

**SATCO CAPITAL MARKETS LIMITED**  
**BALANCE SHEET AS AT MARCH 31, 2022**

(Amount in INR'00)

Particulars	Note No	MARCH 31, 2022	MARCH 31, 2021
<b>EQUITY AND LIABILITIES</b>			
<b>Shareholder's Funds</b>			
(a) Share Capital	3	8,41,515.00	8,41,515.00
(b) Reserves and Surplus	4	5,91,567.33	5,79,375.21
		<b>14,33,082.33</b>	<b>14,20,890.21</b>
<b>Non-Current Liabilities</b>			
(a) Other Long-term Liabilities	7	22,234.69	24,822.44
(b) Long-Term Provisions	8	31,747.91	33,967.34
		<b>53,982.60</b>	<b>58,789.78</b>
<b>Current Liabilities</b>			
(a) Short-Term Borrowings	5	2,96,075.39	4,46,052.70
(b) Trade Payables	6		
(A) Total Outstanding Dues of Micro Enterprises and Small Enterprises		-	-
(B) Total Outstanding Dues of Creditors other than micro enterprises and small enterprises		20,21,109.87	13,79,696.84
(c) Other Current Liabilities	7	1,43,089.11	74,588.67
(d) Short-Term Provisions	8	14,807.69	11,629.50
		<b>24,75,082.06</b>	<b>19,11,967.71</b>
<b>TOTAL</b>		<b>39,62,146.99</b>	<b>33,91,647.70</b>
<b>ASSETS</b>			
<b>Non-Current Assets</b>			
(a) Property, Plant and Equipment & Intangible Assets			
(i) Property, Plant and Equipment	9	28,825.04	34,125.38
(ii) Intangible Assets	9	10,024.19	12,340.73
(iii) Intangible Asset under development	9	560.00	560.00
(b) Deferred Tax Assets-Net	10	14,768.49	24,303.11
(c) Non Current investments	11	5,42,520.04	5,42,520.04
(d) Long-Term Loans and Advances	14	7,468.11	6,534.25
(e) Other Non-Current Assets	15	2,64,692.46	2,50,309.86
		<b>8,68,858.34</b>	<b>8,70,693.37</b>
<b>Current assets</b>			
(a) Current investments	11	2,18,535.31	64,915.25
(b) Trade Receivables	12	7,75,386.62	7,62,019.45
(c) Cash and Bank Balances	13	10,83,148.38	11,93,725.49
(d) Short-Term Loans and Advances	14	3,12,570.01	3,92,702.01
(e) Other Current Assets	15	7,03,648.33	1,07,592.13
		<b>30,93,288.65</b>	<b>25,20,954.33</b>
<b>TOTAL</b>		<b>39,62,146.99</b>	<b>33,91,647.70</b>

Significant Accounting Policies and Notes form an integral part of the Financial Statements 1 to 33

For and on behalf of the Board of Directors

As per our report of even date attached

For GMJ & Co

Chartered Accountants

Firm's Registration No 103429W

CA Haridas Bhat

Partner

Membership No.039070

UDIN : 220390T0AWZYXX63047



Rajendra Babani  
Managing Director  
DIN:- 00193318

Yash Babani  
Director  
DIN:- 09229407



Priyanka Gupta  
Company Secretary

Place : Mumbai

Date : 1<sup>st</sup> September, 2022

Place : Mumbai

Date : 1<sup>st</sup> September, 2022.

**SATCO CAPITAL MARKETS LIMITED**  
**STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED MARCH 31, 2022**

(Amount in INR'00)

Particulars	Note No	2021-22	2020-21
<b>REVENUE</b>			
Revenue from Operations	16	5,81,988.92	7,25,356.63
Other Income	17	60,359.45	1,05,736.08
<b>Total Income</b>		<b>6,42,348.37</b>	<b>8,31,092.71</b>
<b>EXPENSES</b>			
Employee Benefits Expense	18	2,42,648.99	1,84,878.57
Finance Costs	19	55,560.72	1,20,861.36
Depreciation and Amortization Expense	20	11,102.45	16,032.03
Other Expenses	21	3,12,861.43	3,98,380.13
<b>Total Expenses</b>		<b>6,22,173.58</b>	<b>7,20,152.09</b>
<b>Profit/(loss) before tax (I-II)</b>		<b>20,174.79</b>	<b>1,10,940.62</b>
<b>Tax expense:</b>			
Current Tax		-	19,700.00
Adjustment of tax relating to earlier periods		(1,551.95)	(45,119.44)
Deferred Tax		9,534.62	28,778.21
MAT Credit Entitlement		-	-
<b>Profit/(loss) for the year (VII-VIII)</b>		<b>12,192.12</b>	<b>1,07,581.85</b>
<b>Earnings per share for profit attributable to equity shareholders</b>			
Basic EPS	22	0.14	1.28
Diluted EPS		0.14	1.28

Significant Accounting Policies and Notes form an integral part of the Financial Statements

1 to 33

For and on behalf of the Board of Directors

As per our report of even date attached  
For GMJ & Co  
Chartered Accountants  
Firm's Registration No 103429W

CA Haridas Bhat  
Partner

Membership No.039070

UDIN : 22039070AWZYXXG507



Rajendra Babani  
Managing Director  
DIN:- 00193318

Yash Babani  
Director  
DIN:- 09229407

Priyanka Gupta  
Company Secretary

Place : Mumbai

Date : 1<sup>st</sup> September, 2022.

Place : Mumbai

Date : 1<sup>st</sup> September, 2022.



**SATCO CAPITAL MARKETS LIMITED**  
**STATEMENT OF CASH FLOWS FOR THE YEAR ENDED MARCH 31, 2022**

(Amount in INR'00)

Particulars	Notes	2021-22	2020-21
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>			
Profit/(Loss) before extraordinary items and tax from:			
Continuing Operations		20,174.79	1,10,940.62
Profit before extraordinary items and tax including discontinued operations		20,174.79	1,10,940.62
<b>Adjustments for:</b>			
Depreciation and amortisation expense		11,102.45	16,032.03
Finance costs		41,006.49	1,20,861.36
Dividend from investment		(1,806.78)	(475.42)
Interest income		(46,272.60)	(91,301.41)
Provision for Gratuity		16,358.65	6,648.38
Loss on sale of Investments		50,376.03	(33,772.42)
Profit on sale of Property, Plant & Equipment		-	(5.10)
<b>Operating profit / (loss) before working capital changes</b>		<b>90,939.03</b>	<b>1,28,928.05</b>
<b>Changes in working capital:</b>			
<b>Adjustments for (Increase) / Decrease in Operating Assets:</b>			
Trade receivables		(13,367.17)	1,60,095.30
Short-term loans and advances		80,132.00	(3,561.62)
Long-term loans and advances		618.09	2,75,589.24
Other current assets		(5,96,056.20)	13,569.45
Other non-current assets		(14,382.60)	33,153.34
<b>Adjustments For Increase / (Decrease) in Operating Liabilities:</b>			
Trade payables		6,41,413.03	(2,22,160.37)
Other current liabilities		68,500.44	(1,17,763.08)
Other long-term liabilities		(2,587.75)	(24,226.45)
Long-term provisions		(2,219.43)	(4,180.87)
Short-term provisions		(13,180.46)	(4,639.69)
<b>Cash Generated From Operations</b>		<b>2,39,808.98</b>	<b>2,34,803.30</b>
Less: Income Taxes Paid/(Refund)		-	(15,814.04)
<b>Net Cash Inflow From Operating Activities</b>		<b>2,39,808.98</b>	<b>2,18,989.26</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>			
Proceeds from property, plant and equipment		(3,485.57)	(3,089.66)
Proceeds from investments		(2,03,996.09)	(4,50,024.33)
Dividends received		1,806.78	475.42
Interest received		46,272.60	91,301.41
<b>Net Cash Outflow From Investing Activities</b>		<b>(1,59,402.28)</b>	<b>(3,61,337.17)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES:</b>			
Repayment of borrowings		(1,49,977.31)	(17,94,209.43)
Interest paid		(41,006.49)	(1,20,861.36)
<b>Net Cash Inflow (Outflow) From Financing Activities</b>		<b>(1,90,983.80)</b>	<b>(19,15,070.79)</b>
Cash and Cash Equivalents at the beginning of the financial year		11,93,725.49	32,51,144.21
Net increase (decrease) in cash and cash equivalents		(1,10,577.10)	(20,57,418.79)
<b>Cash and Cash Equivalents at end of the year</b>		<b>10,83,148.38</b>	<b>11,93,725.49</b>
<b>Reconciliation of cash and cash equivalents as per the cash flow statement:</b>			
Cash and cash equivalents as per above comprise of the following:			
Cash and cash Equivalents		10,83,148.38	11,93,725.49
<b>Balances per statement of Cash Flows</b>		<b>10,83,148.38</b>	<b>11,93,725.49</b>

