

KAVI COMMERCIAL COMPANY LIMITED

ANNUAL REPORT

F.Y 2021-2022

KAVI COMMERCIAL COMPANY LIMITED

[CIN: U99999MH1985PLC082517]

Registered off.: Viraj Impex House 47, P D' Mello Road, Mumbai-400009

Ph.: 022-23718446/61295000; E -mail id: virajimpex@virajimpex.com; Website: http://kavicommercial.com

DIRECTORS' REPORT

To,
The Members,
Kavi Commercial Company Limited
Mumbai

Your directors have pleasure in presenting the 38th Annual Report together with the audited financial statements of Kavi Commercial Company Limited (the "Company") for the financial year ended March 31, 2022.

• FINANCIAL RESULTS

	For the Year Ended on 31.03.2022 (Rs.in Lacs)	For the Year Ended 31.03.2021 (Rs.in Lacs)
Gross Income	1424.37	3484.38
Profit/(Loss) before Interest & Depreciation	55.18	(6.83)
Interest	5.24	10.48
Depreciation	6.44	9.30
Profit/(Loss) before Taxation	43.50	(26.61)
Tax Expenses	(5.61)	7.40
Net Profit/(Loss)	37.89	(19.21)
Profit brought forward from previous year	2148.70	2117.71
Other Comprehensive Income	44.44	50.20
Balance Carried to Balance Sheet	2231.03	2148.70

*Including opening OCI

• DIVIDEND

With a view to conserve the resources of the Company, Directors have not recommended any dividend.

• OPERATION/STATEMENT OF AFFAIRS AND FUTURE PROSPECTS

The Company deals in the flat steel product viz. prime flat products like Hot Rolled, Cold Rolled, Pre painted Coils, H.R. Plates, Alloy/Non-Alloy Steel Rod, Round Bars etc.

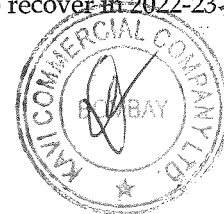
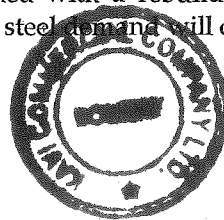
Company's Gross Income is lower by 59.12% during the F.Y. 2021-22 as compared to previous F.Y. 2020-21. But margin of the company was better compared to previous year 2020-21 due to volatility in International as well as domestic steel prices during F.Y. 2021-22.

The COVID-19 pandemic has led to the unprecedented health crisis and has disrupted economic activities and global trade while weighing on consumer sentiments. During the year under review, the nation experienced high severity and mortality of citizens brought by the second wave of the ongoing COVID-19 pandemic. With nationwide lockdowns and disruption in regular economic activities, there was price volatility of in international steel prices and sluggish market demand. However, the Company dealt with the pandemic by continuing to focus on health and safety of employees and the community as well. To mitigate the risks and challenges faced due to pandemic, the Company maintained its liquidity position by minimizing cash outflows and maintaining a judicious mix of investment instruments according to operational requirements.

The Short-Range Outlook ('SRO') by world steel had forecasted that steel demand will grow by 4.5% in 2021 and reach 1,855.4 MnT. It is expected that in 2022, the steel demand will see a further increase of 2.2% to 1,896.4 MnT. However, with high backlog orders combined with a rebuilding of inventories and further progress in vaccinations in developing countries, we expect steel demand will continue to recover in 2022-23.

For KAVI COMMERCIAL CO. LTD.

COMPANY SECRETARY



KAVI COMMERCIAL COMPANY LIMITED

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The Russia-Ukraine conflict has caused panic, prices of steel iron ore and coking coal has impacted. Increasing risk of procurement, constraints of financial approval, non-accessibility due to port blockage, growing uncertainty about availability, rising safety and security concerns are among the major factors, steel prices would be impacted significantly in future due to Russia-Ukraine crisis and its longevity.

Amidst the challenges brought by the COVID-19 pandemic leading to disruptions in supply chain and surging inflation rate, the Indian Government introduced various policies to cushion the impact on the domestic economy. Through its policies, the Government significantly increased capital expenditure on infrastructure projects to build back medium-term demand and aggressively implemented supply-side measures to prepare the economy for a sustained long-term expansion. With the vaccination programme having covered the majority of the population, recovering economic momentum and the likely long-term benefits of supply-side reforms in the pipeline, the Indian economy is in a good position to witness GDP growth of around 8.0%-8.5% in 2022-23. With this kind of forecast for global as well as domestic market, your directors are hopeful for the good business prospects in financial year 2022-23.

• **RESERVE & SURPLUS**

During the financial year under review, no amount has been transferred to any reserve.

• **SHARE CAPITAL**

As on March 31, 2022, the authorized capital of the Company is Rs. 3,50,00,000/- and paid-up capital of the Company is Rs. 3,01,35,000/-. There is no change in the capital of the Company during the financial year 2021-22.

• **SUBSIDIARY COMPANIES, JOINT VENTURE OR ASSOCIATE COMPANIES**

As on March 31, 2022 the Company has one Associate company named as Viraj Properties Private Limited. There was no subsidiary or joint venture Company as on March 31, 2022.

• **CONSOLIDATED FINANCIAL STATEMENT**

The Company has consolidated financial statement for the financial year ended on March 31, 2022, as required in terms of the provision of Section 129(3) of the Companies Act, 2013 and Rules made there-under.

• **CORPORATE GOVERNANCE**

A Report on Corporate Governance, as required in terms of the provisions of Schedule V of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 together with the Auditor's Certificate thereon is annexed herewith.

• **MATERIAL CHANGES AND COMMITMENTS AFFECTING THE FINANCIAL POSITION OF THE COMPANY**

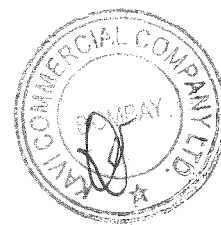
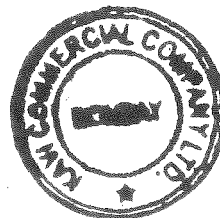
There are no material changes and commitments affecting the financial position of the Company, after Balance Sheet date.

• **DIRECTORS & KEY MANAGERIAL PERSONNEL**

- In terms of the Provisions of section 152 Companies Act, 2013 and of Articles of Association Mrs. Vidya P. Didwania, Director of the Company, retires by rotation at the ensuing Annual General Meeting and being eligible, seeks re-appointment.
- All Independent Directors had furnished to the Company a declaration under Section 149(7) of the Companies Act, 2013 stating that they meet criteria of Independence as provided under section 149(6) of the Companies Act, 2013 and SEBI (LODR), 2015.
- Mr. Kailash R. Didwania Appointed as additional Director on 24.02.2022
- Mr. Krishna Hari Nair Resigned on 24.02.2022
- Mr. Taraknath Prabhakar Gupta, Resigned on 24.02.2022

For KAVI COMMERCIAL COMPANY LTD.

COMPANY SECRETARY



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• **NUMBER OF MEETINGS OF BOARD**

During the Financial Year 2021-22, 8 (Eight) meeting of Board of Director were held, details of which are made available in Corporate Governance Report forming the part of this Director Reports.

• **COMPOSITION OF COMMITTEES OF THE BOARD**

Details of composition of various committees of the Board of Directors of the Company have been mentioned in Corporate Governance Report.

• **STATUTORY AUDITORS**

M/. J. R. Jain & Co. Chartered Accountant was appointed as Statutory Auditors of the Company at the Annual General Meeting held in the year 2019 for a period of five years till the conclusion of the Annual General Meeting of the Company to be held in the year 2024.

• **AUDITORS' REPORT**

The auditor's report contains following qualification.

As referred in Point No. 28 & 29 under Notes to Accounts attached herewith Ind AS Financial Statements,

1. With regard to Doubtful Debtors and Loans & Advances amounting to Rs.191.37 lacs/- against which no recoveries in last 3 years hence considered doubtful is not provided in accounts Refer note No. 29 in Notes to Accounts in this respect.
2. With Regard to Employee's Gratuity liability based on estimated calculation by company is absence actuarial valuation is not provided in accounts as per Accounting Standard 15 amounting to
Liability upto 31.03.2022 Rs. 5.82 lacs
Liability upto 31.3.2021 Rs. 5.90 lacs
Gratuity paid during the year Rs. 0.74 lacs
Liability for the year 2021-22 Rs.0.66 lacs

Refer note No. 28 in Notes to Accounts in this respect.

Management Response

- Sundry Debtors of Rs.191.37 are outstanding for more than 3 years but are considered good as on 31.03.2022 by the company and your directors are confident for recovery hence no provisions have been made in the books of accounts.
- Gratuity payable to employees are accounted in the year of its actual payment and no provisions are made in books of accounts, company is following above practice since beginning and the same were disclosed under Significant Accounting Policies. Liability of Rs. 5.82 lacs as on 31.03.2022 is based on approximate calculations and not actual liability. Process for actuarial valuation started but due to extended lockdown of Covid 19 Company could not obtain actuarial valuation for F.Y. 2021-22, Actuarial valuation will be done and suitable accounting policy will be adopted from current F.Y.2022-23.

FOR KAVI COMMERCIAL CO. LTD.

COMPANY SECRETARY.



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• **DETAILS OF FRAUD REPORTED BY AUDITOR**

There were no frauds reported by the Statutory Auditors under provisions of Section 143(12) of the Companies Act, 2013 and rules made thereunder

• **COST AUDIT**

Provision of Section 148 of the Companies Act, 2013 read with the Companies (Cost Records and Audit) Rules, 2014 are not applicable to the Company during the financial year under review.

• **SECRETARIAL AUDIT REPORT**

Pursuant to the provisions of Section 204 of the Companies Act, 2013 and rules made thereunder, the Company has appointed Manoj Mimani partner at R M Mimani & Associates LLP, Company Secretaries to undertake the Secretarial Audit of the Company for the financial year ended on March 31, 2022.

The Secretarial Audit Report is annexed herewith and forms an integral part of this Report.

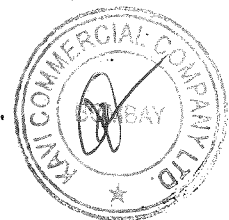
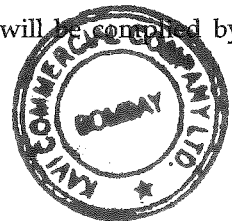
Management Response to the qualification

Observations in the Secretarial Audit Report are self-explanatory and noted by the Board.

- i) Appointment of Company secretary: Due to extended lockdown of Covid-19 appointment of Company secretary is pending.
- ii) The company has already taken appropriate steps to ensure the compliance. The Kanpur Stock Exchange has already been derecognized by the SEBI and the equity shares of the Company have been moved to dissemination Board. The Board of Directors of the Company has already made an application with the Metropolitan Stock Exchange of India Ltd. (MSEI) as required in terms of the circular issued by the SEBI in this behalf.
- iii) Provisions of section 149 of the Act relating to appointment /re-appointment of director of director to be complied in current year.
- iv) Board composition as per requirement of the Companies Act 2013 and (Listing Obligation and Disclosure Requirement) regulation, 2015 to be complied in current year.
- v) All other qualifications/ observations made in secretarial audit report will be complied by the company in due course.

For KAVI COMMERCIAL CO. LTD.

COMPANY SECRETARY.



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• **PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS:**

Details of Loans, Guarantees and Investments covered under the provisions of Section 186 of the Companies Act, 2013 are given in the notes to financial statements.

• **ANNUAL RETURN**

In pursuance to the provisions of section 92(3) of the Companies Act, 2013, Annual Return for the financial year ended on March 31, 2022 is available at Annual Return tab on the website of the Company i.e. <http://kavicommercial.com>

• **PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES:**

All contracts / arrangements / transactions entered by the Company during the financial year with related parties were in the ordinary course of business and on at arm's length basis. Disclosure of related party transactions is attached as Annexure-II in form AOC-2 and forms a part of this report.

• **CORPORATE SOCIAL RESPONSIBILITY:**

Provision of Schedule VII of the Companies Act, 2013 read with Companies Corporate Social Responsibility Policy) Rules, 2014 are not applicable to the Company during the financial year under review.

• **TRANSFER OF AMOUNT TO INVESTOR EDUCATION AND PROTECTION FUND ("IEPF")**

The Company was not required to transfer any funds to Investor Education and Protection Fund during the financial year ended on March 31, 2022.

• **CHANGE IN NATURE OF BUSINESS**

During the year under review, there was no change in the nature of business of the Company.

• **ORDER PASSED BY REGULATOR OR COURTS OR TRIBUNALS**

During the year under review, no orders passed by the regulators or courts or tribunals impacting the going concern status and Company's operation in future.

• **DEPOSITS**

During the financial year ended on March 31, 2022, the Company has not accepted any deposits from the public within the meaning of Section 73 of the Companies Act, 2013 read with the Companies (Acceptance of Deposits) Rules, 2014.

• **INTERNAL FINANCIAL CONTROLS WITH REFERENCE TO FINANCIAL STATEMENTS**

The Company has adequate internal financial controls with reference to the Financial Statements pursuant to Rule 8 (5) (viii) of the Companies (Accounts) Rules, 2014.

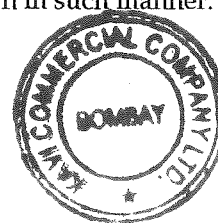
• **RISK MANAGEMENT POLICY**

Company has Risk Management Committee which has been entrusted with the responsibility to assist the Board in (a) Overseeing and approving the Company's enterprise wide risk management framework; and (b) Overseeing that all the risks that the organization faces such as strategic, financial, credit, market, liquidity, security, property, IT, legal, regulatory, reputational and other risks have been identified and assessed and there is an adequate risk management infrastructure in place capable of addressing those risks. The Company manages monitors and reports on the principal risks and uncertainties that can impact its ability to achieve its strategic objectives.

• **VIGIL MECHANISM**

Pursuant to Section 177(9) of the Companies Act, 2013 and Rule 7 of the Companies (Meetings of Board and its Powers) Rules, 2014) The Company has devised suitable mechanism to establish a vigil mechanism for Directors and Employees to the report genuine concern in such manner.

For KAVI COMMERCIAL COMPANY LIMITED
COMPANY SECRETARY.



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• **WHISTLE BLOWER POLICY**

The Company has a whistle blower policy to report genuine concerns or grievances. The Whistle Blower policy has been posted on the website of the Company. (<http://kavicommercial.com>)

• **ENVIRONMENT AND SAFETY**

The Company is conscious of the importance of environmentally clean and safe operations. The Company's policy requires conduct of operations in such a manner, so as to ensure safety of all concerned, compliances environmental regulations and preservation of natural resources.

• **STATUTORY INFORMATION**

- The information required under section 197 of the Companies Act, 2013 read with Rule 5(1), (2) & (3) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 in respect of employees of the Company is not applicable to your Company for the financial year under review.
- The Business Responsibility Reporting as required under SEBI (LODR), 2015 and is not applicable to your Company for the financial year under review.
- Disclosure as required under para-F of Schedule V of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, are not applicable to the Company during the financial year.

