Lath	-	3,81,466
Ashadevi Lath	-	81,56,465
Le Merite Fashion Private Limited	74,475	-
Loan Taken		
Abhishek Lath	-	27,00,000
Umashankar Lath	42,95,210	4,00,000
Umashankar Lath HUF	-	7,00,000
Ashadevi Lath	4,62,796	-
Sale Transaction		
Le Merite Fashion Private Limited	1,25,885	4,77,066
Purchase Transaction		
Le Merite Fashion Private Limited	7,68,23,480	79,76,065

Outstanding balances

Particulars	For the year ended 31st March 2021	For the year ended 31st March 2020
Abhishek Lath	17,99,615	22,45,840
Umashankar Lath	51,09,992	8,14,781
Umashankar Lath HUF	7,00,000	7,00,000
Ashadevi Lath	29,66,335	25,03,539
Punit Lath	-	7,62,646
Shveta Lath	26,71,602	31,76,780
Le Merite Fashion Private Limited	3,47,906	4,22,381

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

Particulars	For the year ended 31st March 2021	For the year ended 31st March 2020
Commission Expenses (In INR)	2,23,12,144	1,49,68,134
Import of goods (In INR)	-	4,10,96,684

Note 30: Earnings in Foreign Currency

Particulars	For the year ended 31st March 2021	For the year ended 31st March 2020
Exports of goods (In INR)	1,99,33,02,033	1,75,20,12,554
Foreign Commission (In INR)	62,746	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.: 145647W)

KASHISH
KAILASH
RATHI

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by KASHISH
KAILASH RATHI
Date: 2021.08.02
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CA Kashish Rathi

Partner

(Membership No. 180106)

UDIN: 21180106AAAAED5689

Date: 02nd August, 2021

Place: Mumbai

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

Abhishek
Lath

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by Abhishek
Lath
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Abhishek Lath
Director
(DIN - 00331675)

ASHADEVI
LATH

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LATH
Date: 2021.08.02
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Ashadevi Lath
Director
(DIN - 02899120)