Significant Accounting Policies and Notes form an integral part of the Financial Statements

1 to 33

For and on behalf of the Board of Directors

As per our report of even date attached  
For GMJ & Co  
Chartered Accountants  
Firm's Registration No 103429W

CA Haridas Bhat  
Partner  
Membership No.039070  
UDIN: 22039070AWZ1XG307



Place : Mumbai

Date : 1<sup>st</sup> September, 2022

Rajendra Babani  
Director  
DIN:- 00193318

Yash Babani  
Director  
DIN:- 09229407



Priyanka Gupta  
Company Secretary

Place : Mumbai

Date : 1<sup>st</sup> September, 2022.

**SATCO CAPITAL MARKETS LIMITED****NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2022**

Note	Particulars
<b>1 Corporate information</b>	<p><b>SATCO CAPITAL MARKETS LIMITED</b> carries on the business as stock and share brokers on the National Stock Exchange of India Limited and Bombay Stock Exchange Limited; It is Depository participant with CDSL and also provides other related ancillary services. On October 26, 1994 <b>SATCO CAPITAL MARKETS LIMITED</b> received a certificate of registration from the Securities and Exchange Board of India under sub-section 1 of section 12 of the Securities and Exchange Board of India Act, 1992 to carry on the business as a stock broker. Accordingly, all provisions of the Securities and Exchange Board of India Act, 1992, and rules and regulations relating thereto are applicable to <b>SATCO CAPITAL MARKETS LIMITED</b>.</p>
<b>2 Significant accounting policies</b>	
<b>2.1 Basis of accounting and preparation of financial statements</b>	<p>(a) The financial statements have been prepared under historical cost conventions in according with the generally accepted accounting principles and in compliance with the Accounting Standards notified under Section 133 of the Companies Act, 2013 as the Companies (Accounting Standards) Rules, 2006, and in accordance with the other relevant provisions of the Companies Act, 2013.</p> <p>(b) All assets and Liabilities have been classified as current or non-current as per the companies normal operating cycle and other criteria set out in the Schedule III to the Companies Act, 2013. The financial statements for the year ended March 31, 2021 are prepared as per Schedule III to the Companies Act 2013.</p>
<b>2.2 Use of estimates</b>	<p>The preparation of the financial statements in conformity with Indian GAAP and requires the Management to make estimates and assumptions considered in the reported amounts of assets and liabilities (including contingent liabilities) and the reported income and expenses during the year. The Management believes that the estimates used in preparation of the financial statements are prudent and reasonable. Future results could differ due to these estimates and the differences between the actual results and the estimates are recognised in the periods in which the results are known / materialise.</p>
<b>2.3 Inventories</b>	<p>Stock-in-trade comprising of securities held for the purposes of trading is valued at lower of cost and market value.</p>
<b>2.4 Depreciation and amortisation</b>	<p>Depreciation on Fixed Assets is provided on written down value method at the rates prescribed under Schedule II of the Companies Act, 2013 and pro-rata in respect of acquisitions or disposed during the year. Software Development Charges/Software Purchases are written off over a period of 10 years.</p>
<b>2.5 Revenue recognition</b>	<ul style="list-style-type: none"><li>• Revenue from brokerage activities is accounted for on the trade date of transaction.</li><li>• Revenue from delayed payment charges from customers is recognised on a monthly basis up to the last day of accounting period.</li><li>• Depository income is accounted on accrual basis as and when the right to receive the income is established.</li><li>• Revenue from interest from fixed deposits is recognised on accrual basis.</li><li>• Commission on mutual fund is recognized on accrual basis.</li></ul>





**SATCO CAPITAL MARKETS LIMITED****NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2022**

- 2.6** Income from arbitrage and trading in securities and derivatives comprises profit/loss on sale of securities held as stock in-trade and profit/loss on equity derivative instruments and Other income recognition
- Profit/loss on equity derivative transactions is accounted for as explained below :-**
- a. Initial and additional margin paid over and above initial margin, for entering into contracts for Equity Index/Stock Futures and or equity Index/stock options which are released on final settlement/squaring-up of underlying contracts are disclosed under Current Assets, Loans and advances. "Mark-to-market margin-Equity Index/ Stock Futures" representing the amounts paid in respect of mark to market margin is disclosed under Loans and Advances and amount received is shown under current liabilities.
- b. "Equity Index/Stock Option Premium Account" represents premium paid or received for buying or selling the options, respectively.
- c. On final settlement or squaring up of contracts for equity index/ stock futures, the realized Profit or loss after adjusting the unrealized loss already accounted, if any, is recognized in the Statement of Profit and Loss. On settlement or squaring up of equity index/ stock options before expiry, the premium prevailing in "Equity Index/ Stock Option Premium Account" on that date is recognized in the Statement of Profit and Loss. When more than one contract in respect of the relevant series of equity index/ stock futures or equity index/ stock options contract to which the squared-up contract pertains is outstanding at the time of the squaring-up of the contract, the contract price of the contract so squared-up is determined using the weighted average cost method for calculating the Profit/loss on squaring-up.
- As at the balance sheet date, the mark to market on all hedged transactions comprising of Securities and Equity Derivatives positions is determined on a Portfolio basis with net unrealized losses being recognized in the Statement of Profit and Loss. Unrealized gains (on portfolio basis) are not recognized in the Statement of Profit and Loss on grounds of prudence as enunciated in Accounting Standard - 1, Disclosure of Accounting Policies.
- In respect of other transactions, the unrealized losses on equity derivatives determined on scrip-basis are recognized in Statement of Profit and Loss and unrealized gains are ignored; and in case of securities (shares, etc) the net unrealized losses are recognized in Statement of Profit and Loss and net unrealized gains are ignore.
- Other income is accounted on accrual basis. Dividend income is accounted for when the right to receive it is established.
- 2.7 Fixed assets**
- Fixed assets are stated at cost, net of tax / duty credits availed, if any, less accumulated depreciation / impairment losses, if any.
- 2.8 Investments**
- Investments are classified into long-term investments and current investments. Investments that are intended to be held for one year or more are classified as long-term investments and investments that are intended to be held for less than one year are classified as current investments.
- Long term investments are valued at cost of acquisition less permanent diminution in value.
- 2.9 Employee benefits**
- Employee benefits include provident fund, gratuity fund, compensated absences and post-employment benefits.
- Defined contribution plans
- The Company's contribution to provident fund are considered as defined contribution plans and are charged as an expense as they fall due based on the amount of contribution required to be made.