• **DISCLOSURES UNDER SECTION 134(3)(I) OF THE COMPANIES ACT, 2013**

Except as disclosed elsewhere in this report, no material changes and commitments which could affect the Company's financial position, have occurred between the end of the financial year of the Company and date of this report.

• **DISCLOSURE UNDER SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013**

The Company has devised Anti Sexual Harassment Policy in line with the requirements of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressed) Act, 2013 and has set up Internal Complaints Committee to deal with any issues concerning the objectives of the Act. No complaints have been received by the Committee.

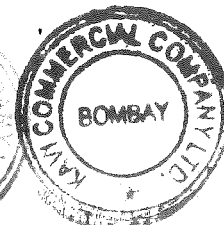
• **CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO**

The particulars relating to energy conservation, technology absorption, foreign exchange earnings and outgo, as required to be disclosed under Section 134 of the Companies Act, 2013 read with Rule 8 (3) of Companies (Accounts) Rules, 2014.

➤ **Conservation of Energy:**

(i)	The steps taken or impact on conservation of energy	The Company has always given importance to energy conservation. It continuous to take various measures for conservation of energy by regularly monitoring the consumption of electricity.
(ii)	The steps taken by the company for utilizing alternate source of energy	
(iii)	The capital investment on energy conservation equipment	There is no capital investment made by the Company on energy conservation equipment.

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➤ Technology absorption:

(i)	the efforts made towards technology absorption	The management has put their sustained efforts to adopt new technology & innovation required in the course of operations of the Company.
(ii)	The benefit derived like product improvement, cost reduction, product development or import substitution.	The management has put their sustained efforts to reduce / control cost to maintain profitability.
(iii)	i. In case of imported technology (imported during the last three years reckoned from the beginning of the financial year) ii. The details of technology imported iii. The year of import iv. Whether the technology been fully absorbed; v. If not fully absorbed, areas where absorption has not taken place and reason thereof.	The Company has not imported any technology. The company is not engaged in any manufacturing activities.
(iv)	The expenditure incurred on Research and Development	The Company has not incurred any expenditure on research and development

➤ The Foreign Exchange earned and the Foreign Exchange outgo -

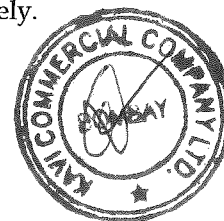
During the year in terms of actual inflow and outflow is provided as under:

Particulars	2021-22	2020-21
Foreign Exchange Earnings	NIL	NIL
Foreign Exchange Outgo	NIL	Rs. 22,19,04,259

• DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to Section 134(5) of the Companies Act, 2013, Directors confirm that -

- in the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- 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 loss of the company for that period;
- 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;
- the directors had prepared the annual accounts on a going concern basis;
- the Directors have laid down internal financial controls to be followed by the Company and that such internal financial controls are adequate and are operating effectively; and
- 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.

For KAVI COMMERCIAL CO. LTD.
COMPANY SECRETARY.

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• **ACKNOWLEDGEMENT**

The Board places on record its gratitude to Company's Bankers, Customers, Staff and members for their continued support and confidence in the Company.

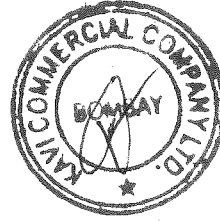
For and on behalf of the Board of Directors of
Kavi Commercial Company Limited



Vidya P. Didwania
Director
DIN: 00226754



Prakash Didwania
Managing Director
DIN: 00225978



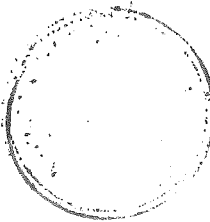
Place: Mumbai

Dated: September 05, 2022

For KAVI COMMERCIAL CO. LTD.



COMPANY SECRETARY.



R M MIMANI & ASSOCIATES LLP

COMPANY SECRETARIES

Form No. MR.3

Secretarial Audit Report for the financial year ended on March 31, 2022
[Pursuant to Section 204(1) of the Companies Act, 2013 and the Rule 9 of the companies
(Appointment and remuneration of managerial personnel) Rule, 2014]

To,
The Members
Kavi Commercial Company Limited
[CIN: U99999MH1985PLC082517]
Viraj Impex House, 47, P.D' Mello Road,
Masjid (East), Mumbai-400 009

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **Kavi Commercial Company Limited** (hereinafter called the "Company"). Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing our opinion thereon.

Based on our verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the Company, the information provided by the Company, its officers, agents and authorised representatives during the conduct of secretarial audit, the explanations and clarifications given to us and the representations made by the Management.

We hereby report that in our opinion, the Company has during the audit period covering the financial year ended on March 31, 2022 generally complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

We have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on March 31, 2022 according to the provisions of:

- I. The Companies Act, 2013 (the Act) and the Rules made there-under;
- II. The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the Rules made there-under;
- III. The Depositories Act, 1996 and the Regulations and bye-laws framed there-under;
- IV. Foreign Exchange Management Act, 1999 and the Rules and Regulations made there-under to the extent applicable.
- V. The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act') to the extent applicable to the Company;
 - (a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
 - (b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
 - (c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018;
- VI. Laws specifically applicable to the industry to which the Company belongs, as identified and compliance whereof as confirmed by the management, that is to say:
 - i. Foreign Trade (Development & Regulation) Act, 1992
 - ii. The Custom Act, 1962

A-101, Excellency, Old Raviraj Complex, Jesal Park, Bhayander (East), Thane - 401105
Ph. No. 7021849216; Email: rmimani222@gmail.com

For KAVI COMMERCIAL CO. LTD.

COMPANY SECRETARY.

R M MIMANI & ASSOCIATES LLP

COMPANY SECRETARIES

iii. The Foreign Exchange Management Act, 1999.

We have also examined compliance with the applicable clauses of the following;

- (a) Secretarial Standards issued by the Institute of Company Secretaries of India related to the meetings of Board of Directors and Shareholders;
- (b) The SEBI (Listing Obligation and Disclosure Requirement) Regulation, 2015

We have relied on the representation made by the Company and its Officers for systems and mechanism formed by the Company and test verification on random basis carried out for compliances under other applicable Acts, Laws and Regulations to the Company

The compliance by the Company of the applicable direct tax laws, indirect tax laws and other financial laws has not been reviewed in this Audit, since the same have been subject to review by the other designated professionals and being relied on the reports given by such designated professionals.

During the audit period under review, the Company has complied with the provisions of the Act, rules, regulations, guidelines, standards etc. as mentioned above except the following;

- i. *The Company has not complied with the provisions of section 203 of the Companies Act, 2013 during the audit period.*
- ii. *The Company has not complied with the provision of Section 149 of the Act relating to appointment of Director of the Company.*
- iii. *The composition of Board of Directors is not in compliance with the provisions of the Companies Act 2013 and (Listing Obligation and Disclosure Requirement) Regulation, 2015.*
- iv. *The Company has not fully complied with the provisions of section 101, 108 and other applicable provision, if any, of the Companies Act, 2013 regarding calling and conducting the Annual General Meeting.*
- v. *The Company has not complied with the provisions of section 177 and 178 regarding constitution of the Committee of the Board.*
- vi. *The Company has not complied with the provisions of the SEBI (Listing Obligation and Disclosure Requirement) Regulation, 2015 as it is in process of migrating from Kanpur Stock Exchange to Metropolitan Stock Exchange and listing application is pending with Metropolitan Stock Exchange Mumbai.*
- vii. *In view of the above instances of non-compliances, decision taken by the Board, Committee and Shareholders are also subjected to the above non- compliances.*

During the audit period under review, provisions of the following regulations were not applicable to the Company;

- (a) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009;
- (b) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 2018;
- (c) The Securities and Exchange Board of India (Issue of Debt Securities) Regulations, 2008 (till August 15, 2021)
- (d) The Securities and Exchange Board of India (Issue and Listing of Non-Convertible and Redeemable Preference Shares) Regulations, 2013; (till August 15, 2021)
- (e) The Securities and Exchange Board of India (Issue and Listing of Non-Convertible Securities) Regulations, 2021 (with effect from August 16, 2021);



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COMPANY SECRETARY.

R M MIMANI & ASSOCIATES LLP

COMPANY SECRETARIES

- (f) The Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014(till August 12, 2021) and Securities and Exchange Board of India (Share Based Employee Benefits and Sweat Equity) Regulations, 2021, and
- (g) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 dealing with client

We further report that:

- *The Board of Directors of the Company is not duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. The changes in the composition of the Board of Directors that took place during the period under review were not carried out in compliance with the provisions of the Act.*
- Adequate notice is given to all the Directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent in advance there was no formal system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting for meaningful participation at the Meeting.
- Decisions at the meetings of Board of Directors of the Company and Committee thereof were carried out with requisite majority.

We further report that based on the information provided and representation made by the Company and also on the review of compliance reports of the respective department duly signed by the department head and Compliance Certificate(s) of the Managing Director/Company Secretary/CFO taken on record by the Board of Directors of the Company, *in our opinion system and process exists in the company required to be strengthen to commensurate with the size and operations of the Company to monitor and ensure compliance with the applicable laws, rules, regulations and guidelines.*

We further report that during the audit period the Company no events occurred which had bearing on the Company's affairs in pursuance of the above referred laws, rules, regulations, guidelines, standards etc.

For R M Mimani & Associates LLP
[Company Secretaries]
[Firm Registration No. L2015MH008300]

Sd/-

Manoj Mimani
(Partner)
ACS No: 17083
CP No: 11601
PR No.: 1065/2021

UDIN: A017083D000919941

Place: Mumbai
Dated: September 05, 2022



For KAVI COMMERCIAL CO.
COMPANY SECRETARY

Note: This report is to be read with our letter of even date which is annexed as "Annexure A" and forms an integral part of this report.

R M MIMANI & ASSOCIATES LLP

COMPANY SECRETARIES

Annexure - "A"

To,
The Members
Kavi Commercial Company Limited
[CIN: U99999MH1985PLC082517]
Viraj Impex House, 47, P.D' Mello Road,
Masjid (East), Mumbai-400 009

Our Secretarial Audit Report of even date is to be read along with this letter;

1. Maintenance of secretarial records is the responsibility of the management of the Company. Our responsibility is to express an opinion on these secretarial records based on our audit;
2. We have followed the audit practices and the processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. We believe that the processes and practices, we followed provide a reasonable basis for our opinion;
3. We have not verified the correctness and appropriateness of financial records and Books of Accounts of the Company;
4. Where ever required, we have obtained the Management Representation about the compliance of laws, rules and regulation and happening of events etc.;
5. The compliance of the provisions of corporate and other applicable laws, rules, regulations, standards is the responsibility of management. Our examination was limited to the verification of procedure on test basis;
6. The Secretarial Audit report is neither an assurance as to the future viability of the Company nor of the efficacy or effectiveness with which the management has conducted the affairs of the Company.

For R M Mimani & Associates LLP
[Company Secretaries]
[Firm Registration No. L2015MH008300]

Sd/-
Manoj Mimani
(Partner)
ACS No: 17083
CP No: 11601
PR No.: 1065/2021

UDIN: A017083D000919941

Place: Mumbai
Dated: September 05, 2022

For KAVI COMMERCIAL CO. LTD
COMPANY SECRETARY.

KAVI COMMERCIAL COMPANY LIMITED

[CIN: U99999MH1985PLC082517]

ANNEXURES TO THE BOARD'S REPORT

Form No.MGT-9

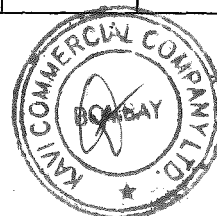
EXTRACT OF ANNUAL RETURN as on the financial year ended on 31st March, 2022

[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				U99999MH1985PLC082517				
ii.	Registration Date				23/03/1985				
iii.	Name of the Company				Kavi Commercial Company Limited				
iv.	Category/Sub-category of the Company				Company Limited by Shares Non Government Company				
v.	Address of the Registered Office and contact details				Viraj Impex House, 47, P.D'Mello Road, Masjid (East), Mumbai-400 009, Maharashtra.				
vi.	Whether listed company : Yes / No				Yes				
vii.	Name, Address and Contact details of Registrar and Transfer Agent, if any				Not Applicable				
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:									
Sr. No.	Name and Description of main products/services			NIC Code of the Product/Service			% to total turnover of the Company		
1.	Steel Trading			-			100%		
III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES									
Sr. No.	Name and Address of the Company		CIN / GLN		Holding / Subsidiary/ Associate		% of shares held		Applicable Section
1.	Viraj Properties Private Limited		U70100MH1999PTC121018		Associate		23.30 %		2(6)
IV. SHAREHOLDING PATTERN (Equity Share Capital Break-up as percentage of Total Equity)									
Category-wise Share-Holding									
Category of Shareholder	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	
Promoters									
(1) Indians									
Individual/HUF	1127500	-	1127500	37.41	1127500	-	1127500	37.41	-
Central Govt.	-	-	-	-	-	-	-	-	-

For KAVI COMMERCIAL CO. LTD.

COMPANY SECRETARY.



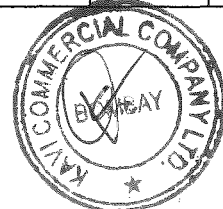
KAVI COMMERCIAL COMPANY LIMITED

[CIN: U99999MH1985PLC082517]

State Govt(s)	-	-	-	-	-	-	-	-	-
Bodies Corporate	410000	-	410000	13.61	410000	-	410000	13.61	-
Banks/ FIs	-	-	-	-	-	-	-	-	-
Any other	-	-	-	-	-	-	-	-	-
Sub-total (A) (1)	1537500	-	1537500	51.02	1537500	-	1537500	51.02	-
(1) Foreign									
NRIs/Individuals	-	-	-	-	-	-	-	-	-
Other Individuals	-	-	-	-	-	-	-	-	-
Bodies Corporates	-	-	-	-	-	-	-	-	-
Banks/FIs	-	-	-	-	-	-	-	-	-
Any other	-	-	-	-	-	-	-	-	-
Sub-total (A) (2)	-	-	-	-	-	-	-	-	-
Total Shareholding of Promoters (A) = (A)(1)+(A)(2)	1537500	-	1537500	51.02	1537500	-	1537500	51.02	-
B. Public Shareholding									
1. Institutions									
Mutual Funds	-	-	-	-	-	-	-	-	-
Banks / FIs	-	-	-	-	-	-	-	-	-
Central Govt.	-	-	-	-	-	-	-	-	-
State Govt.(s)	-	-	-	-	-	-	-	-	-
Venture Capital Funds	-	-	-	-	-	-	-	-	-
Insurance Companies	-	-	-	-	-	-	-	-	-
FIs	-	-	-	-	-	-	-	-	-
Foreign Venture Capital Funds	-	-	-	-	-	-	-	-	-
Others: - specify	-	-	-	-	-	-	-	-	-
Sub-total (B)(1)	-	-	-	-	-	-	-	-	-
2. Non-Institutions									
Bodies Corporates									
Indian	-	-	-	-	-	-	-	-	-
Overseas	-	-	-	-	-	-	-	-	-
Individuals									
Individual Shareholders holding nominal share capital up to Rs. 1 lakh	-	1325325	1325325	43.98	-	1325325	1325325	43.98	-
Individual Shareholders holding nominal share capital in excess of Rs. 1 lakh	-	150675	150675	5.00%	-	150675	150675	5.00%	-
Others: - specify	-	-	-	-	-	-	-	-	-

For KAVI COMMERCIAL CO. LTD.