**SATCO CAPITAL MARKETS LIMITED****NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2022**

	<p>Defined benefit plans The Company has unfunded defined benefit plans namely long term compensated absences and gratuity for all the employees, the liability for which is determined on the basis of an actuarial valuation at the end of the year using the Projected Unit Credit Method. Actuarial gains and losses comprise experience adjustments and the effects of change in actuarial assumptions and are recognised in Profit and Loss account as income or expenses.</p>
<b>2.10</b>	<p><b>Leases</b></p> <p>The company had taken the Office premiseses on lease for the periods of less than 3 years. The lease arrangement is operating lease. Lease payments are recognized as an expense in the statement of Profit and Loss Account in compliance with the AS 19 "Leases" issued by The Institute of Chartered Accountants of India.</p> <p>There is no provision for contingent rent in the above arrangement. Also the above property is not subleased to anyone.</p>
<b>2.11</b>	<p><b>Earnings per share</b></p> <p>Basic earnings per share is computed by dividing the profit / (loss) after tax (including the post tax effect of extraordinary items, if any) by the weighted average number of equity shares outstanding during the year. Diluted earnings per share is computed by dividing the profit / (loss) after tax (including the post tax effect of extraordinary items, if any) as adjusted for dividend, interest and other charges to expense or income relating to the dilutive potential equity shares, by the weighted average number of equity shares considered for deriving basic earnings per share and the weighted average number of equity shares which could have been issued on the conversion of all dilutive potential equity shares.</p>
<b>2.12</b>	<p><b>Taxes on income</b></p> <p>Income-tax expense comprises current tax (i.e. amount of tax for the period determined in accordance with the income-tax law), deferred tax charge or credit (reflecting the tax effect of timing differences between accounting income and taxable income for the period).</p> <p>Current tax is the amount of tax payable on the taxable income for the year as determined in accordance with the provisions of the Income Tax Act, 1961.</p> <p>Deferred tax is recognised on timing differences, being the differences between the taxable income and the accounting income that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax is measured using the tax rates and the tax laws enacted or substantially enacted as at the reporting date. Deferred tax liabilities are recognised for all timing differences. Deferred tax assets in respect of unabsorbed depreciation and carry forward of losses are recognised only if there is virtual certainty that there will be sufficient future taxable income available to realise such assets. Deferred tax assets are recognised for timing differences of other items only to the extent that reasonable certainty exists that sufficient future taxable income will be available against which these can be realised. Deferred tax assets and liabilities are offset if such items relate to taxes on income levied by the same governing tax laws and the Company has a legally enforceable right for such set off. Deferred tax assets are reviewed at each Balance Sheet date for their realisability.</p> <p>Minimum Alternate Tax (MAT) paid in accordance with the tax laws, which gives future economic benefits in the form of adjustment to future income tax liability, is considered as an asset if there is convincing evidence that the Company will pay normal income tax. Accordingly, MAT is recognised as an asset in the Balance Sheet when it is probable that future economic benefit associated with it will flow to the Company.</p>
<b>2.13</b>	<p><b>Provisions, Contingent Liabilities and Contingent Assets</b></p> <p>Provisions are recognised only when there is a present obligation as a result of past events and when a reliable estimate of the amount of obligation can be made.</p> <p>Contingent liability is disclosed for</p> <p>(1) Possible obligations which will be confirmed only by future events not wholly within the control of the Company or</p> <p>(2) Present obligations arising from past events where it is not probable that an outflow of resources will be required to settle the obligation or a reliable estimate of the amount of the obligation cannot be made.</p> <p>Contingent Assets are not recognised in the financial statements since this may result in the recognition of</p>





**SATCO CAPITAL MARKETS LIMITED**
**NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2022**
**3. SHARE CAPITAL**
**i. Authorised Share Capital**

(Amount in INR'00)

Particulars	Equity Share	
	Number	Amount
Equity shares of Rs. 10 each with voting rights		
At March 31, 2020	1,00,00,000	10,00,000.00
Increase/(decrease) during the year	-	-
At March 31, 2021	1,00,00,000	10,00,000.00
Increase/(decrease) during the year	-	-
At March 31, 2022	1,00,00,000	10,00,000.00
1% Non Convertible Non Cumulative Preference shares of Rs. 10 each with voting rights		
At March 31, 2020	40,00,000	4,00,000.00
Increase/(decrease) during the year	-	-
At March 31, 2021	40,00,000	4,00,000.00
Increase/(decrease) during the year	-	-
At March 31, 2022	40,00,000	4,00,000.00

**ii. Issued Capital**

(Amount in INR'00)

Particulars	Equity Share	
	Number	Amount
Equity shares of Rs. 10 each with voting rights		
At March 31, 2020	84,15,150	8,41,515.00
Issued during the period	-	-
Shares bought back	-	-
Other Movement etc	-	-
At March 31, 2021	84,15,150	8,41,515.00
Issued during the period	-	-
Shares bought back	-	-
Other Movement etc	-	-
At March 31, 2022	84,15,150	8,41,515.00

**ii. Subscribed and fully paid**

(Amount in INR'00)

Particulars	Equity Share	
	Number	Amount
Shares of Rs. 10 each issued, subscribed and fully paid		
At March 31, 2020	84,15,150	8,41,515
Issued during the period	-	-
Shares bought back	-	-
Other Movement etc	-	-
At March 31, 2021	84,15,150	8,41,515
Issued during the period	-	-
Shares bought back	-	-
Other Movement etc	-	-
At March 31, 2022	84,15,150	8,41,515

Note :-

**Terms/Rights attached to Equity Shares**

The Company has only one class of equity shares having a par value of Rs.10/- each. Each holder of equity shares is entitled to one vote per share. The Company declares and pays dividend, if any, in Indian Rupees.

In the event of liquidation of the Company, the holders of equity shares will be entitled to received remaining assets of the Company after distribution of preferential amounts. The distribution will be in proportion to the numbers of equity shares held by shareholders.

**iii. Details of shareholders holding more than 5% shares in the company :**

Name of the shareholder	As at March 31, 2022		As at March 31, 2021	
	Number of shares	% holding	Number of shares	% holding
Equity Shares with Voting Rights				
Equity shares of INR 10 each fully paid				
Rajendra M. Babani	43,51,527	51.71%	43,51,527	51.71%
Mangal Credit Fincorp Pvt Ltd	15,98,878	19.00%	15,98,878	19.00%

**iv. Details of shares held by Promoters at the end of year :**

Promotor's Name	No. of Shares	% of total shares	% Change
Rajendra M. Babani	43,51,527	51.71%	-
<b>Total</b>	<b>43,51,527</b>	<b>51.71%</b>	<b>-</b>



**SATCO CAPITAL MARKETS LIMITED****NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2022****4. RESERVES AND SURPLUS****i. Reserves and Surplus**

(Amount in INR'00)

Particulars	2021-22	2020-21
Capital Redemption Reserve	4,00,000.00	4,00,000.00
Surplus / (Deficit) in Statement of Profit and Loss	1,91,567.33	1,79,375.21
	<b>5,91,567.33</b>	<b>5,79,375.21</b>

**(a) Capital Redemption Reserve**

(Amount in INR'00)

Particulars	2021-22	2020-21
Opening balance	4,00,000.00	4,00,000.00
Add: Additions during the year	-	-
Less: Utilised / transferred during the year	-	-
Closing Balance	<b>4,00,000.00</b>	<b>4,00,000.00</b>

**(b) Surplus / (Deficit) in Statement of Profit and Loss**

(Amount in INR'00)

Particulars	2021-22	2020-21
Opening balance	1,79,375.21	71,793.36
Net Profit/(Loss) for the period	12,192.12	1,07,581.85
Closing Balance	<b>1,91,567.33</b>	<b>1,79,375.21</b>

**5. BORROWINGS**

(Amount in INR'00)

Particulars	2021-22	2020-21
<b>Short term Borrowing</b>		
<b>Unsecured</b>		
Loans From NBFC	30,391.33	1,46,455.00
(Loan given by the NBFC, in ordinary course of business)		
Loans and Advances from Related Parties	35,419.40	17,044.54
Loans and Advances from Company	2,00,000.00	2,34,250.00
Loans and Advances from Directors	30,264.66	48,303.16
<b>Total</b>	<b>2,96,075.39</b>	<b>4,46,052.70</b>





**SATCO CAPITAL MARKETS LIMITED****NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2022****6. TRADE PAYABLES**

(Amount in INR'00)

Particulars	2021-22	2020-21
<b>Current</b>		
Trade Payables to Others	20,21,109.87	13,79,696.84
<b>Total</b>	<b>20,21,109.87</b>	<b>13,79,696.84</b>

**Trade Payables Ageing Schedule :**

Particulars	Outstanding for following periods from due date of payment				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
(i) MSME					-
(ii) Others (2021-22)	19,79,113.21	37,957.04	2,052.39	1,987.22	20,21,109.87
(ii) Others (2020-21)	13,64,591.27	4,755.77	4,039.70	6,310.09	13,79,696.84
(iii) Disputed dues - MSME					-
(iv) Disputed dues - Others					-

**7. OTHER LIABILITIES**

(Amount in INR'00)

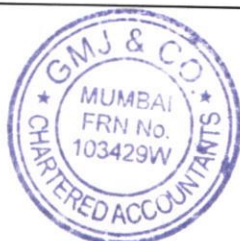
Particulars	2021-22	2020-21
<b>Long Term Liabilities</b>		
Security Deposit from	22,234.69	24,822.44
<b>Total</b>	<b>22,235</b>	<b>24,822</b>
<b>Other Current liabilities</b>		
Statutory Dues	9,329.49	21,811.48
Interest accrued and due on borrowings	-	10,146.47
Equity Index / Stock Option / Currency Option Premium Account	1,33,759.63	17,830.73
Others (Payable against Purchase of Investment)	-	24,800.00
<b>Total</b>	<b>1,43,089.11</b>	<b>74,588.67</b>

\* Includes GST, Tax deducted at source and professional tax payable

**8. PROVISIONS**

(Amount in INR'00)

Particulars	2021-22	2020-21
<b>Long Term Provisions</b>		
(a) Provision for employee benefits		
Gratuity	31,747.91	33,967.34
<b>Total</b>	<b>31,747.91</b>	<b>33,967.34</b>
<b>Short Term Provisions</b>		
(a) Provision for Audit Fees	2,000.00	2,000.00
(b) Provision for employee benefits:		
Provision for Gratuity	433.94	434.51
Provision for Bonus	12,373.75	5,309.03
(c) Provision for Taxation	-	3,885.96
<b>Total</b>	<b>14,807.69</b>	<b>11,629.50</b>



**SATCO CAPITAL MARKETS LIMITED**  
**NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2022**

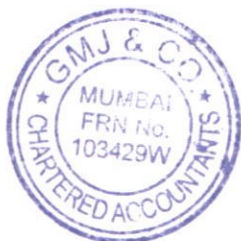
**9. PROPERTY, PLANT AND EQUIPMENT**

(Amount in INR'00)

Particulars	Tangible Assets				Intangible Assets	Intangible Asset under development
	Computer & Printer	Office Equipment	Furniture and Fixtures	Total	Computer Software	
<b>GROSS CARRYING VALUE</b>						
As at March 31, 2020	51,045.49	55,661.43	61,120.95	1,67,827.87	53,442.89	
Additions	2,629.66	-	-	2,629.66	-	560.00
Disposals	-	490.00	-	490.00	-	-
Acquisition through business combinations	-	-	-	-	-	-
Other Adjustments	-	-	-	-	-	-
As at March 31, 2021	53,675.15	55,171.43	61,120.95	1,69,967.53	53,442.89	560.00
Additions	1,128.35	2,145.76	114.00	3,388.11	97.46	-
Disposals	-	-	-	-	-	-
Acquisition through business combinations	-	-	-	-	-	-
Other Adjustments	-	-	-	-	-	-
As at March 31, 2022	54,803.50	57,317.19	61,234.95	1,73,355.64	53,540.35	560.00
<b>ACCUMULATED DEPRECIATION/IMPAIRMENT</b>						
As at March 31, 2020	44,809.12	41,546.56	36,660.54	1,23,016.22	38,291.16	-
Depreciation for the year	4,301.36	2,627.32	6,292.35	13,221.03	2,811.00	-
Disposals	-	395.10	-	395.10	-	-
Acquisition through business combinations	-	-	-	-	-	-
Deductions/Adjustments during the period	-	-	-	-	-	-
As at March 31, 2021	49,110.48	43,778.78	42,952.89	1,35,842.15	41,102.16	-
Depreciation for the year	1,841.29	2,370.94	4,476.22	8,688.45	2,414.00	-
Disposals	-	-	-	-	-	-
Acquisition through business combinations	-	-	-	-	-	-
Deductions/Adjustments during the period	-	-	-	-	-	-
As at March 31, 2022	50,951.77	46,149.72	47,429.11	1,44,530.60	43,516.16	-
Net Carrying value as at March 31, 2022	3,851.73	11,167.47	13,805.84	28,825.04	10,024.19	560.00
Net Carrying value as at March 31, 2021	4,564.67	11,392.65	18,168.06	34,125.38	12,340.73	560.00

**Intangible Asset under development Ageing:**

Intangible Asset under development	Amount of Intangible Asset under development for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
i) Projects in Progress (2021-22)	-	560.00	-	-	560.00
ii) Projects in Progress (2020-21)	560.00	-	-	-	560.00
iii) Projects temporarily suspended	-	-	-	-	-





**SATCO CAPITAL MARKETS LIMITED**
**NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2022**
**10. DEFERRED TAX**

(Amount in INR'00)		
	2021-22	2020-21
<b>Deferred Tax Asset / (Liabilities)</b>		
<b><u>Tax effect of items constituting deferred tax assets</u></b>		
Timing difference due to other dues u/s 43B	1,517.63	-
Difference between Book and Tax Depreciation	13,250.86	24,303.11
<b>Net Deferred Tax Assets / (Liabilities)</b>	<b>14,768.49</b>	<b>24,303.11</b>