COMPANY SECRETARY.



KAVI COMMERCIAL COMPANY LIMITED

[CIN: U99999MH1985PLC082517]

Sub-total (B)(2)	-	1476000	1476000	48.98	-	1476000	1476000	48.98	-
Total Public Shareholding (B)=(E)(1)+(B)(2)	-	1476000	1476000	48.98	-	1476000	1476000	48.98	-
Shares held by Custodian for GDRs & ADRs	-	-	-	-	-	-	-	-	-
Grand Total (A+B+C)	1537500	1476000	3013500	100	1537500	1476000	3013500	100	-

Shareholding of Promoters

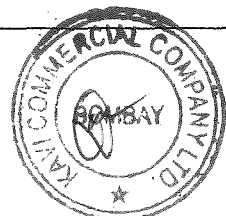
Sr. No.	Name of Shareholder	No. of Shares held at the beginning of the year			No. of Shares held at the end of the year			% change in shareholding during the year
		No. of Shares	% of total shares of the company	% of shares Pledged/encumbered to total shares	No. of Shares	% of total shares of the company	% of shares Pledged/encumbered to total shares	
1	Vimal Didwania	102500	3.40	-	102500	3.40	-	-
2	Kailash Didwania	358750	11.90	-	358750	11.90	-	-
3	Prakash Didwania	358750	11.90	-	358750	11.90	-	-
4	Veena Subhas Basu	307500	10.20	-	307500	10.20	-	-
5	Viraj Impex Pvt. Limited	205000	6.80	-	205000	6.80	-	-
6	Nirbhay Holdings Pvt. Ltd.	205000	6.80	-	205000	6.80	-	-
	Total	1537500	51.02	-	1537500	51.02	-	-

Change in Promoters' Shareholding (Please specify, if there is no change)

Sr. No.		Shareholding at the beginning of the year		Cumulative Shareholding at the end of the year	
		No of Shares held	% of total shares of the Company	No of Shares held	% of total shares of the Company
		1537500	51.02	1537500	51.02

For KAVI COMMERCIAL CO. LTD.

COMPANY SECRETARY



KAVI COMMERCIAL COMPANY LIMITED

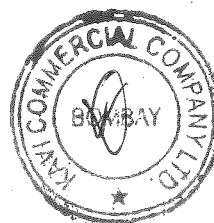
[CIN: U99999MH1985PLC082517]

Shareholding Pattern of ten Shareholders (Other than Directors, Promoters and Holders of GDRs and ADRs)					
Sr. No.		Shareholding at the beginning of the year		Cumulative Shareholding at the end of the year	
	For Each of the Top 10 Shareholders	No of Shares held	% of total shares of the Company	No of Shares held	% of total shares of the Company
	At the beginning of the year	150675	5.00	150675	5.00
	Date-wise Increase / Decrease in Promoters Shareholding during the year specifying the reason for increase / decrease (e.g. allotment / transfer / bonus / sweat equity etc)	-	-	-	-
	At the end of the year (or on the date of separation, if separated during the year)	150675	5.00	150675	5.00
1.	Chadha Jugal	20500	0.68	20500	0.68
2.	Gupta Rajaram	20500	0.68	20500	0.68
3.	Khandelwal Kumud	20500	0.68	20500	0.68
4.	Jain Angoori Devi	16400	0.54	16400	0.54
5.	Kanta Kiran	15375	0.51	15375	0.51
6.	Harlalka N.S.	14350	0.48	14350	0.48
7.	Harlalka Manju	12300	0.41	12300	0.41
8.	Nijhawan Vinod	10250	0.34	10250	0.34
9.	Nijhawan Sunanda	10250	0.34	10250	0.34
10.	Nijhawan Vijay	10250	0.34	10250	0.34
	Total	150675	5.00	150675	5.00

Shareholding of Directors and Key Managerial Personnel:					
Sr. No.		Shareholding at the beginning of the year		Cumulative Shareholding at the end of the year	
	For Each of the Directors and KMP	No of Shares held	% of total shares of the Company	No of Shares held	% of total shares of the Company
	At the beginning of the year				
	1. Prakash Ratanlal Didwania	358750	11.90	358750	11.90
	2. Vidya P. Didwania	-	-	-	-
	3. Kailas Ratanlal Didwania	358750	11.90	358750	11.90
	Date-wise Increase / Decrease in Promoters Shareholding during the year specifying the reason for increase / decrease				

For KAVI COMMERCIAL CO. LTD.

COMPANY SECRETARY.



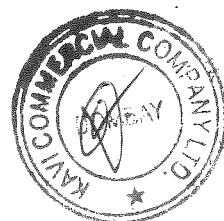
KAVI COMMERCIAL COMPANY LIMITED

[CIN: U99999MH1985PLC082517]

	(e.g. allotment / transfer / bonus / sweat equity etc)				
	At the end of the year	717500	23.80	358750	23.80
INDEBTEDNESS					
Indebtedness of the Company including interest outstanding/accrued but not due for payment					
	Secured Loans excluding deposits	Unsecured Loans	Deposit	Total Indebtedness	
Indebtedness at the beginning of the financial year					
Principal Amount	-	-	-	-	
Interest due but not paid	-	-	-	-	
Interest accrued but not due	-	-	-	-	
Total	-	-	-	-	
Change in indebtedness during the financial year					
Addition	-	-	-	-	
Reduction	-	-	-	-	
Net Change	-	-	-	-	
Indebtedness at the end of the financial year					
Principal Amount	-	-	-	-	
Interest due but not paid	-	-	-	-	
Interest accrued but not due	-	-	-	-	
Total	-	-	-	-	
Remuneration of Directors and Key Managerial Personnel					
Remuneration to Managing Director, Whole-time Directors and/or Manager					
Sr. No.	Particulars of Remuneration	Name of MD/WTD/Manager			Total Amount
		Prakash Didwania			
1	Gross Salary	1200,000/-	-	-	1200,000/-
	Salary as per provisions contained in Section 17(1) of the Income Tax Act, 1961	-	-	-	-
	Value of perquisites under Section 17(2) of the Income Tax Act, 1961	-	-	-	-
	Profit in lieu of Salary under Section 17(3) of the Income Tax Act, 1961	-	-	-	-
2	Stock Option	-	-	-	-
3	Sweat Equity	-	-	-	-
4	Commission as % of profit. Others, specify	-	-	-	-
5	Others, please specify: Bonus	1200,000/-	-	-	1200,000/-
	Total (A)	2400,000/-	-	-	2400,000/-
	Ceiling as per the Act	-	-	-	84,00,000/-

For KAVI COMMERCIAL CO. LTD.

COMPANY SECRETARY



KAVI COMMERCIAL COMPANY LIMITED

[CIN: U99999MH1985PLC082517]

Remuneration to Other Directors						
Sr. No.	Particulars of Remuneration	Name of Directors				Total Amount
1. Independent Directors						
	Fee for attending Board Meetings	-	-	-	-	-
	Commission	-	-	-	-	-
	Others, please specify	-	-	-	-	-
	Total (1)	-	-	-	-	-
2. Other Non-Executive Directors						
	Fee for attending Board Meetings	-	-	-	-	-
	Commission	-	-	-	-	-
	Others, please specify	-	-	-	-	-
	Total (2)	-	-	-	-	-
	Total (B) =1+2	-	-	-	-	-
	Total Managerial Remuneration					
	Overall ceiling as per the Act					

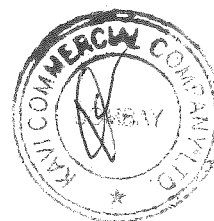
Remuneration to Key Managerial Personnel other than Managing Director, Whole-time Directors and/or Manager					
Sr. No.	Particulars of Remuneration	Key Managerial Personnel			Total Amount
		CEO	Company Secretary	CFO	
1	Gross Salary			14,30,533/-	14,30,533/-
	Salary as per provisions contained in Section 17(1) of the Income Tax Act, 1961			-	-
	Value of perquisites under Section 17(2) of the Income Tax Act, 1961			-	-
	Profit in lieu of Salary under Section 17(3) of the Income Tax Act, 1961			-	-
2	Stock Option			-	-
3	Sweat Equity			-	-
4	Commission as % of profit. Others, specify			-	-
5	Others, please specify			-	-
	Total			14,30,533/-	14,30,533/-

PENALTIES/PUNISHMENT/COMPOUNDING OF OFFENCES:

Type	Section of the Companies Act	Brief Description	Details of Penalty / Punishment / Compounding	Authority [RD/NCLT/COURT]	Appeal made, if any (give
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For KAVI COMMERCIAL COMPANY LTD.

COMPANY SECRETARY

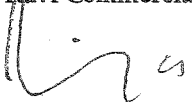


KAVI COMMERCIAL COMPANY LIMITED

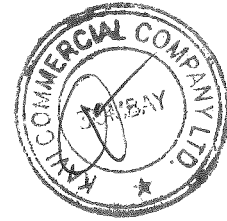
[CIN: U99999MH1985PLC082517]

			fees imposed		details)
COMPANY					
Penalty	-	-	-	-	-
Punishment	-	-	-	-	-
Compounding	-	-	-	-	-
Directors					
Penalty	-	-	-	-	-
Punishment	-	-	-	-	-
Compounding	-	-	-	-	-
Other Officers in default					
Penalty	-	-	-	-	-
Punishment	-	-	-	-	-
Compounding	-	-	-	-	-

For and on behalf of the Board of Directors of
Kavi Commercial Company Limited


Vidya Didwania
Director
DIN: 00226754


Prakash Didwania
Managing Director
DIN: 00225978



Place: Mumbai
Dated: 05-09-2022

For KAVI COMMERCIAL CO. LTD.

COMPANY SECRETARY

KAVI COMMERCIAL COMPANY LIMITED

CIN: U99999MH1985PLC082517

ANNEXURES TO THE BOARD'S REPORT

ANNEXURE III

Particulars of Contracts or Arrangements with Related Parties

Form No. AOC-2

(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							
--Not Applicable--							
2. Details of material contracts or arrangement or transactions at arm's length basis							
Sr.	(a) Name(s) of the related party	(b) Nature of relationship	(c) Nature of contracts/arrangements/transactions	(d) Duration of the contracts / arrangements/transactions	(e) Salient terms of the contracts or arrangements or transactions including the value, if any. Value in Lacs	(f) Date(s) of approval by the Board, if any	(g) Amount paid as advances, if any
1	Mr. Prakash Didwania	Key Management Personnel	Directors Remuneration	2021-22	24.00	-	Nil
2	Mr. Ram A. Singh	Key Management Personnel	Remuneration	2021-22	14.31	-	Nil

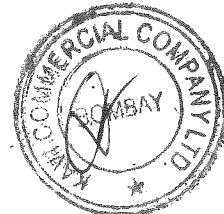
For and on behalf of the Board

Vidya Didwania
Director
DIN: 00226754

Prakash Didwania
Director
DIN: 00225978
Place : Mumbai.
Date : 05/09/2022

FOR KAVI COMMERCIAL CO. LTD.

COMPANY SECRETARY.



KAVI COMMERCIAL COMPANY LIMITED

[CIN: U99999MH1985PLC082517]

Registered off.: Viraj Impex House 47, P D' Mello Road, Mumbai-400009

Ph.: 022-23718446/61295000; E-mail id: virajimpex@virajimpex.com; Website: <http://kavicommercial.com>

CORPORATE GOVERNANCE REPORT

The Directors present the Company's Report on Corporate Governance for the year ended March 31, 2022, in terms of Regulation 34(3) read with Schedule V of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (The "Listing Regulations").

COMPANY'S PHILOSOPHY ON CODE OF GOVERNANCE

Kavi Commercial Company Limited ("the Company") governance philosophy is based on trusteeship, transparency and accountability. As a corporate citizen, our business fosters a culture of ethical behaviour and disclosures aimed at building trust of our stakeholders. The Company's Code of Business Conduct and Ethics, Internal Code of Conduct for Regulating, Monitoring and Reporting of Trades by Designated Persons and the Charter- Business for Peace are an extension of our values and reflect our commitment to ethical business practices, integrity and regulatory compliances.

The Company's governance framework is based on the following principles:

- Appropriate composition and size of the Board, with each member bringing in expertise in their respective domains;
- Availability of information to the members of the Board and Board Committees to enable them to discharge their fiduciary duties;
- Timely disclosure of material operational and financial information to the stakeholders;
- Systems and processes in place for internal control; and
- Proper business conduct by the Board, Senior Management and Employees.

THE BOARD OF DIRECTORS

The Board is entrusted with an ultimate responsibility of the Management, directions and performance of the Company. As its primary role is fiduciary in nature, the Board provides leadership, strategic guidance, objective and independent view to the Company's management while discharging its responsibilities, thus ensuring that the management adheres to ethics, transparency and disclosures. Committees of the Board: The Board has constituted the following Committees viz.; Audit Committee, Nomination and Remuneration Committee, Stakeholders' Relationship Committee, and Risk Management Committee. Each of the said Committee has been mandated to operate within a given framework.

The Company is managed by the Board of Directors in co-ordination with the Senior Management team. The composition and strength of the Board is reviewed from time to time for ensuring that it remains aligned with statutory as well as business requirements. As on March 31, 2022, the Company's Board consists of three Directors. The Board comprises of One Non Executive Woman Director, One Executive Promoter Director, and One Non-Executive Director. Vacancy created due to resignation of independent directors could not filled up to March 31, 2022. The Chairman of the Board is Executive Director.

The number of Directorships, Committee Membership(s)/ Chairmanship(s) of all Directors is within respective limits prescribed under the Companies Act, 2013 ("Act") and Listing Regulations.

Directors' Directorships/Committee memberships

In accordance with Regulation 26 of the Listing Regulations, none of the Directors are members in more than 10 committees excluding private limited companies, foreign companies and companies under Section 8 of the Companies Act, 2013 or act as Chairperson of more than 5 committees across all listed entities in which he/she is a Director. The Audit Committee and Stakeholders' Relationship Committee are only considered in computation of limits. Further all Directors have informed about their Directorships, Committee Memberships/Chairmanships including any changes in their positions. Relevant details of the Board of Directors as on March 31, 2022 are given below:

For KAVI COMMERCIAL CO. LTD.