**11. INVESTMENTS**

(Amount in INR'00)		
Particulars	2021-22	2020-21
<b>TRADE INVESTMENT/OTHER INVESTMENT :</b>		
<b>Non Current</b>		
<b>(a) Investments in Unquoted shares</b>		
93 Finmen Advisors Pvt Ltd (Previous year : 93 units)	2,69,700.00	2,69,700.00
<b>(b) Investments in Quoted shares</b>		
8,70,000 units of Vakrangee Softwares Limited (Previous year : 8,70,000 units)	2,72,820.04	2,72,820.04
<b>Total</b>	<b>5,42,520.04</b>	<b>5,42,520.04</b>
Aggregate amount of quoted investments	5,42,520.04	5,42,520.04
Market Value of quoted investments	3,02,325.00	5,23,991.13
<b>Current</b>		
<b>(a) Investments in Quoted shares</b>		
3,830 units of Jyoti Structures Ltd (Previous year : 3,830 units)	310.61	310.61
350 units of Venmax Drugs & Pharmaceuticals Ltd (Previous year : 500 units)	10.33	10.33
40,000 units of A F ENTERPRISES LTD (Previous year : Nil units)	33,931.72	-
6,000 units of INDUSIND BANK LTD (Previous year : Nil units)	61,445.50	-
3,000 units of PRIVI SPECIALITY CHE LTD (Previous year : Nil units)	55,604.39	-
1,000 units of ROUTE MOBILE LIMITED (Previous year : Nil units)	18,615.29	-
14,000 units of STEEL EXCHANGE INDIA LTD (Previous year : Nil units)	33,997.36	-
1,000 units of TANLA PLATFORMS LIMITED (Previous year : Nil units)	14,620.11	-
Nil units of Vakrangee Softwares Ltd (Previous year : 1,00,000 units)	-	64,583.60
Nil units of Hemisphere Properties India Ltd (Previous year : 5,000 units)	-	10.72
<b>Total</b>	<b>2,18,535.31</b>	<b>64,915.25</b>
Aggregate amount of quoted investments	2,18,535.31	64,915.25
Market Value of quoted investments	1,92,005.67	69,514.42



**SATCO CAPITAL MARKETS LIMITED**
**NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2022**
**12. TRADE RECEIVABLES**

(Amount in INR'00)

Particulars	2021-22	2020-21
Current		
Unsecured considered good		
Trade Receivables from Customers	7,75,386.62	7,62,019.45
	<b>7,75,386.62</b>	<b>7,62,019.45</b>

**Trade Receivables Ageing Schedule :**

Particulars	Outstanding for following periods from due date of payment				Total
	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	
(i) Undisputed Trade receivables - considered good (2021-22)	4,74,483.64	48,299.49	2,51,194.73	1,408.76	<b>7,75,386.62</b>
(i) Undisputed Trade receivables - considered good (2020-21)	6,69,609.76	34,429.56	56,576.19	1,403.94	<b>7,62,019.45</b>
(ii) Undisputed Trade receivables - considered doubtful					-
(iii) Disputed Trade receivables - considered good					-
(iv) Disputed Trade receivables - considered doubtful					-

**13. CASH AND BANK BALANCE**

(Amount in INR'00)

Particulars	2021-22	2020-21
Cash and cash equivalents		
Balances with banks:		
- On Current Accounts	3,45,671.09	4,09,654.91
Cash on hand	268.78	70.58
FD With Bank Against Guarantees	6,78,817.95	6,75,000.00
FD Pledged With Exchange	58,390.56	1,09,000.00
	<b>10,83,148.38</b>	<b>11,93,725.49</b>





**SATCO CAPITAL MARKETS LIMITED**
**NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2022**
**14. LOANS AND ADVANCES**

(Amount in INR'00)

Particulars	2021-22	2020-21
<b>Long Term Loans and Advances (Unsecured considered good)</b>		
Other loans and advances		
Balances with Statutory, Government Authorities	7,468.11	6,534.25
<b>Total</b>	<b>7,468.11</b>	<b>6,534.25</b>
<b>The above are classified as following :</b>		
Secured considered good	-	-
Unsecured considered good	7,468.11	6,534.25
Doubtful	-	-
<b>Short Term Loans and Advances (Unsecured considered good)</b>		
Loans and Advances to Employees	4,224.00	7,198.40
Receivable from Stock Exchange/CM & others	9,174.95	7,482.52
Others - Prepaid Expenses	34,931.42	17,120.24
Other Receivables	2,64,239.64	3,60,900.84
<b>Total</b>	<b>3,12,570.01</b>	<b>3,92,702.01</b>
<b>The above are classified as following :</b>		
Secured considered good	-	-
Unsecured considered good	3,12,570.01	3,92,702.01
Doubtful	-	-

**15. OTHER ASSETS**

(Amount in INR'00)

Particulars	2021-22	2020-21
<b>Non current (Unsecured considered good)</b>		
Deposits		
-Deposits with Stock exchange & Clearing Members	1,74,768.40	1,62,635.80
-Rent Deposit	17,150.00	14,750.00
-Arbitration Deposit (Refer Note No.24 c*)	70,000.00	70,000.00
-Other Deposit	2,774.06	2,924.06
<b>Total</b>	<b>2,64,692.46</b>	<b>2,50,309.86</b>
<b>The above are classified as following :</b>		
Secured considered good	-	-
Unsecured considered good	2,64,692.46	2,50,309.86
Doubtful	-	-
<b>Current (Unsecured considered good)</b>		
-Deposits with Stock exchange & Clearing Members	7,02,708.18	1,02,863.04
Interest accrued on Deposits	602.38	4,729.09
INSURANCE INCOME RECEIVABLE	337.77	-
	<b>7,03,648.33</b>	<b>1,07,592.13</b>
<b>The above are classified as following :</b>		
Secured considered good	-	-
Unsecured considered good	7,03,648.33	1,07,592.13
Doubtful	-	-



**SATCO CAPITAL MARKETS LIMITED**
**NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2022**
**16. REVENUE FROM OPERATIONS**

(Amount in INR'00)		
Particulars	2021-22	2020-21
Brokerage and Commission Income	7,15,829.65	6,05,288.93
<b>Other Operating Revenue</b>		
Income from Depository Services	25,380.72	18,018.73
Delayed Payment and other Charges	31,738.74	17,542.02
Income From PMS Services	1,64,136.35	99,338.61
Commission on Life & Non Life Insurance	19,087.41	36,061.14
Commission on Mutual Fund, FD & NCD's	8,301.72	8,090.21
Income From Commission on FD	-	280.50
Profit / (Loss) on derivatives and Bond Trading	(1,45,694.28)	2,57,107.96
Profit on Sale of Investment	95,318.25	33,772.42
	<b>9,14,098.56</b>	<b>10,75,500.51</b>
Less:		
Commission and Brokerage Expenses	3,32,109.64	3,50,143.88
	<b>5,81,988.92</b>	<b>7,25,356.63</b>

**17. OTHER INCOME**

(Amount in INR'00)		
Particulars	2021-22	2020-21
<b>Interest income</b>		
- From Deposits	46,272.60	91,301.41
-From Income Tax Refund	803.10	388.90
<b>Dividend income</b>	1,806.78	475.42
<b>Other Non Operating Income</b>		
Sundry balance Written back	2,686.09	-
Miscellaneous Income	8,790.88	13,570.35
	<b>60,359.45</b>	<b>1,05,736.08</b>

**18. EMPLOYEE BENEFITS EXPENSE**

(Amount in INR'00)		
Particulars	2021-22	2020-21
Salaries and wages	1,90,441.19	1,41,032.11
Contribution to Provident and Other Funds	5,324.79	6,011.02
Gratuity	16,358.65	6,648.38
Staff Welfare Expenses	1,424.36	3,637.06
Directors Remuneration	29,100.00	27,550.00
	<b>2,42,648.99</b>	<b>1,84,878.57</b>