COMPANY SECRETARY.



KAVI COMMERCIAL COMPANY LIMITED

[CIN: U99999MH1985PLC082517]

Registered off.: Viraj Impex House 47, P D' Mello Road, Mumbai-400009

Ph.: 022-23718446/61295000; E -mail id: virajimpex@virajimpex.com; Website:<http://kavicommercial.com>

Name of the Director	Date of appointment	Category of Director	Directorships in other Indian Public Limited Companies (Including Kavi)	No. of Board Committees in which Chairman/ Member (Including Kavi)		List of Directors hip held in Other Listed Companies and Category
				Chairman	Member	
Mr. Prakash R.Didwania	15/10/1990	Managing Director	1.Vinayaga Marine Petro Limited 2. Kavi Commercial Company Limited	Nil	2	Nil
Mrs. Vidya P. Didwania	25/07/2015	Non-Executive, Non Independent Director	1. Kavi Commercial Company Limited	Nil	Nil	Nil
Mr. Kailash R.Didwania	24/02/2022	Non-Executive, Non Independent Director	1.Vinayaga Marine Petro Limited 2. Kavi Commercial Company Limited	Nil	1	Nil

As on March 31, 2022, Mr. Prakash Didwania hold 3,58,750 Equity Shares and Mr. Kailash Didwania hold 3,58,750 Equity Shares of the Company.

Notes:

- Membership of Committee only includes Audit Committee and Stakeholders Relationship Committee in Indian Public Limited Companies including Kavi Commercial.

Independent Directors confirmation by the Board

All Independent Directors have given declarations that they meet the criteria of independence as laid down under Section 149(6) of the Companies Act, 2013 and Regulation 16(1)(b) of the Listing Regulations. In the opinion of the Board, the Independent Directors, fulfill the conditions of independence specified in Section 149(6) of the Companies Act, 2013 and Regulation 16(1)(b) of the Listing Regulations. A formal letter of appointment to Independent Directors as provided in Companies Act, 2013 has been issued and disclosed on website of the Company viz. <http://kavicommercial.com>

Number of Independent Directorships

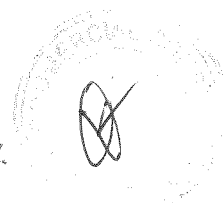
As per Regulation 17A of the Listing Regulations, Independent Directors of the Company do not serve as Independent Director in more than seven listed companies. Further, the Managing Director of the Company does not serve as an Independent Director in any listed entity.

Board Meetings

The Board meets at regular intervals to discuss and decide on business strategies/policies and review the financial performance of the Company and its subsidiaries. The Board Meetings are pre-scheduled well in advance to facilitate them to plan their schedules accordingly. In case of business exigencies, the Board's approval is taken through circular resolutions. The circular resolutions are noted at the subsequent Board Meeting.

For KAVI COMMERCIAL CO. LTD.

(Signature)
COMPANY SECRETARY.



KAVI COMMERCIAL COMPANY LIMITED

[CIN: U99999MH1985PLC082517]

Registered off.: Viraj Impex House 47, P D' Mello Road, Mumbai-400009

Ph.: 022-23718446/61295000; E -mail id: virajimpex@virajimpex.com; Website: <http://kavicommercial.com>

The notice and detailed agenda along with the relevant notes and other material information are sent in advance separately to each Director and in exceptional cases tabled at the Meeting with the approval of the Board. This ensures timely and informed decisions by the Board. Minimum four prescheduled Board meetings are held every year (one meeting in every calendar quarter). Additional meetings are held to address specific needs, if any, of the Company.

During the Financial Year 2021-22, the Board of Directors met 08 (Eight) times and the maximum gap between any two consecutive meetings was less than one hundred and twenty days, as stipulated under Section 173(1) of the Act, and Regulation 17(2) of the Listing Regulations and the Secretarial Standard by the Institute of Company Secretaries of India.

Attendance of Directors at the Board Meetings and at the last Annual General Meeting (AGM)

Date of the Board Meeting	Name of the Directors				
	Mr. Prakash R Didwania	Mrs. Vidya P. Didwania	Mr. Taraknath P. Gupta	Mr. Krishnan H. Nair	Mr. Kailash R Didwania
01/06/2021	✓	✓	✓	✓	NA
06/08/2021	✓	✓	✓	✓	NA
03/09/2021	✓	✓	✓	✓	NA
01/11/2021	✓	✓	✓	✓	NA
01/02/2022	✓	✓	✓	✓	NA
24/02/2022	✓	✓	NA	NA	✓
03/03/2022	✓	✓	NA	NA	✓
25/03/2022	✓	✓	NA	NA	✓
AGM (29/09/2021)	✓	✓	✓	✓	NA

Information placed before the Board

The Company provides the information as set out in Regulation 17 read with Part A of Schedule II of the Listing Regulations to the Board and the Board Committees to the extent it is applicable and relevant. Such information is submitted either as part of the agenda papers in advance of the respective Meetings or by way of presentations and discussions during the Meetings.

Post Meeting Mechanism

The important decisions taken at the Board/Board Committee Meetings are communicated to the concerned department/ division.

Roles, Responsibilities and Duties of the Board

The duties of Board of Directors have been enumerated in Listing Regulations, Section 166 of the Companies Act, 2013 and Schedule IV of the said Act (Schedule IV is specifically for Independent Directors). There is a clear demarcation of responsibility and authority amongst the Board of Directors

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Familiarization Programme for Directors

At the time of appointing a Director, a formal letter of appointment is given to him, which inter alia explains the role, function, duties and responsibilities expected from him as a Director of the Company. The Director is also explained in detail the Compliance required from him under Companies Act, 2013, the Listing Regulations and other various statutes and an affirmation is obtained. The Chairman and Managing Director also have a one to one discussion with the newly appointed Director to familiarize him/her with the Company's operations.

Further, on an ongoing basis as a part of Agenda of Board / Committee Meetings, presentations are regularly made to the Independent Directors on various matters inter-alia covering the Company's and its subsidiaries/associates businesses and operations, industry and regulatory updates, strategy, finance, risk management framework, role, rights, responsibilities of the Independent Directors under various statutes and other relevant matters. The details of the familiarization programme for Directors are available on the Company's website, i.e. <http://kavicommercial.com>

Governance Codes

Code of Business Conduct & Ethics

The Company has adopted Code of Business Conduct & Ethics ("the Code") which is applicable to the Board of Directors and all Employees of the Company. The Board of Directors and the members of Senior Management Team of the Company are required to affirm semi-annual Compliance of this Code. A declaration signed by the Chairman and Managing Director of the Company to this effect is placed at the end of this report. The Code requires Directors and Employees to act honestly, fairly, ethically, and with integrity, conduct themselves in professional, courteous and respectful manner. The Code is displayed on the Company's website i.e. <http://kavicommercial.com>

Conflict of Interests

Each Director informs the Company on an annual basis about the Board and the Committee positions he occupies in other companies including Chairmanships and notifies changes during the year. The Members of the Board while discharging their duties, avoid conflict of interest in the decision making process. The Members of Board restrict themselves from any discussions and voting in transactions in which they have concern or interest.

Insider Trading Code

The Company has adopted an 'Internal Code of Conduct for Regulating, Monitoring and Reporting of Trades by Designated Persons' ("the Code") in accordance with the SEBI (Prohibition of Insider Trading) Regulations, 2015 (The PIT Regulations). The Code is applicable to Promoters, Member of Promoter's Group, all Directors and such Designated Employees who are expected to have access to unpublished price sensitive information relating to the Company.

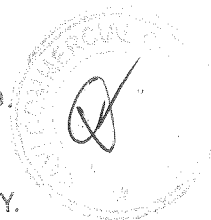
Committees of the Board

The Board of Directors has constituted Board Committees to deal with specific areas and activities which concern the Company and requires a closer review. The Board Committees are formed with approval of the Board and function under their respective Charters. These Committees play an important role in the overall Management of day-to-day affairs and governance of the Company. The Board Committees meet at regular intervals and take necessary steps to perform its duties entrusted by the Board. The Minutes of the Committee Meetings are placed before the Board for noting. The Company has 03 (three) Board Level Committees:

- Audit Committee,
- Nomination and Remuneration Committee,
- Stakeholders' Relationship Committee

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COMPANY SECRETARY.



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Audit Committee

Audit Committee of the Board of Directors ("the Audit Committee") is entrusted with the responsibility to supervise the Company's financial reporting process and internal controls. The composition, quorum, powers, role and scope are in accordance with Section 177 of the Companies Act, 2013 and the provisions of Regulation 18 of the Listing Regulations. All members of the Audit Committee are financially literate and bring in expertise in the fields of Finance, Taxation, Economics and Risk etc. It functions in accordance with its terms of reference that defines its authority, responsibility and reporting function.

Meetings and Attendance

The Audit Committee met five (05) times during the Financial Year 2021-22. The maximum gap between two Meetings was not more than 120 days. The Committee met on 01/06/2021, 06/08/2021, 03/09/2021, 01/11/2021 and 01/02/2022. The requisite quorum was present at all the Meetings. The Chairman of the Audit Committee was present at the last Annual General Meeting of the Company held on 29/09/2021.

Constitution of the Audit Committee and attendance at their meetings during the financial year ended March 31, 2022 are given below:

Name of Directors	Designation in Committee	Nature of Directorship	Total Meetings held during the Year	Meetings Attended by the Member
Mr. Taraknath P. Gupta	Chairman	Non-Executive - Independent	5	5
Mr. Krishnan H. Nair	Member	Non-Executive - Independent	5	5
Mr. Prakash Didwania	Member	Managing Director	5	5

Independent directors Mr. Taraknath P. Gupta and Mr. Krishnan H. Nair resigned on 24/02/2022 and there were no Independent directors on board as on 31/03/2022

Nomination and Remuneration Committee

The Nomination and Remuneration Committee comprises of three Directors. Mr. Taraknath P. Gupta, Independent Director is the Chairman of the Committee. The other members of the Nomination and Remuneration Committee include Mr. Krishnan H. Nair, Independent Director and Mr. Vidya Didwania, Non- Executive Director. The Composition of Nomination and Remuneration Committee is in accordance with the provisions of Section 178(1) of the Companies Act, 2013 and Regulation 19 of the Listing Regulations.

The Nomination and Remuneration Committee met One times during the financial year ended on March 31, 2022. The Committee met on 03/09/2021.

Independent directors Mr. Taraknath P. Gupta and Mr. Krishnan H. Nair resigned on 24/02/2022 and there were no Independent directors on board as on 31/03/2022

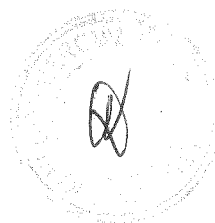
The remuneration policy is directed towards rewarding performance, based on review of achievements. It is aimed attracting and retaining high caliber talent. The Nomination and Remuneration Policy is displayed on the Company's website i.e. <http://kavicommercial.com>

Stakeholders Relationship Committee

Pursuant to provisions of Section 178(5) of the Companies Act, 2013 read with Regulation 20 of the Listing Regulations, Committee of Directors (Stakeholders Relationship Committee) of the Board has been constituted. This Committee comprises of three Directors and Independent Director is the

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Chairman of this Committee. Stakeholders Relationship Committee meet four times during the financial year ended on March 31, 2022. The Committee met on 01/06/2021, 06/08/2021, 01/11/2021 and 01/02/2022. The requisite quorum was present at all the Meetings. Details of constitution and attendance at their meetings during the financial year ended March 31, 2022 are given below:

Name of Director	Designation in Committee	Nature of Directorship	Total Meetings Held during the Year	Meetings Attended by the Member
Mr. Taraknath P. Gupta	Chairman	Non-Executive - Independent	4	4
Mr. Krishnan H. Nair	Member	Non-Executive - Independent	4	4
Mr. Prakash Didwania	Member	Managing Director	4	4

There were no investor/ shareholders' grievances complaints outstanding as on March 31, 2022.

Independent directors Mr. Taraknath P. Gupta and Mr. Krishnan H. Nair resigned on 24/02/2022 and there were no Independent directors on board as on 31/03/2022

Independent Directors' Meeting

During the year under review, the Independent Directors met on 03/09/2021 at which all Independent Directors were present, inter alia, to:

- Evaluate performance of Non-Independent Directors and the Board of Directors as a whole;
- Evaluate performance of the Chairman of the Company, taking into account the views of the Executive and Non- Executive Directors;
- Evaluation of the quality, content and timeliness of flow of information between the Management and the Board that is necessary for the Board to effectively and reasonably perform its duties.

Subsidiary Companies

The Board of Directors of the Company has approved a Policy for determining Material Subsidiaries which is in line with the Listing Regulations as amended. The said policy has been uploaded on the website of the Company i.e. <http://kavicommercial.com>

Affirmations and Disclosures:

(a) Compliances with Governance Framework

The Company is in compliance with all mandatory requirements under the Listing Regulations.

(b) Related party transactions

All transactions entered into with the Related Parties as defined under the Companies Act, 2013 and Regulation 23 of the Listing Regulations during the financial year were on arm's length basis and do not attract the provisions of Section 188 of the Companies Act, 2013. Related party transactions have been disclosed under significant accounting policies and notes forming part of the Financial Statements in accordance with "IND AS". A statement in summary form of transactions with Related Parties in ordinary course of business and arm's length basis is periodically placed before the Audit Committee for review and recommendation to the Board for their approval. As required under Regulation 23(1) of the Listing Regulations, the Company has formulated a policy on dealing with Related Party Transactions. The Policy is available on the website of the Company i.e. <http://kavicommercial.com>

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- (c) Details of non-compliance by the Company, penalties, and strictures imposed on the Company by Stock Exchanges or SEBI or any statutory authority, on any matter related to capital markets, during last three financial years.

The Company has complied with all requirements specified under the Listing Regulations as well as other regulations and guidelines of SEBI. Consequently, there were no strictures or penalties imposed by either SEBI or Stock Exchanges or any statutory authority for non-compliance of any matter related to the capital markets during the last three Financial years.

- (d) Vigil Mechanism / Whistle Blower Policy

Pursuant to Section 177(9) and (10) of the Companies Act, 2013, and Regulation 22 of the Listing Regulations, the Company has formulated Whistle Blower Policy for vigil mechanism of Directors and employees to report to the management about the unethical behavior, fraud or violation of Company's code of conduct. The mechanism provides for adequate safeguards against victimization of employees and Directors who use such mechanism and makes provision for direct access to the Chairman of the Audit Committee in exceptional cases. None of the personnel of the Company have been denied access to the Audit Committee. The Whistle Blower Policy is displayed on the Company's website i.e. <http://kavicommercial.com>

- (e) Disclosure of Accounting Treatment

In the preparation of the financial statements, the Company has followed the Accounting Standards referred to in Section 133 of the Companies Act, 2013. The significant accounting policies which are consistently applied are set out in the Notes to the Financial Statements.