**19. FINANCE COST**

(Amount in INR'00)		
Particulars	2021-22	2020-21
<b>Interest Expense</b>		
- On Bank	-	68,934.52
- On Others	41,006.49	46,692.15
Bank Guarantee Fees	12,978.83	4,622.72
Interest on Income Tax	429.78	-
Interest on Statutory Dues	1,145.52	611.97
	<b>55,560.72</b>	<b>1,20,861.36</b>

**20. DEPRECIATION AND AMORTISATION EXPENSE**

(Amount in INR'00)		
Particulars	2021-22	2020-21
Depreciation on Tangible Assets	8,688.45	13,221.03
Depreciation on Intangible Assets	2,414.00	2,811.00
	<b>11,102.45</b>	<b>16,032.03</b>





**SATCO CAPITAL MARKETS LIMITED**
**NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2022**
**20. EARNINGS PER SHARE**

(Amount in INR'00)		
Particulars	2021-22	2020-21
<b>(a) Basic earnings per share</b>		
From continuing operations attributable to the equity holders of the company	0.14	1.28
From discontinuing operations attributable to the equity holders of the company	-	-
<b>Total basic earnings per share attributable to the equity holders of the company</b>	<b>0.14</b>	<b>1.28</b>
<b>(b) Diluted earnings per share</b>		
From continuing operations attributable to the equity holders of the company	0.14	1.28
From discontinuing operations attributable to the equity holders of the company	-	-
<b>Total Diluted earnings per share attributable to the equity holders of the company</b>	<b>0.14</b>	<b>1.28</b>
<b>(c) Reconciliations of earnings used in calculating earnings per share</b>		
<i>Basic earnings per share</i>		
Profit attributable to the equity holders of the company used in calculating basic earnings per share		
From continuing operations	12,192.12	1,07,581.85
From discontinuing operations	-	-
	<b>12,192.12</b>	<b>1,07,581.85</b>
<i>Diluted earnings per share</i>		
Profit from continuing operations attributable to the equity holders of the company		
Used in calculating basic earnings per share	12,192.12	1,07,581.85
Add: Interest savings on convertible bonds	-	-
Add: Interest savings on convertible preference shares	-	-
Add: Interest savings on other instruments	-	-
<b>Profit attributable to the equity holders of the company used in calculating Diluted earnings per share</b>	<b>12,192.12</b>	<b>1,07,581.85</b>
<b>(d) Weighted average number of shares used as the denominator</b>		
Weighted average number of equity shares used as the denominator in calculating basic earnings per share	84,15,150	84,15,150
<b>Weighted average number of equity shares used as the denominator in calculating Diluted earnings per share</b>	<b>84,15,150</b>	<b>84,15,150</b>

The weighted average number of shares takes into account the weighted average effect of changes in treasury share transactions during the year. There have been no other transactions involving Equity shares or potential Equity shares between the reporting date and the date of authorisation of these financial statements.



**SATCO CAPITAL MARKETS LIMITED****NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2022****21. OTHER EXPENSES**

(Amount in INR'00)

Particulars	2021-22	2020-21
Exchange Expenses	48,184.06	50,148.49
Rent including lease rentals	38,273.76	39,087.93
Electricity Expenses	7,147.28	7,646.82
Repairs and maintenance - Computer	57,239.40	58,057.53
Repairs and maintenance - Others	4,498.19	4,282.64
Motor Car Expenses	4,350.00	4,860.72
Business Promotion Expenses	703.10	392.20
Communication Expenses	14,826.10	12,987.04
Travelling and conveyance	7,207.92	9,258.83
Legal and professional	114,995.57	140,988.34
Printing and stationery	2,587.73	2,428.60
Postage & Telegrams	907.46	587.41
Membership & Subscription Charges	4,090.15	3,604.72
Payments to auditors	2,000.00	1,000.00
Balance written off	-	58,964.57
Insurance	1,314.09	384.12
Rates and Taxes	150.00	78.00
Miscellaneous expenses	4,386.62	3,622.16
<b>Total</b>	<b>312,861.43</b>	<b>398,380.13</b>

**(a) Details of Payments to Auditors:**

(Amount in INR'00)

Particulars	2021-22	2020-21
<b>As auditor</b>		
Audit Fee	200.00	10.00
	<b>200.00</b>	<b>10.00</b>





**SATCO CAPITAL MARKETS LIMITED**
**NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2022**

(Amount in INR'00)

**23. RELATED PARTY TRANSACTIONS**

As per Accounting Standard 18, the disclosures of transactions with the related parties are given below:

(i) List of related parties where control exists and related parties with whom transactions have taken place and relationships:

Name of Related Party	Nature of Relationship
Rajendra M Babani	Director
Naresh Tejwani	Director (Till 30-09-21)
Yash Rajendra Babani	Director (Since 25-08-21)
Meghraj Sohanlal Jain	Director (Till 07-07-21)
Premium Financial Services Ltd	Company with Same Director
Satco Wealth Managers Private Limited	Company with Same Director
Indtrans Container Lines Pvt Ltd	Company with Same Director
Dhakad Properties & Financial Services Pvt Ltd	Company with Same Director
Chakshu Realtors Pvt Ltd	Company with Same Director
Mangal Compusolution Pvt Ltd	Company with Same Director
Satgurus	Significant Influence
Mangal Credit & Fincorp Ltd	Significant Influence
E-Ally Consulting India Pvt Ltd	Significant Influence
Meghraj Jain HUF	Relative of Directors
Sohanlal Jain	Relative of Directors
Sangeeta Babani	Relative of Directors
Mohini Babani	Relative of Directors
M. G. Babani HUF	Relative of Directors
Vinti Rajendra Babani	Relative of Directors
Jaikrishna Naresh Tejwani	Relative of Directors
Sneha Naresh Tejwani	Relative of Directors
Rohan Naresh Tejwani	Relative of Directors
Suneeta M Tejwani	Relative of Directors

Note: Related parties have been identified by the Management and relied upon by the Auditor.

## (ii) Transactions with related parties

The following transactions occurred with related parties

Nature of Transactions	Directors	Companies with same director	Significant Influence	Relatives of Directors	Total
Remuneration	29,100.00	-	-	-	29,100.00
	(27,550.00)	-	-	-	(27,550.00)
Reimbursement of expense	4,350.00	-	-	-	4,350.00
	(3,575.00)	-	-	-	(3,575.00)
FNF Settlement (Grauity, Bonus & Leaver salary)	19,00,000.00	-	-	-	19,00,000.00
	-	-	-	-	-
Rent Payment	-	-	8,640.00	-	8,640.00
	-	-	(12,000.00)	-	(12,000.00)
Sale of Investment	-	-	-	-	-
	(32,689.28)	-	-	-	(32,689.28)
Interest Payment	1,806.88	-	-	-	1,806.88
	(1,814.62)	-	(21,968.27)	-	(23,782.89)
Loan Received	11,000.00	-	-	-	11,000.00
	(20,500.00)	-	-	-	(20,500.00)
Loan Repaid	-	-	-	-	-
	(20,500.00)	-	-	-	(20,500.00)
Advance Given(Net)	-	-	-	-	-
	-	(8,728.66)	-	-	(8,728.66)
Deposit Received/(paid)	-	-	-	-	-
	-	(20,000.00)	-	-	(20,000.00)
Income received	-	-	-	-	-
	-	-	-	(286.61)	(286.61)
Income paid	-	-	-	-	-
	-	(23,248.10)	(10,000.00)	-	(33,248.10)

Note : Previous year figures are represented in bracket

## (iii) Outstanding balances at the End of Year :

Nature of Transactions	Directors	Companies with same director	Significant Influence	Total
Short Term Borrowing	46,41,939.72	-	-	46,41,939.72
Trade Payables	-	-	1,99,387.00	1,99,387.00
	(18,18,881.00)	(17,04,454.00)	(1,78,95,809.00)	(2,14,19,144.00)
Trade Receivable	10,54,955.00	-	-	10,54,955.00
	-	-	-	-

Note : Previous year figures are represented in bracket



**SATCO CAPITAL MARKETS LIMITED****NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2022**

(Amount in INR'00)

<b>24. CONTINGENT LIABILITY</b>	<b>31st March, 2022</b>	<b>31st March, 2021</b>
Bank Guarantee issued	12,50,000.00	13,50,000.00
Disputed Income tax liability (excluding interest) Net of refund claims.	11,875.55	11,875.55
Claims lodged against the Company not acknowledged as debts.	-	-
<b>Total</b>	<b>12,61,875.55</b>	<b>13,61,875.55</b>

c\* In the Matter of Rahul Bajaj v/s Satco Capital Markets Limited of 2001, Appeal filed u/s 37 by Satco before Division Bench is pending for hearing. By Interim Order dated 25th August 2016, Award u/s 34 of the Arbitration and Order u/s 36 of High Court is stayed. Further Satco has deposited Rs.7000000/- (Refer Note No.15(iii)) as per the said order. As per the management's interpretation of the said order the eventual maximum liability, if any of the company shall be limited to such deposit.

In the Matter of Satco Capital Markets Limited V/S RAJEN RASIKLAL SHAH of 2021, Arbitration is filed by Satco before 3 Bench in NSE Exchange and is pending for hearing. By GRC Order dated 24th February 2021, Satco has deposited Rs. 38,05,580 with the NSE Exchange as per the said order. As per the management's interpretation of the said order the eventual maximum liability, if any of the company shall be limited to such deposit.

In the matter of Satco Capital Markets Limited V/S BINA KISHOR GOHAKAR of 2021, Arbitration is filed by Satco before single Bench in MCX Exchange and is pending for hearing. By GRC Prder dated 25th June 2021, Satco has deposited Rs. 12,70,937 with the mcx exchange as per the said order. As per the management's interpretation of the said order the eventual maximum liability, if any of the company shall be limited to such deposit.

<b>25. DETAILS OF DUES TO MICRO AND SMALL ENTERPRISES AS DEFINED UNDER MICRO, SMALL AND MEDIUM ENTERPRISES DEVELOPMENT ACT, 2006 (MSMED ACT, 2006)</b>		
<b>Particulars</b>	<b>2021-22</b>	<b>2020-21</b>
Principal amount due to suppliers under MSMED Act, 2006*	-	-
Interest accrued and due to suppliers under MSMED Act, on the above amount	-	-
Payment made to suppliers ( other than interest ) beyond the appointed day, during the year	-	-
Interest paid to suppliers under MSMED Act, ( other than Section 16 )	-	-
Interest paid to suppliers under MSMED Act, ( Section 16 )	-	-
Interest due and payable to suppliers under MSMED Act, for payment already made	-	-
Interest accrued and remaining unpaid at the end of the year to suppliers under MSMED Act, 2006	-	-

The information has been given in respect of such vendors to the extent they could be identified as "Micro and Small" enterprises on the basis of information available with the Company.

**26. LEASE**

The Company has significant leasing arrangements in respect of operating leases for premises and utilities. Operating lease rental charged to revenue amount to 38,27,376/- . {Previous year: 39,08,793/-}.

27. As per the best estimate of the management, no provision is required to be made as per Accounting Standard (AS) 29 - Provisions, Contingent Liabilities and Contingent Assets as notified under the Companies (Accounting Standards) Rules, 2006, in respect of any present obligation as a result of a past event that could lead to a probable outflow of resources, which would be required to settle the obligation.

**28. DERIVATIVE INSTRUMENT:**

The Company does not have any foreign currency exposures towards receivables, payables or any other derivative instrument that have not been hedged.





**SATCO CAPITAL MARKETS LIMITED**
**NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2022**
**29. Ratios**

Sr No	Particulars	March 31, 2022	March 31, 2021	Variance	Explanation to changes
1	Current Ratio	1.25	1.32	-6%	NA
2	Debt-Equity Ratio	0.29	0.44	-52%	Due to Change in Total Debt
3	Debt-Service Coverage Ratio	0.19	0.43	-123%	Due to Change in Profit after tax and outstanding
4	Return on Equity Ratio	1%	9%	-828%	Due to Change in Total Debt
5	Inventory turnover Ratio	NA	NA	NA	NA
6	Trade Receivables turnover Ratio	0.76	0.86	-14%	Due to Change in Revenue from Operations
7	Trade Payables turnover Ratio	NA	NA	NA	NA
8	Net Capital turnover Ratio	0.94	1.19	-27%	Due to Change in Revenue from Operations
9	Net Profit Ratio	0.02	0.15	-608%	Due to Change in Profit after tax and revenue from operations
10	Return on Capital Employed	4%	15%	-272%	Due to Change in Profit before interest and tax
11	Return on Investment	NA	NA	NA	NA

Sr No.	Ratios	Numerator	Denominator	March 31, 2022		March 31, 2021	
				Numerator	Denominator	Numerator	Denominator
1	Current ratio	Current Assets	Current Liabilities	3,093,289	2,475,082	2,520,954	1,911,968
2	Debt- Equity Ratio	Total Debts (Including Government Grants)	Total Equity (Equity Share capital + Other equity- Revaluation Reserve Capital Redepmtion Reserve)	296,075	1,033,082	446,052.70	1,020,890.21
3	Debt Service Coverage Ratio	Net Profit after taxes + Non-cash operating expenses (i.e. depreciation and other amortizations + Interest )	Interest expense+Lease repayment+outstanding borrowings	64,301.06	337,081.88	239,240.55	561,679.37
4	Return on Equity Ratio	Net profit after tax - preference dividend	Average Total Equity (Opening( Equity Share capital + Other equity- Revaluation Reserve Capital Redepmtion Reserve)+Closing (Equity Share Capital+Other Equity Revaluation Reserve Capital Redepmtion Reserve))/2]	12,192	1,226,986	107,582	1,167,099
5	Inventory Turnover Ratio	Revenue from operations	Average Inventory (opening balance+ closing balance/2)	NA	NA	NA	NA
6	Trade Receivable Turnover Ratio	Revenue from operations	Average trade receivable (Opening balance + closing balance /2)	581,989	768,703	725,357	840,452
7	Trade Payable Turnover Ratio	Purchase of stock in trade and material consumed	Average trade payable (Opening balance + closing balance /2)	NA	NA	NA	NA
8	Net Capital Turnover Ratio	Revenue from operations	Working capital (Current asset - current liabilities)	581,989	618,207	725,357	608,987
9	Net Profit Ratio	Net profit after tax - preference dividend	Revenue from operations	12,192	581,989	107,582	725,357
10	Return on Capital Employed	Profit Before Interest, Tax & Exceptional item	Total Asset - Current Liabilities	61,181	1,487,065	226,567	1,479,680
11	Return on Investment	Interest Income on fixed deposits	Non current Investments + Fixed deposits with bank	NA	NA	NA	NA