- (f) Risk Management

Business risk evaluation and management is an ongoing process within the Company. The assessment is periodically examined by the Board.

- (g) Commodity price risk and Commodity hedging activities

The Company has adequate risk assessment and minimization system in place including for commodities. The Company does not have material exposure of any commodity and accordingly, no hedging activities for the same are carried out. Therefore, there is no disclosure to offer in terms of SEBI circular no. SEBI/HO/CFD/CMD1/CIR/P/2018/0000000141 dated November 15, 2018.

- (h) Details of utilization of funds raised through preferential allotment or qualified institutions placement as specified under Regulation 32 (7A). Not Applicable

- (i) A certificate from a Company Secretary in practice that none of the directors on the board of the company have been debarred or disqualified from being appointed or continuing as directors of companies by the Board/Ministry of Corporate Affairs or any such statutory authority. The Certificate of Company Secretary in practice is annexed herewith as a part of the report.

- (j) Where the board had not accepted any recommendation of any committee of the board which is mandatorily required, in the relevant financial year. Not Applicable

- (k) Total fees for all services paid by the listed entity and its subsidiaries, on a consolidated basis, to the statutory auditor and all entities in the network firm/network entity of which the statutory auditor is a part.

Details relating to fees paid to the Statutory Auditors are given in Note No. 18 to the Standalone Financial Statements.

For KAVI COMMERCIAL CO. LTD.


COMPANY SECRETARY.



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- (l) Disclosures in relation to the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013.

The details of number of complaints filed and disposed of during the year and pending as on March 31, 2022 is given in the Directors' report.

- (m) Non-mandatory requirements

Adoption of non-mandatory requirements of the Listing Regulations is being reviewed by the Board from time-to time.

Details of Adoption of Non-Mandatory (Discretionary) Requirements

Non-mandatory (discretionary) requirements under Regulation 27 of the Listing Regulations. The status of compliance with the non-mandatory requirements of the Listing Regulations is provided below:

- **The Board**
No separate office was maintained for Chairman and/or Managing Director of the Company.
- **Shareholders rights**
The Company has not adopted the practice of sending out quarterly or half-yearly declaration of financial performance to shareholders. Quarterly results as approved by the Board are disseminated to Stock Exchanges and updated on the website of the Company.
- **Modified opinion(s) in audit report**
There are no modified opinions in audit report.
- **Reporting of Internal Auditor**
In accordance with the provisions of Section 138 of the Companies Act, 2013, the Company has appointed an Internal Auditor who reports to the Audit Committee. Quarterly internal audit reports are submitted to the Audit Committee which reviews the audit reports and suggests necessary action.

Shareholder Information:

General Body Meetings:

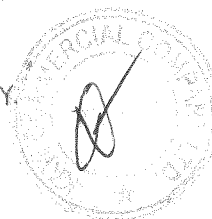
Details of last three Annual General Meetings held

AGM	Financial Year	Date and Time	Venue	Details of Special Resolution Passed
37 th	2020-21	29/09/2021 at 11.00am	Viraj Impex House, 47 P. D'Mello Road, Mumbai -400009	NA
36 th	2019-20	26/12/2020 at 11.00am	Viraj Impex House, 47 P. D'Mello Road, Mumbai -400009	NA
35 th	2018-19	28/09/2019 at 11.00 am	Viraj Impex House, 47 P. D'Mello Road; Mumbai -400009	NA

During the financial year under review, the Company has not conducted postal ballot as per provisions of Section 110 of the Companies Act, 2013. At present there is no special resolution proposed to be conducted through postal ballot.

For KAVI COMMERCIAL CO. LTD.

COMPANY SECRETARY



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Annual General Meeting for the Financial Year 2021-22

Day and Date	September 30, 2022
Time	11:00 a.m.
Venue	Viraj Impex House, 47 P. D' Mello Road, Mumbai -400009
Financial Year	2021-22
Book Closure	24 th Sept 2022 to 30 th Sept 2022

Tentative Calendar for Financial Year ending March 31, 2023

The tentative dates for Board Meetings for consideration of quarterly financial results are as follows:

First Quarter Results	On or before the 2 nd week of August 2022
Second Quarter & Half Yearly Results	On or before the 2 nd week of November 2022
Third Quarter & Nine-months ended Results	On or before the 2 nd week of February 2023
Fourth Quarter & Annual Results	On or before the last week of May 2023

General Shareholder Information

Dividend payment date	Not applicable
Listing on Stock Exchange	Application of listing is being filed with Metropolitan Stock Exchange of India i.e. MSEI and listing permission is awaited
Payment of annual listing fees	Not applicable
Stock Code (BSE)	Not applicable
Demat ISIN no. for CDSL and NSDL	INE828V01012
Corporate Identity Number (CIN)	U99999MH1985PLC082517
Share Registrar & Transfer Agent	Link Intime India Pvt. Ltd.
Company Secretary & Compliance officer	NA
Website:	http://kavicommercial.com

Unclaimed Dividend/ Shares

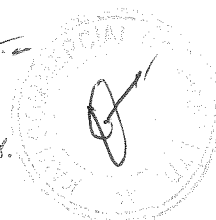
The Company was not required to transfer any amount of unclaimed Dividend to Investor Education and Protection Fund ('the IEPF') pursuant to the provisions of Section 124(5) of the Companies Act, 2013.

Distribution of Shareholding as on March 31, 2022

No. of Shares held	No. of Shareholders	%	No. of Shares	% of Total Capital
1 to 500	8	1.66	3280	0.11
501 to 1000	27	5.60	21115	0.70
1001 to 2000	88	18.26	132635	4.40
2001 to 3000	143	29.67	332920	11.05
3001 to 4000	99	20.54	342760	11.37
4001 to 5000	84	17.43	379455	12.59
5001 to 10000	17	3.53	113160	3.76
10001 onwards	16	3.32	1688175	56.02
Total	482	100	3013500	100.00

For KAVI COMMERCIAL CO. LTD.

COMPANY SECRETARY.



KAVI COMMERCIAL COMPANY LIMITED

[CIN: U99999MH11985PLC082517]

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Share holding pattern of the Company as on 31.03.2022:

Sr. No.	Category	No. of Shares	% (Percentage)
1	Promoters (Including Promoters Body Corporate)	1,537,500	51.02
2	Body Corporate (other than Promoters)	-	-
3	Resident Individuals & HUF	1476000	48.98
4	Any Other	-	-
	TOTAL	3,013,500	100.00

Dematerialization of Shares and Liquidity

51.02% of the equity shares of the Company have been dematerialized (NSDL Nil and CDSL 51.02%) as on March 31, 2022. The Company has entered into agreements with National Securities Depository Limited (NSDL) and Central Depository Services India) Limited (CDSL) whereby shareholders have an option to dematerialize their shares with either of the Depositories.

Reconciliation of Share Capital Audit Report

As stipulated by SEBI, a qualified Practicing Company Secretary carries out Secretarial Audit to reconcile the total admitted capital with National Securities Depository Limited (NSDL) and Central Depository Services (India) Limited (CDSL) and the total issued and listed capital. This audit is carried out every quarter and the report thereon is submitted to the Stock Exchange where the Company's shares are listed. The audit confirms that the total Listed and Paid-up Capital is in agreement with the aggregate of the total number of shares in dematerialized form (held with NSDL and CDSL) and total number of shares in physical form.

Compliance with Secretarial Standards

The Institute of Company Secretaries of India (ICSI); a Statutory Body, has issued Secretarial Standards ('the SS') on various aspects of corporate law and practices out of which the SS-1 i.e. Secretarial Standards on Meeting of Board of Directors and SS-2 i.e. Secretarial Standards on General Meetings is notified. The Company has complied with the SS-1 and SS-2.

Share Price Data:

The Shares of the Company is yet to be listed on MSEI, hence no share price data is available.

Outstanding GDRs/ Warrants and Convertible Bonds, conversion date and likely impact on equity:

There were no GDRs/ Warrants and Convertible Bonds outstanding as on March 31, 2022, hence not applicable to the Company.

Means of Communication to Shareholders

- The Company's financial results and official press releases are displayed on the Company's Website i.e., <http://kavicommercial.com>
- Management Discussion and Analysis report forms part of the Annual Report, which is sent to the shareholders of the Company.
- The Company has designated the email id: info@kavicommercial.com exclusively for investor relation, and the same is prominently displayed on the Company's website i.e. <http://kavicommercial.com>

For KAVI COMMERCIAL CO. LTD.

COMPANY SECRETARY.



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Share Transfer System

The transfer of shares in physical form is processed and completed by Registrar & Transfer Agent within stipulated time from the date of receipt thereof provided all the documents are in order. In case of shares in electronic form, the transfers are processed by NSDL/CDSL through respective Depository Participants. In compliance with the Listing Regulations, a Practicing Company Secretary carries out audit of the System of Transfer and a certificate to that effect is issued.

Nomination

Nomination facility in respect of shares held in electronic form is also available with the Depository Participants as per the bye-laws and business rules applicable to NSDL and CDSL. Nomination forms can be obtained from the Company's Registrar and Share Transfer Agent.

Service of documents through electronic mode

As a part of Green Initiative, the members who wish to receive the notices/documents through e-mail, may kindly intimate their e-mail addresses to the Company's Registrar and Share transfer Agent, Link Intime (India) Pvt. Ltd. to its dedicated e-mail idi.e.support@linkintime.co.in

Address for correspondence

Compliance officer	Mr. Prakash Didwania, Managing Director Website: http://kavicommercial.com
Website:	http://kavicommercial.com
Share Registrar & Transfer Agent	Link Intime (India) Private Limited C-101, 247 Park LBS Marg Vikhroli (W) Mumbai-400083 Email: support@sharexindia.com

For and on behalf of the Board of Directors of
Kavi Commercial Company Limited

Vidya P. Didwania Prakash Didwania
Director Managing Director
DIN: 00226754 DIN: 00225978

Place: Mumbai
Dated: September 05, 2022

FOR KAVI COMMERCIAL CO. LTD.
COMPANY SECRETARY

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DECLARATION BY THE CEO UNDER REGULATION 26(3) OF THE SEBI (LISTING OBLIGATION AND DISCLOSURE REQUIREMENTS) REGULATIONS, 2015 REGARDING ADHERENCE CODE OF CONDUCT:

In accordance with Regulation 26(3) of SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015, I hereby confirm that, all the Directors and the Senior Management Personnel of the Company have affirmed compliance to the Code of Conduct for the Financial Year ended March 31, 2022

For Kavi Commercial Company Limited

P u c m
Prakash Didwania
Managing Director
DIN: 00225978

Place: Mumbai

Dated: September 05, 2022

For KAVI COMMERCIAL CO. LTD.

COMPANY SECRETARY

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF KAVI COMMERCIAL COMPANY LIMITED

Report on the Standalone Ind AS Financial Statements:

We have audited the accompanying Ind AS Financial Statements of KAVI COMMERCIAL COMPANY LIMITED having CIN: U99999MH1985PLC082517 which comprise the Balance Sheet as at March 31, 2022, the Statement of Profit and Loss, Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Qualified Opinion

In our opinion and to the best of our information and according to the explanations given to us, except for the effects of the matter described in the Basis for Qualified Opinion paragraph below, the aforesaid standalone Ind AS Financial Statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March, 2022, and its profit/loss and its cash flows for the year ended on that date.

Basis for Qualified Opinion

As referred in Point No. 28 & 29 under Notes to Accounts attached herewith Ind AS Financial Statements,

1. With regard to Doubtful Debtors amounting to Rs.191.37Lacs, against which no recoveries in last 3 years hence considered doubtful is not provided in accounts Refer note No. 29 in Notes to Accounts in this respect.
2. With Regard to Employee's Gratuity liability based on estimated calculation by company is absence actuarial valuation is not provided in accounts as per Accounting Standard 15 amounting to

Liability upto 31.03.2022 Rs.5.82 Lacs

Liability upto 31.3.2021 Rs. 5.90 Lacs

Liability for the year 2021-22 Rs.066 Lacs

Refer note No. 28 in Notes to Accounts in this respect.

Management's Responsibility for the Ind AS 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 standalone Ind AS 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, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding 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 Ind AS Financial Statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Head Office -

Sheel Chambers, 10, Cawasji Patel Street, Fort, Mumbai - 400 001.

E-mail:- jjain123@rediffmail.com Tel: - 022-22871930/4177.

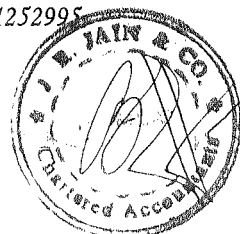
Branch -

#36, 1st Floor, 2nd Cross, Kumara Park West, Bangalore-560020.

E-mail:- kothariak.1967@gmail.com and kothariak@vsnl.net Tel: 41252995

For KAVI COMMERCIAL CO. LTD.

COMPANY SECRETARY.



J.R. JAIN & CO.

CHARTERED ACCOUNTANTS

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 is also responsible for overseeing the company's financial reporting process.

Auditor's Responsibility:

Our responsibility is to express an **opinion** on these Financial Statements based on our audit.

We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made there under.

We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the Financial Statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the Ind AS Financial Statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Ind AS Financial Statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the Financial Statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on whether the Company has in place an adequate internal financial controls system over financial reporting and the operating effectiveness of such controls. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the Financial Statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our **qualified audit opinion** on the standalone Ind AS Financial Statements.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), as amended, issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order.
2. 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) Except for the effects of the matter described in the Basis for Qualified Opinion paragraph above, 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

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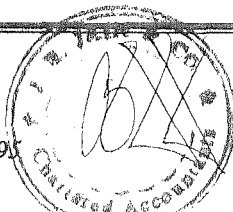
For KAVI C

Branch -

#36, 1st Floor, 2nd Cross, Kumara Park West, Bangalore-560020.

E-mail:- kothariak.1967@gmail.com and kothariak@vsnl.net Tel: 41252995

COMPANY SECRETARY.



J.R. JAIN & CO.
CHARTERED ACCOUNTANTS

(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) Except for the effects of the matter described in the Basis for Qualified Opinion paragraph above, in our opinion, the aforesaid standalone Ind AS 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) The matter described in the Basis for Qualified Opinion paragraph above, in our opinion, may have an adverse effect on the functioning of the Company.

(f) On the basis of the written representations received from the directors as on 31st March, 2022 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2022 from being appointed as a director in terms of Section 164 (2) of the Act.

(g) The qualification relating to the maintenance of accounts and other matters connected therewith are as stated in the Basis for Qualified Opinion paragraph above.

(h) 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".

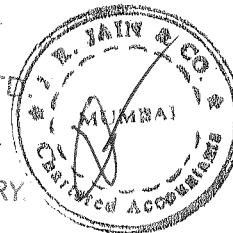
(i) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:

- i. The Company has disclosed the impact of pending litigations on its financial position in its Financial Statements;
- 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 and on behalf of
J.R. Jain & Co
Chartered Accountants

For KAVI COMMERCIAL CO. LTD.