## SATCO CAPITAL MARKETS LIMITED

### NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2022

#### 30. OTHER STATUTORY DISCLOSURES:

- i. The company does not fall under the provision of section 135 of the Companies Act, 2013, hence the CSR disclosure is not applicable to the company.
- ii. The Company does not have any fixed assets which are revalued, therefore the disclosure regarding the reconciliation of the gross and net carrying amount of each class of assets at the beginning and end of the reporting period is not applicable to us. The Company has not acquired any asset through business combination, thus disclosures related to assets acquired through business combination is not disclosed thereof.
- iii. The company does not hold any project in progress or any suspended project as on the reporting date, thus the Capital work in progress ageing schedule is not applicable to us.
- iv. The Company does not have any Benami property, where any proceeding has been initiated or pending against the Company for holding any Benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1998) and the rules made thereunder.
- v. The Company does not have any borrowings from banks and financial institutions against any current assets and that are used for any other purpose other than the specific purpose for which it was taken at the reporting balance sheet date.
- vi. The Company has not identified any transactions or balances in any reporting periods with companies whose name is struck off under section 248 of the Companies Act, 2013 or section 560 of Companies Act, 1956.
- vii. The Company is not declared as a wilful defaulter by any bank or financial institution or other lender during the any reporting period.
- viii. There is no charge or satisfaction yet to be registered with ROC beyond the statutory period by the company.
- ix. The Company has complied with the number of layers prescribed under clause (87) of section 2 of the Act read with Companies (Restriction on number of Layers) Rules, 2017.
- x. There are no schemes or arrangements which have been approved by the Competent Authority in terms of sections 230 to 237 of the Companies Act, 2013 during the reporting periods.
- xi. The Company have not advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding that the Intermediary shall:
- (a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company (Ultimate Beneficiaries) or
- (b) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries
- xii. The Company have not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Company shall:
- (a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or
- (b) provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries,
- xiii. The Company does not have any transaction which is not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961)
- xiv. The Company has not traded or invested in Crypto currency or Virtual Currency during reporting period.
- xv. The Company does not have any kind of Immovable Property whose Title Deeds are not held in the name of the company, therefore disclosure related to those are not applicable to the company.





# SATCO CAPITAL MARKETS LIMITED

## NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2022

### 31. Employee Benefits:

Provident Fund, Gratuity and Long Term Compensated Absences - disclosures as per Accounting Standard (AS) 15 (Revised) - Employee Benefits as notified by the Companies (Accounting Standards) Rules, 2006: Contributions are made to Government Provident Fund and Family Pension Fund and other statutory funds which cover all regular employees eligible under the respective acts. Both the employees and the Company make predetermined contributions to the Provident Fund. The contributions are normally based on a certain proportion of the employee's salary. The Company has recognised an amount of Rs.5,11,997/- (Previous year Rs. 5,77,015) towards employer contribution for the above mentioned funds. Provision for Unfunded Gratuity and Long Term Compensated Absences for all employees is based upon actuarial valuation carried out at the end of every financial year. Major drivers in actuarial assumptions, typically, are years of service and employee compensation. Commitments are actuarially determined using the 'Projected Unit Credit' method. Gains and losses on changes in actuarial assumptions are accounted for in the Profit and Loss account.

Disclosures in respect of Gratuity and Compensated Absences:

Changes in the present value of the Defined Gratuity Benefits Obligation representing reconciliation of opening and closing balance thereof:

Particulars	Gratuity (Unfunded)		Compensated Absences (Unfunded)	
	31st March, 2022	31st March, 2021	31st March, 2022	31st March, 2021
1. Present Value of Defined Benefit Obligation as on 31-3-2021	34,40,185.25	35,11,587.25	-	4,19,115.00
2. Interest Cost @ (0.075)	2,30,746.00	2,37,032.00		
3. Current Service Cost	4,55,303.00	3,91,199.00		
4. Benefits Paid during the year ending 31-3-2022	(3,43,442.00)	(7,36,240.00)		
5. Actuarial (Gain)/ loss on Defined Benefit Obligation	(5,64,607.00)	36,607.00		(4,19,115.00)
6. Present Value of Defined Benefit Obligation as on 31-3-2022	32,18,185.25	34,40,185.25	-	-

Amounts to be recognised in the Balance Sheet as on 31-3-2022

Particulars	Gratuity (Unfunded)		Compensated Absences (Unfunded)	
	31st March, 2022	31st March, 2021	31st March, 2022	31st March, 2021
1. Present Value of the Defined Benefit Obligation:31-3-2022	32,18,185.25	34,40,185.25		-
2. Fair Value of Plan Assets: 31-3-2022	NIL	NIL		NIL
3. Liability recognised in Balance Sheet : 31-3-2022	32,18,185.25	34,40,185.25	-	-
Long-Term	31,74,791.00	33,96,734		
Short-Term	43,394.25	43,451		

Amounts to be recognised in the statement of Profit & Loss for the year ended 31-3-2022

Particulars	Gratuity (Unfunded)		Compensated Absences (Unfunded)	
	31st March, 2022	31st March, 2021	31st March, 2022	31st March, 2021
1. Current Service Cost	4,55,303.00	3,91,199.00		-
2. Interest Cost on Obligation	2,30,746.00	2,37,032.00		-
3. Expected return on plan assets	NIL	NIL		-
4. Net Actuarial (gain)/loss recognised in the year ended	(5,64,607.00)	36,607.00		NIL
5. Expenses recognised in the statement of Profit & Loss	1,21,442.00	6,64,838.00		(4,19,115.00)



*J. K. Kharbani*



**SATCO CAPITAL MARKETS LIMITED****NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2022**

The actuarial calculations used to estimate commitments and expenses in respect of unfunded Gratuity and Compensated absences are based on the following assumptions which if changed, would affect the commitment's size, funding requirements and expenses:

	Particulars	31st March, 2022	31st March, 2021
a)	Rate of Interest	7.00% per annum	6.75% per annum
b)	Salary Growth	7.5% per annum	7.5% per annum
c)	Withdrawal Rate	1%	1%
d)	Mortality Rates	Indian Assures Lives (2012-14) Ultimate Mortality Rates.	Indian Assures Lives (2012-14) Ultimate Mortality Rates.
e)	Retirement Age	58 years	58 years

32. During the year, the Company detected the total fraud of approximately Rs. 2.75 Crores happened during the pandemic period in F.Y. 2019-20 & 2020-21 planned and executed by one of the employee of the company. Due to severe pandemic situation, lockdown, and remote working conditions, taking advantage of same the said employee forged the bank statements to commit the fraud and camouflaged the same through the Bank Reconciliation route. Company has filed the police complaint, which has been investigated by the senior officer-MRA Marg, Mumbai and the investigation and process of freezing his assets to recover the amount in underway. Company has not made any provision in respect of eventual resultant financial loss if any in the books of accounts and the said amount is shown under head Trade Receivables. Management is confident about recovery of the said amount and considered as good and recoverable. To avoid such incidents, adequate steps of maker and checker have been adopted with a strict supervision on bank accounts.

33. Previous year figures have been regrouped and rearranged to make them comparable with the current year figures.

As per our report of even date attached  
For GMJ & Co  
Chartered Accountants  
Firm's Registration No.103429W

CA Haridas Bhat  
Partner  
Membership No.039070  
UDIN : 22039070AWZYXX 6307



For and on behalf of the Board of Directors

Rajendra Babani  
Managing Director  
DIN:- 00193318

Yash Babani  
Director  
DIN:- 09229407

Priyanka Gupta  
Company Secretary

Place : Mumbai

Date : 1<sup>st</sup> September, 2022

Place : Mumbai

Date : 1<sup>st</sup> September, 2022.