COMPANY SECRETARY



Firm's registration number:
103915W

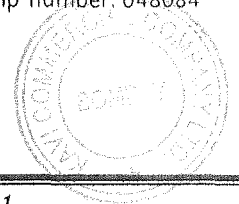
CA Bipin J. Jain
Partner

Place: Mumbai

Date: 5.9.2021

VDIN - 22048084ARZMUI1735

Membership number: 048084



Head Office -

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"Annexure B" to the Independent Auditor's Report of even date on the Standalone Ind AS Financial Statements of Kavi Commercial Company limited

Report on the Internal Financial Controls 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 Kavi Commercial Company Limited as of March 31, 2022 in conjunction with our audit of the standalone Ind AS 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 [for example, "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 issued by the ICAI".] 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 Companies Act, 2013.

Auditors' Responsibility

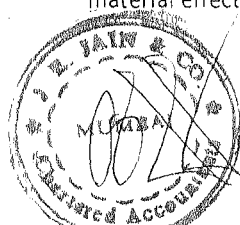
Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the ICAI. Those Standards and the Guidance Note require that we comply with 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 auditor's 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.

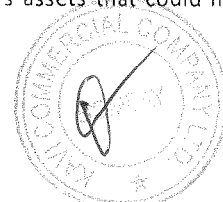
Meaning of Internal Financial Controls over Financial Reporting

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.



For KAVI COMMERCIAL CO. LTD.


COMPANY SECRETARY.



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 control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

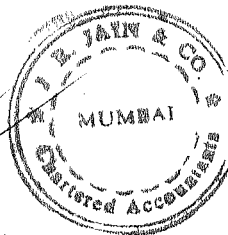
Opinion

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 March 31, 2022, based on [for example, "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 issued by the ICAI"].

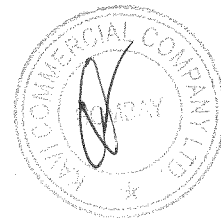
For and on behalf of

J.R. Jain & Co

CA Bipin J. Jain
Partner



Chartered Accountants
Firm's registration number: 103195W



Membership number: 048084

Place: Mumbai

Date: 05-9-2022

UDIN- 22048084RZMU11735

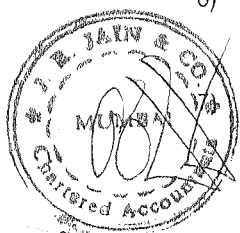
For KAVI COMMERCIAL CO. LTD.

COMPANY SECRETARY.

"Annexure A" to the Independent Auditors' Report

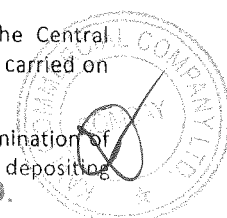
Referred to in paragraph 1 under the heading 'Report on Other Legal & Regulatory Requirement' of our report of even date to the Ind AS Financial Statements of the Company for the year ended March 31, 2022:

- 1) (a)(i) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment.
(a)(ii) It is explained to us that the Company do not have any intangible assets, hence this clause is not Applicable.
(b) The Fixed Assets have been physically verified by the management in a phased manner, designed to cover all the items over a period of three years, which in our opinion, is reasonable having regard to the size of the company and nature of its business. Pursuant to the program, a portion of the fixed asset has been physically verified by the management during the year and no material discrepancies between the books records and the physical fixed assets have been noticed.
(c) It is explained to us that all the title deeds of immovable properties are held in the name of the company.
(d) Based on the information and explanation given to us the Company has not revalued its Property, Plant and Equipment (including Right to use assets) or intangible assets or both during the year.
(e) Based on the information and explanation given to us, No proceeding has been initiated or pending against the company for holding any benami property under the Benami transaction (Prohibition) Act, 1988 (45 of 1988) and rule made thereunder.
- 2) (a) It is explained to us that the management has conducted the physical verification of inventory at reasonable intervals and in our opinion is reasonable having regards to Nature of inventory. The discrepancies noticed on physical verification of the inventory as compared to books records which has been properly dealt with in the books of account were not material.
b) As disclosed in Additional Note No 34-d to the financial statements, the Company has been sanctioned working capital limits in excess of INR five crores in aggregate from banks during the year on the basis of security of current assets of the Company. The Company has a Working Capital limit of Rs.65 Crore for its steel trading Business from UCO Bank, comprising of Fund-based limits of Rs. 2.00 Crore and non-fund-based limits of Rs.63 Crore. The Company has submitted Stock and Debtors statement to the Bank on monthly basis and also on Quarterly Information Statements. The difference if any is not material and is less than 1% of amount of stock and debtors.
- 3) The Company has not granted any loans, secured or unsecured to companies, firms, Limited Liability partnerships or other parties covered in the Register maintained under section 189 of the Act. Accordingly, the provisions of clause 3 (iii) (a) to (C) of the Order are not applicable to the Company and hence not commented upon.
- 4) In our opinion and according to the information and explanations given to us, the company has complied with the provisions of section 185 and 186 of the Companies Act, 2013 In respect of loans, investments, guarantees, and security.
- 5) The Company has not accepted any deposits from the public and hence the directives issued by the Reserve Bank of India and the provisions of Sections 73 to 76 or any other relevant provisions of the Act and the Companies (Acceptance of Deposit) Rules, 2015 with regard to the deposits accepted from the public are not applicable.
- 6) As informed to us, the maintenance of Cost Records has not been specified by the Central Government under sub-section (1) of Section 148 of the Act, in respect of the activities carried on by the company.
(a) According to Information and explanations given to us and on the basis of our examination of the books of account, and records, the Company has been generally regular in depositing



For KAVI COMMERCIAL CO. LTD.

COMPANY SECRETARY



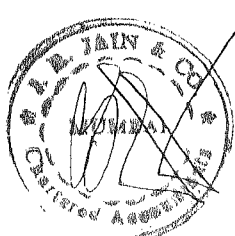
undisputed statutory dues including Provident Fund, Employees State Insurance, Income-Tax, Sales tax, Service Tax, Duty of Customs, Duty of Excise, Value added Tax, Cess and any other statutory dues with the appropriate authorities. According to the information and explanations given to us, no undisputed amounts payable in respect of the above were in arrears as at March 31, 2022 for a period of more than six months from the date on when they become payable.

(b) According to the information and explanation given to us, there are no dues of Income tax, sales tax, service tax, duty of customs, duty of excise, value added tax outstanding on account of any dispute except as given clause(c) hereunder.

(c) Details of dues of Income Tax which is disputed as at March 31, 2022 are given below:

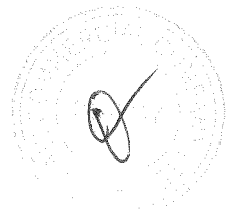
Nature of Statue	Nature of Dues	Forum where Dispute pending	Period to which amount relates	Amount	Demand Amount
The Income Tax Act, 1961	Income Tax / Interest	Appellate Authority up to Commissioner's Level	AY 2015-16	9,23,000/-	46,10,880/-

- 8) According to the information and explanations given to us and on the basis of our examination of the records, there were no transactions relating to previously unrecorded income that have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961) and hence reporting under clause 3(viii) of the Order is not applicable to the Company.
- 9) (a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company did not have any loans or borrowings from any lender during the year. Accordingly, clause 3(ix) (a) of the Order is not applicable.
- (b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not been declared a wilful defaulter by any bank or financial institution or government or government authority.
- ©According to the information and explanations given to us by the management, the Company has not obtained any term loans. Accordingly, clause 3(ix) (c) of the Order is not applicable
- (d) According to the information and explanations given to us and on an overall examination of the balance sheet of the Company, we report that no funds have been raised on short-term basis by the Company. Accordingly, clause 3(ix) (d) of the Order is not applicable.
- (e) According to the information and explanations given to us and on an overall examination of the financial statements of the Company, we report that the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries as defined under the Companies Act, 2013. Accordingly, clause 3(ix) (e) of the Order is not applicable.
- (f) According to the information and explanations given to us and procedures performed by us, we report that the Company has not raised loans during the year on the pledge of securities held in its subsidiaries as defined under the Companies Act, 2013. Accordingly, clause 3(ix) (f) of the Order is not applicable.
- 10) (a) Based upon the audit procedures performed and the information and explanations given by the management, the company has not raised moneys by way of initial public offer or further public offer including debt instruments and term Loans. Accordingly, the provisions of clause 3 (x)(a) of the Order are not applicable to the Company and hence not commented upon
- (b) Based upon the audit procedures performed and the information and explanations given by the management, the company has not made any preferential allotment or private placement of shares



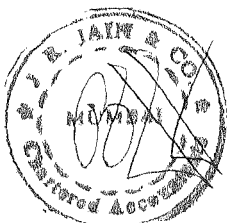
For KAVI COMMERCIAL CO. LTD.

COMPANY SECRETARY.



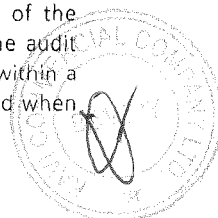
or fully or partly convertible debentures during the year under review. Accordingly, the provisions of clause 3 (x)(b) of the Order are not applicable to the Company and hence not commented upon.

- 11) (a) Based upon the audit procedures performed and the information and explanations given by the management, we report that no fraud by the Company or on the company by its officers or employees has been noticed or reported during the year.
- (b) According to the information and explanations given to us, no report under sub-section (12) of Section 143 of the Companies Act, 2013 has been filed by the auditors in Form ADT-4 as prescribed under Rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government.
- (c) No whistle-blower complaints were received by the Company during the year.
- 12) Based on the information and explanation provided to us and based on our verification, the Company is not a Nidhi Company. Therefore, the provisions of clause 4 (xii) of the Order are not applicable to the Company.
- 13) Based on the information and explanation given to us and based on our verification all transactions with the related parties are in compliance with section 177 and 188 of Companies Act, 2013 and the details have been disclosed in the Financial Statements as required by the applicable accounting standards.
- 14) Based on the information and explanations given by the management, the company has appointed an External internal auditor for this Financial Year. They have carried out internal audit work but no monthly reports are made by them. Hence we have not verified the same and we cannot offer any comment thereon.
- 15) Based upon the audit procedures performed and the Information and explanations given by the management, the company has not entered into any non-cash transactions with directors or persons connected with him. Accordingly, the provisions of clause 3 (xv) of the Order are not applicable to the Company and hence not commented upon.
- 16) (a) In our opinion, the company is not required to be registered under section 45 IA of the Reserve Bank of India Act, 1934 and accordingly, the provisions of clause 3 (xvi)(a) of the Order are not applicable to the Company and hence not commented upon.
- (b) The Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, clause 3(xvi) (b) of the Order is not applicable
- (c) The Company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India. Accordingly, clause 3(xvi) (c) of the Order is not applicable.
- (d) According to the information and explanations provided to us during the course of audit, the Group does not have any CIC. Accordingly, the requirements of clause 3(xvi) (d) are not applicable.
- 17) According to the information and explanations given to us, the Company has not incurred cash losses in the financial year however it has incurred loss of Rs.17.31 lacs in the immediately preceding financial year.
- 18) There has been no resignation of the statutory auditors of the Company during the year. Accordingly reporting under clause 3(xviii) of the order does not arise.
- 19) According to the information and explanations given to us and on the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements, our knowledge of the Board of Directors and management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report that company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the company as and when they fall due.



For KAVI COMMERCIAL CO. LTD.

COMPANY SECRETARY.

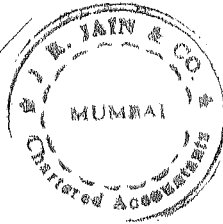


- 20) According to the information and explanations given to us, the provisions of sections 135 of the Companies Act are not applicable for the financial year. Accordingly reporting under this clause is not applicable.
- 21) With respect to the matters specified in paragraphs 3(xxi) and 4 of the Companies (Auditor's Report) Order, 2020 (the "Order"/ "CARO") issued by the Central Government in terms of Section 143(11) of the Act, to be included in the Auditor's report, according to the information and explanations given to us, and based on the CARO reports issued by us for the Company and its subsidiaries/Associates included in the consolidated financial statements of the Company, to which reporting under CARO is applicable, we report that there are no qualifications or adverse remarks in these CARO reports.

For and on behalf of

J.R. Jain & Co

CA Bipin J. Jain
Partner



Membership number: 048084

Place: Mumbai

Date:

Chartered Accountants
Firm's registration number: 103915W



For KAVI COMMERCIAL CO. LTD
COMPANY SECRETARY.

CEO/CFO CERTIFICATION TO THE BOARD

[Regulation 17(8) of SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015]

We, Mr. Ram A. Singh Chief Financial Officer (CFO) and Mr. Prakash R. Didwania Managing Director of **Kavi Commercial Company Limited** appointed in terms of provision of Companies Act 2013, do hereby certify to the Board that:

- a) We have reviewed the financial statements and the cash flow statement for the financial year ended on March 31, 2022 and that to the best of our knowledge and belief:
 - These statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
 - These statements together present a true and fair view of the Company's affairs and are in compliance with existing accounting standards, applicable laws and regulations;
- b) There are, to the best of our knowledge and belief, no transactions entered into by the Company during the financial year ended on March 31, 2022 which are fraudulent, illegal or violative of the Company's code of conduct;
- c) We accept responsibility for establishing and maintaining internal controls and that we have evaluated the effectiveness of the internal control systems of the Company and we have disclosed to the auditors and the Audit Committee, deficiencies in the design or operation of the internal control, if any, of which We are aware of and the steps we have taken or propose to take to rectify these deficiencies.
- d) We have indicated to the Auditors and the Audit Committee:
 - Significant changes in internal control over the financial reporting during the financial year 2021-22
 - Significant changes in accounting policies during the financial year 2021-22 and that the same have been disclosed in the notes to the financial statements; and
 - Instances of significant fraud of which we have become aware and the involvement therein, if any, of the management or an employee having a significant role in the Company's internal control system over the financial reporting.

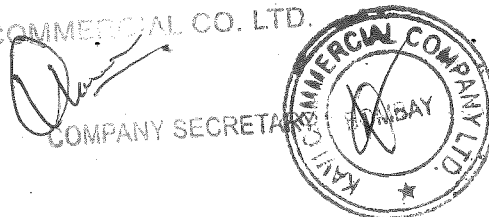

Managing Director


Chief Financial Officer

Place: Mumbai

Dated: September 05, 2022

For KAVI COMMERCIAL CO. LTD.



KAVI COMMERCIAL COMPANY LIMITED
BALANCE SHEET AS AT 31ST MARCH, 2022

CIN: U99999MH1985PLC082517

Rs. In Lacs

Particulars		Note No.	As at March 31, 2022	As at March 31, 2021
A	ASSETS			
1	Non-current assets			
	(a) Property, Plant and Equipment	3	78.70	85.14
	(b) Financial Assets			
	(i) Investments	4	471.07	465.78
	(c) Tax Assets			
	(i) Other Non-current assets	19a	37.46	33.28
	(ii) Deferred tax assets (net)	19b	51.71	57.36
	(d) Other Non Current Assets		-	-
	Total Non - Current Assets		638.94	641.57
2	Current assets			
	(a) Inventories	5	30.73	57.38
	(b) Financial Assets			
	(i) Investments	4	766.00	1188.94
	(ii) Trade receivables	8	899.56	424.27
	(iii) Cash and cash equivalents	6	119.52	130.82
	(c) Other current assets	7	119.10	30.15
	Total Current Assets		1934.91	1831.57
	Total Assets		2573.85	2473.13
B	EQUITY AND LIABILITIES			
1	Equity			
	(a) Equity Share capital	9	301.35	301.35
	(b) Other Equity		2231.03	2148.70
	Total equity		2532.38	2450.05
	Liabilities			
2	Non-current liabilities		-	-
3	Current liabilities			
	(a) Financial Liabilities			
	(i) Borrowings	10	-	-
	(ii) Trade payables	11	-	-
	(A) total outstanding dues of micro enterprises and small enterprises; and		-	-
	(B) total outstanding dues of creditors other than micro enterprises and small enterprises		-	-
	(iii) Other financial liabilities		-	-
	(b) Other current liabilities	12	41.47	23.09
	Total Current Liabilities		41.47	23.09
	Total Equity and Liabilities		2573.85	2473.13
	See accompanying notes to the financial statements			

As per our report of even date

For J.R. Jain & Co.

(Firm Reg. No. 103915W)

Chartered Accountants

Bipin J. Jain

Partner

(Membership No. 048084)

Date : 05-09-2022

UDIN - 22048084ARZMUI1735

For KAVI COMMERCIAL CO. LTD.

For and on behalf of the Board

Vidya Didwania

Director

DIN: 00226754

Prakash Didwania

Director

DIN: 00225978

Ram A. Singh

Chief Financial Officer

Place : Mumbai

Date : 05-09-2022

COMPANY SECRETARY

KAVI COMMERCIAL COMPANY LIMITED

Statement of Profit and Loss for the year ended March 31, 2022

CIN: U99999MH1985PLC082517

Rs. In lacs

Particulars	Note No.	For the year ended March 31, 2022	For the year ended March 31, 2021
I Revenue from operations	13	1416.61	3388.20
II Other Income	14	7.76	96.18
III Total Income (I + II)		1424.37	3484.38
IV EXPENSES			
(a) Cost of materials consumed		-	-
(b) Purchases of Stock-in-trade	15a	1225.44	2633.83
(c) Changes in stock of finished goods, work-in-progress and stock-in-trade	15b	26.65	786.31
(d) Employee benefit expense	16	58.51	52.18
(e) Finance costs	17	5.23	10.48
(f) Depreciation and amortisation expense	3	6.44	9.30
(g) Other expenses	18	58.59	18.89
Total Expenses (IV)		1380.87	3510.99
V Profit/(loss) before tax (III - IV)		43.50	-26.62
VI Tax Expense			
(1) Current tax	19c	-	-
(2) Tax in respect of earlier Years	19c	-0.04	-
(3) Deferred tax	19c	5.65	-7.40
Total tax expense (VI)		5.61	-7.40
VII Profit/(loss) for the period		37.89	-19.21
VIII Other comprehensive income			
A (i) Items that will not be reclassified to profit or loss		44.44	50.20
(ii) Income tax relating to items that will not be reclassified to profit or loss		11.55	13.05
B (i) Items that may be reclassified to profit or loss		-	-
(ii) Income tax on items that may be reclassified to profit or loss		-	-
IX Total comprehensive income for the period		70.78	17.94
X Earnings per equity share:			
(1) Basic		1.26	(0.64)
(2) Diluted		1.26	(0.64)

As per our report of even date

For J.R. Jain & Co.

(Firm Reg. No. 103915W)

Chartered Accountants

Bipin J. Jain

Partner

(Membership No. 048084)

Date : 05-09-2022

UDIN - 22048084 ARZMU1735

For KAVI COMMERCIAL CO. LTD.

COMPANY SECRETARY

For and on behalf of the Board

Vidya Didwania

Director

DIN: 00226754

Prakash Didwania

Director

DIN: 00225978

Ram A. Singh

Chief Financial Officer

Place : Mumbai

Date : 05-09-2022

KAVI COMMERCIAL COMPANY LIMITED

CIN: U99999MH1985PLC082517

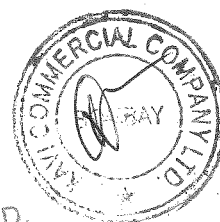
Rs. In Lacs

Statement of changes in equity for the year ended March 31, 2022**a. Equity share capital**

	Number of Shares	Equity share capital
Balance at April 1, 2020	30,13,500	301.35
Changes in equity share capital during the year	-	-
Balance at March 31, 2021	30,13,500	301.35
Changes in equity share capital during the year	-	-
Balance at March 31, 2022	30,13,500	301.35

Consolidated statement of changes in equity for the year ended March 31, 2022**b. Other Equity**

	OCI	Retained earnings	Total
Balance at March 31, 2020	-10.14	2127.85	2117.71
Profit for the year	-	-19.21	-19.21
Other comprehensive income for the year	50.20	-	50.20
Balance at March 31, 2021	40.06	2108.64	2148.70
Profit for the year	-	37.89	37.89
Other comprehensive income for the year	44.44	-	44.44
Balance at March 31, 2022	84.50	2146.53	2231.03



For KAVI COMMERCIAL CO. LTD.
COMPANY SECRETARY.

KAVI COMMERCIAL COMPANY LIMITED

CIN: U99999MH1985PLC082517

Cash Flow Statement as on March 31, 2022**CASH FLOW STATEMENT - INDIRECT METHOD**

Rs. In Lacs

Particulars	Year ended March 31, 2022	Year ended March 31, 2021
Cash flows from operating activities		
Net Profit for the year before taxes and adjustments	43.50	-26.62
Adjustments for:		
Income tax expense recognised in profit or loss		
Finance costs recognised in profit or loss	5.23	10.48
Depreciation and amortisation of non-current assets	6.44	9.30
Investment income recognised in profit or loss	-5.78	-21.16
Dividend received	-1.65	-1.47
Gain on disposal of Investment	0.05	-73.32
Gain on disposal of property, plant and equipment	-	-
	47.79	-102.78
Movements in working capital:		
Increase in trade and other receivables	-564.25	59.41
(Increase)/decrease in inventories	26.65	786.31
Decrease in trade and other payables	18.39	-471.87
Cash generated from operations	-471.41	271.07
Income taxes paid	-4.13	-1.99
Net cash generated by operating activities	-475.54	269.08
Cash flows from investing activities		
Payments for property, plant and equipment	0.00	-0.84
Payments to acquire financial assets	462.09	-632.99
Proceeds on sale of financial assets	-0.05	73.32
Dividend received	1.65	1.47
Interest received	5.78	21.16
Net cash (used in)/generated by investing activities	469.48	-537.88
Cash flows from financing activities		
Proceeds from borrowings		
Repayment of borrowings		-8.78
Interest paid	-5.23	-10.48
Net cash used in financing activities	-5.23	-19.26
Net increase in cash and cash equivalents	-11.30	-288.06
Cash and cash equivalents at the beginning of the year	130.82	418.89
Cash and cash equivalents at the end of the year	119.52	130.82

As per our report of even date

For J.R. Jain & Co.

(Firm Reg. No. 103915W)

Chartered Accountants

Bipin J. Jain

Partner

(Membership No. 048084)

Date: 05-09-2022

UDIN-22048084ARZMU1735

For KAVI COMMERCIAL CO. LTD.

COMPANY SECRETARY.

For and on behalf of the Board

Vidya Didwania

Director

DIN: 00226754

Prakash Didwania

Director

DIN: 00225978

Ram A. Singh

Chief Financial Officer

Place : Mumbai

Date : 05-09-2022

Note - 1 - Corporate Information

Kavi Commercial Company Limited is engaged in business of trading in Iron & Steel and mainly imports flat steel products from various countries for resale in India.

Note - 2 - Significant Accounting Policies

In accordance with the notification issued by the Ministry of Corporate Affairs, the Company has adopted Ind AS notified under the Companies (Indian Accounting Standards) Rules, 2015 with effect from April 1, 2016.

(a) Basis of accounting and preparation of financial statements

These financial statements have been prepared under the historical cost convention in accordance with Generally Accepted Accounting principles in India, (except certain financial assets are measured at fair market value at the end of each reporting period) applicable Accounting Standards prescribed under section 133 of companies act 2013 ('Act') read with companies (Accounts) Rules 2015, and companies (Indian Accounting Standards) amendment rules 2016, except for payment of Gratuity to employees. The accounting policies followed in these financial statements are same as those followed in the financial statements for the year ended 31st March 2021, except wherever specially stated.

All assets and liabilities have been classified as current and non-current as per Company's normal operating cycle and other criteria set out in the Schedule III of the Companies Act 2013. Based on the nature of services rendered by the Company and the time between the cost incurred for rendering the services and their realisation in cash and cash equivalents, the Company has ascertained its operating cycle as 12 months for the purpose of current and non-current classification of assets and liabilities.

(b) Revenue Recognition

- (i) Sales revenue are recognized when goods are invoiced on dispatch to customers.
- (ii) Income from Investments is recognized when right to receive payment is established.
- (iii) Interest income is recognised on a time proportion basis based on the amount outstanding and the rate applicable.

(c) Property, plant and equipment and Depreciation/Amortisation:

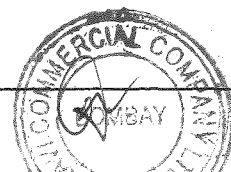
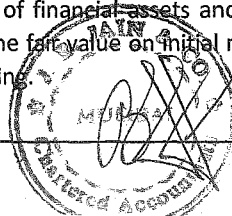
- (i) Property, plant and equipment are stated at cost, net of recoverable taxes, trade discount and rebates less accumulated depreciation and impairment losses, if any. Such cost includes purchase price, borrowing cost and any cost directly attributable to bringing the assets to its working condition for its intended use, net charges on foreign exchange contracts and adjustments.
- (ii) Depreciation is provided on Written Down Value ("W.D.V") method, on basis of useful lives prescribed in Schedule II to the Companies Act, 2013, except on office premises at New Delhi is carried at historical cost where no depreciation has been provided. Losses arising from the retirement of and gain or losses arising from disposal of tangible assets which are carried at cost are recognised in the statement of Profit and Loss.
- (iii) Depreciation on additions to Property, plant and equipment is provided on a pro-rata basis from the date of acquisition or installation and in the case of new project, from the date of commencement of commercial production. Depreciation on assets sold, discarded, demolished or scrapped is provided up to the date on which the said asset is sold, discarded, demolished or scrapped.

(d) Inventories

- (i) Items of inventories are measured at lower of cost and net realizable value after providing for obsolescence, wherever considered necessary. Cost of inventories comprises of cost of purchase, cost of conversion and other costs including manufacturing overheads incurred in bringing them to their respective present location and condition. Net realizable value is the estimated selling price in the ordinary course of business based on market price at the reporting date and discounted for the time value of money if material, less estimated costs of completion and estimated costs necessary to make the sale.

(e) Financial Assets**A. Initial recognition and measurement**

All financial assets and liabilities are initially recognized at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities, which are not at fair value through profit or loss, are adjusted to the fair value on initial recognition. Purchase and sale of financial assets are recognised using trade date accounting.



B. Subsequent measurement

a) Financial assets carried at amortised cost (AC)

A financial asset is measured at amortised cost if it is held within a business model whose objective is to hold the asset in order to collect contractual cash flows and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

b) Financial assets at fair value through other comprehensive income (FVTOCI)

A financial asset is measured at FVTOCI if it is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

c) Financial assets at fair value through profit or loss (FVTPL)

A financial asset which is not classified in any of the above categories are measured at FVTPL.

C Impairment of financial assets

In accordance with Ind AS 109, the Company uses 'Expected Credit Loss' (ECL) model, for evaluating impairment of financial assets other than those measured at fair value through profit and loss (FVTPL).

(f) Finance costs

Borrowing costs include exchange differences arising from foreign currency borrowings to the extent they are regarded as an adjustment to the interest cost. Borrowing costs that are directly attributable to the acquisition or construction of qualifying assets are capitalised as part of the cost of such assets. A qualifying asset is one that necessarily takes substantial period of time to get ready for its intended use.

Interest income earned on the temporary investment of specific borrowings pending their expenditure on qualifying assets is deducted from the borrowing costs eligible for capitalisation.

All other borrowing costs are charged to the Statement of Profit and Loss for the period for which they are incurred.

(g) Foreign Currency Transactions:

The Company's financial statements are presented in INR, which is also its functional currency.

Transactions and balances: Transactions in foreign currencies are initially recorded by the Company at functional currency spot rates at the date the transaction first qualifies for recognition.

Monetary assets and liabilities denominated in foreign currencies are translated at the functional currency closing rate of exchange at the reporting date.

Non-monetary items that are measured in terms of historical cost in a foreign currency are translated using the exchange rates at the dates of the initial transactions. Non-monetary items measured at fair value in a foreign currency are translated using the exchange rates at the date when the fair value is determined. The gain or loss arising on translation of non-monetary items measured at fair value is treated in line with the recognition of the gain or loss on the change in fair value of the item (i.e., translation differences on items whose fair value gain or loss is recognised in OCI or statement of profit or loss are also recognised in OCI or statement of profit or loss, respectively)

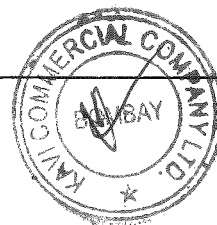
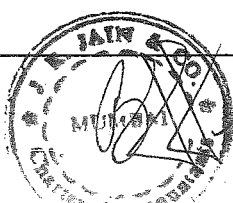
- (h) The preparation of financial statements requires management to make certain estimates and assumptions that affect the amounts reported in the financial statements and notes thereto. Difference between actual results and estimates are recognized in the period in which they materialise.

(i) Provision for Current Tax and Deferred Tax:

Provision for current tax is made after taking into consideration benefits admissible under the provisions of the Income Tax Act, 1961. Deferred tax resulting from "timing difference" between book and taxable profit is accounted for using the tax rates and laws that have been enacted or substantively enacted as on the balance sheet date. The deferred tax asset is recognized and carried forward only to the extent that there is a reasonable certainty that the assets will be realized in future.

For KAVI COMMERCIAL CO. LTD.

COMPANY SECRETARY.



(j) Contingent Liabilities

Liabilities which are material and whose future outcome cannot be ascertained with reasonable certainty are treated as contingent and disclosed on the notes to accounts.

(k) Impairment of Assets

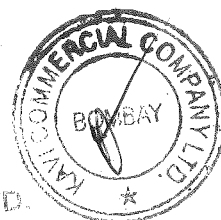
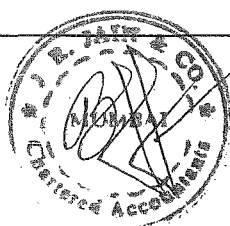
An assets is treated as impaired when the carrying cost of assets exceeds its recoverable value. An impairment loss is charged to the Profit and Loss Account in the year in which an asset is identified as impaired. The impairment loss recognized in prior accounting periods is reversed if there has been change in the estimate of recoverable amount.

(l) Employees Retirement Benefits

Provident Fund Contribution are made as per a defined contribution scheme and the contribution of Company is charged to Profit and Loss account of the year when become due. The Company has no other obligation other than to contribute and deposit the contribution to respective authorities. Gratuity and other retirement benefits payable to employees are accounted in the year of its actual payment.

(m) Earning Per Share

- (i) Basic earnings per equity share is computed by dividing net profit after tax by the weighted average number of equity shares outstanding during the year.
- (ii) Diluted earnings per equity share is computed by dividing adjusted net profit after tax by the aggregate of weighted average number of equity shares and dilutive potential equity shares during the year. 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.



For KAVI COMMERCIAL CO. LTD.

COMPANY SECRETARY.

KAVI COMMERCIAL COMPANY LIMITED

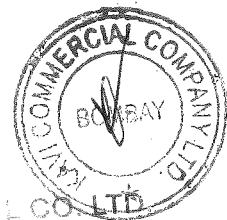
CIN: U99999MH1985PLC082517

Notes to the financial statements for the year ended March 31, 2022**Note No. 3 - Property, Plant and Equipments**

Tangible Assets

Rs. In Lacs

Description of Assets	Buildings	Office Equipment	Furniture and Fixtures	Computers	Vehicles	Total
I. Gross Block						
Balance as at 31 March, 2020	64.74	-	-	0.63	71.98	137.35
Additions	-	0.84	-	-	-	0.84
Disposals	-	-	-	-	-	-
Balance as at 31 March, 2021	64.74	0.84	-	0.63	71.98	138.19
Additions	-	-	-	-	-	-
Disposals	-	-	-	-	-	-
Balance as at 31 March, 2022	64.74	0.84	-	0.63	71.98	138.19
II. Accumulated depreciation and impairment						
Balance as at 31 March, 2020	-	-	-	0.57	43.18	43.75
Depreciation / amortisation expense for the year	-	0.28	-	0.03	8.99	9.30
Eliminated on disposal of assets	-	-	-	-	-	-
Balance as at 31 March, 2021	-	0.28	-	0.60	52.17	53.05
Depreciation / amortisation expense for the year	-	0.25	-	-	6.19	6.44
Eliminated on disposal of assets	-	-	-	-	-	-
Balance as at 31 March, 2022	-	0.53	-	0.60	58.36	59.49
Net block (I-II)						
Balance as at 31 March, 2022	64.74	0.31	-	0.03	13.62	78.70
Balance as at 31 March, 2021	64.74	0.56	-	0.03	19.81	85.14

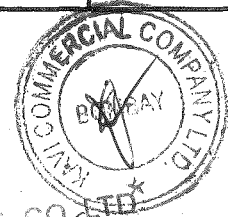


For KAVI COMMERCIAL COMPANY LTD.

COMPANY SECRETARY

KAVI COMMERCIAL COMPANY LIMITED
Notes to the financial statements for the year ended March 31, 2022
CIN: U99999MH1985PLC082517
4 - Investment

Particular	Rs in lacs			Rs in lacs		
	As at March 31, 2022			As at March 31, 2021		
	QTY	Amounts*	Amounts*	QTY	Amounts*	Amounts*
		Current	Non Current		Current	Non Current
A. *Investments Carried at fair value through OCI						
<i>I. Quoted Investments (all fully paid)</i>						
<i>Investments in Equity Instruments of</i>						
Novartis India Ltd.	14,030	82.84		14,030	77.45	
Adlabs Entertainment Ltd.	45,000	5.90		45,000	2.85	
TV18 Broadcast Limited				2,00,000	57.50	
HBL Power Systems Ltd	35,000	22.17		70,000	23.38	
UCO Bank	1,00,000	11.87				
Steel Authority of India Ltd.	25,000	24.64				
Tata Steel Limited	6,700	87.57				
<i>Unquoted Investments (all fully paid)</i>						
<i>Investments in Equity Instruments of</i>						
<i>Associates</i>						
Viraj Properties Pvt. Ltd.	12,700	-	448.18	12,700	-	443.77
<i>Others</i>						
Nirbhay Holdings Pvt. Ltd.	56,000	-	9.18	56,000	-	9.20
<i>I. Quoted Investments (fully paid)</i>						
<i>Investments in Mutual Funds</i>						
UTI Equity Fund (Formerly UTI Mastergain'1992)	10,000	-	13.71	10,000	-	12.81
HDFC Ultra Short Term Reg Growth	8,14,481	100.00		36,75,498	435.41	
Birla Sun Life Cash Plus-Reg-Growth	-	-		53,783	177.02	
HDFC Ultra Short Term Reg Growth (MARGIN)	18,06,025	221.67		18,06,025	213.95	
Hdfc Money Market Fund Growth (Margin)	4,562	209.34		4,562	201.39	
TOTAL INVESTMENTS CARRYING VALUE		766.00	471.07		1188.94	465.78
Other disclosures						
Aggregate amount of quoted investments		766.00	13.71		1188.94	12.81
Aggregate amount of unquoted investments			457.36			452.97
Aggregate amount of Market value of investments		766.00	471.07		1188.94	465.78
Aggregate amount of impairment in value of investments		-	-		-	-



For KAVI COMMERCIAL COMPANY LTD.

 COMPANY SECRETARY.

KAVI COMMERCIAL COMPANY LIMITED

CIN: U99999MH1985PLC082517

Notes to the financial statements for the year ended March 31, 2022

Note - 5: Inventories

Rs. In Lacs

Particulars	As at March 31, 2022	As at March 31, 2021
Stock-in-trade of goods acquired for trading		
(1) Cost	30.73	57.38
(2) Less: Provision	-	-
	30.73	57.38

Note - 6: Cash and Cash Equivalents

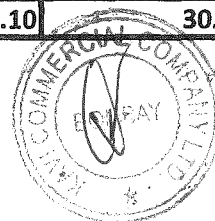
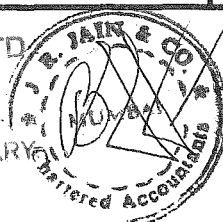
Particulars	As at March 31, 2022	As at March 31, 2021
<u>Cash and Cash Equivalents</u>		
Cash in hand	0.83	1.20
Balances in scheduled banks in current account	13.99	29.50
Term deposits (original maturity less than 3 months)	-	-
<u>Other Bank Balances</u>		
Term deposits (original maturity more than 3 months but less than 12 months)	104.71	100.12
	119.52	130.82

Note - 7: Other current assets

Particulars	As at March 31, 2022	As at March 31, 2021
Trade advances	105.54	23.52
Other advances	0.60	0.50
Custom (Duty/Fine) Refund Receivable	6.13	6.13
GST Setoff receivable	6.83	-
	119.10	30.15

For KAVI COMMERCIAL CO. LTD.

COMPANY SECRETARY



KAVI COMMERCIAL COMPANY LIMITED

CIN: U99999MH1985PLC082517

Notes to the financial statements for the year ended March 31, 2022**Note - 8: Trade receivables**

Rs. In Lacs

Particulars	As at March 31, 2022		As at March 31, 2021	
	Current	Non Current	Current	Non Current
Unsecured, considered good				
i) Trade receivables outstanding for a period of more than 6 months from due date	191.42	-	250.81	-
ii) Other Trade receivables	708.14		173.46	
	899.56	-	424.27	-

Trade Receivables ageing schedule as at 31st March, 2022 and 31st March 2021 is as follows

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	More than 3 years	
(i) Undisputed Trade receivables - considered good						
As at 31st March 2022	708.14		0.05		191.37	899.56
As at 31st March 2021	173.46	59.44	-	-	191.37	424.27
(i) Undisputed Trade receivables - considered doubtful						
As at 31st March 2022	-	-	-	-	-	
As at 31st March 2021	-	-	-	-	-	
(iii) Disputed trade receivables considered good						
As at 31st March 2022	-	-	-	-	-	
As at 31st March 2021	-	-	-	-	-	
(iv) Disputed trade receivables considered doubtful						
As at 31st March 2022	-	-	-	-	-	
As at 31st March 2021	-	-	-	-	-	
As at 31st March 2022	-	-	-	-	-	
As at 31st March 2021	-	-	-	-	-	
Total						
As at 31st March 2022	708.14	-	0.05	-	191.37	899.56
As at 31st March 2021	173.46	59.44	0.00	-	191.37	424.27



For KAVI COMMERCIAL CO. LTD.

COMPANY SECRETARY.

KAVI COMMERCIAL COMPANY LIMITED

CIN: U99999MH1985PLC082517

Notes to the financial statements for the year ended March 31, 2022**Note - 9: Equity Share Capital**

Rs in lacs

Particulars	As at March 31, 2022	As at March 31, 2021
Authorised: 35,00,000 Equity Shares of Rs.10/- each.	350.00	350.00
Issued, Subscribed and Fully Paid: 3013500 Equity Shares of Rs.10/- each, fully paid	301.35	301.35
Total	301.35	301.35

(i) Reconciliation of the number of shares outstanding at the beginning and at the end of the period.

Particulars	As at March 31, 2022	As at March 31, 2021
Opening Balance	3013500	3013500
Fresh Issue	-	-
Bonus issue	-	-
ESOP	-	-
Closing Balance	3013500	3013500

(ii) Rights, preferences and restrictions attaching to equity shares :

The Company has only one class of equity shares having a par value of Rs.10 per share. Each Shareholder is eligible for one vote per shares held.

(iii) Details of shares held by each shareholder holding more than 5% shares:

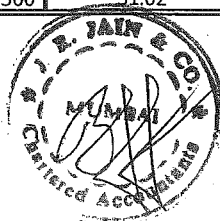
Class of shares / Name of shareholder	As at March 31, 2022		As at March 31, 2021	
	Number of shares held	% holding in that class of shares	Number of shares held	% holding in that class of shares
Smt. Veena Subhas Basu	3,07,500	10.20	3,07,500	10.20
Mr. Kailash R. Didwania	3,58,750	11.90	3,58,750	11.90
Mr. Prakash R. Didwania	3,58,750	11.90	3,58,750	11.90
M/s. Viraj Impex Pvt. Ltd.	2,05,000	6.80	2,05,000	6.80
M/s. Nirbhay Holdings Pvt. Ltd.	2,05,000	6.80	2,05,000	6.80

iv Shares held by promoters at the end of the year

Promoter Name	As at March 31, 2022			As at March 31, 2021		
	Nos. of shares	% of total shares	% of change during the year	Nos. of shares	% of total shares	% of change during the year
1. Smt. Veena Subhas Basu	3,07,500	10.20	-	3,07,500	10.20	-
2. Mr. Kailash R. Didwania	3,58,750	11.90	-	3,58,750	11.90	-
3. Mr. Prakash R. Didwania	3,58,750	11.90	-	3,58,750	11.90	-
4. Mr. Vimal R. Didwania	1,02,500	3.40	-	1,02,500	3.40	-
5. M/s. Viraj Impex Pvt. Ltd.	2,05,000	6.80	-	2,05,000	6.80	-
6. M/s. Nirbhay Holdings Pvt. Ltd.	2,05,000	6.80	-	2,05,000	6.80	-
Total	15,37,500	51.02		15,37,500	51.02	

For KAVI COMMERCIAL CO. LTD.

COMPANY SECRETARY.



KAVI COMMERCIAL COMPANY LIMITED

CIN: U99999MH1985PLC082517

Notes to the financial statements for the year ended March 31, 2022

Note - 10: Current Borrowings

Rs. In Lacs

Particulars	As at March 31, 2022	As at March 31, 2021
Secured Borrowings-		
Cash Credit /Overdraft	-	-
(From Uco Bank, Flagship Corporate Branch, Mumbai)		
Total Current Borrowings	-	-

Note - 11: Trade Payables

Particulars	As at March 31, 2022		As at March 31, 2021	
	Current	Non Current	Current	Non Current
(A) total outstanding dues of micro enterprises and small enterprises	-	-	-	-
(B) total outstanding dues of creditors other than micro enterprises and small enterprises	-	-	-	-
Total trade payables*	-	-	-	-

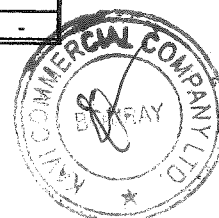
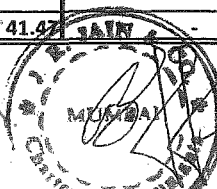
Trade Payables ageing schedule: As at 31st March,2022 and 31st March,2021

Particulars	Outstanding for following periods from due date of payment				Total
	< 1 year	1-2 years	2-3 years	> 3 years	
(i) MSME					
As at 31st March 2022	-	-	-	-	-
As at 31st March 2021	-	-	-	-	-
(ii) Others					
As at 31st March 2022	-	-	-	-	-
As at 31st March 2021	-	-	-	-	-
(iii) Disputed dues- MSME					
As at 31st March 2022	-	-	-	-	-
As at 31st March 2021	-	-	-	-	-
(iv) Disputed dues - Others					
As at 31st March 2022	-	-	-	-	-
As at 31st March 2021	-	-	-	-	-
Total					
As at 31st March 2022	-	-	-	-	-
As at 31st March 2021	-	-	-	-	-

Note - 12: Other Liabilities

Particulars	As at March 31, 2022		As at March 31, 2021	
	Current	Non- Current	Current	Non- Current
a. Statutory dues				
- taxes payable (other than income taxes)	9.89	-	3.65	-
b. Others				
- Employee benefit payables	-	-	-	-
- Others payables	31.58	-	19.43	-
TOTAL OTHER LIABILITIES	41.47	-	23.09	-

For KAVI COMMERCIAL COMPANY LTD.
COMPANY SECRETARY



KAVI COMMERCIAL COMPANY LIMITED

CIN: U99999MH1985PLC082517

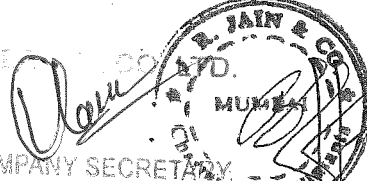
Notes to the financial statements for the year ended March 31, 2022**Rs. in Lacs****Note no -13 Revenue from Operations**

Particulars	For the year ended 31 March, 2022	For the year ended 31 March, 2021
Sale of products comprises:		
<u>Traded goods</u>		
Hot Rolled Steel Sheet/Coils	1111.16	967.31
Cold Rolled Sheet/Coils	164.50	1213.31
Hot Rolled Steel Plates	84.76	479.77
GP Coils	56.19	727.81
Total - Sale of products	1416.61	3388.20

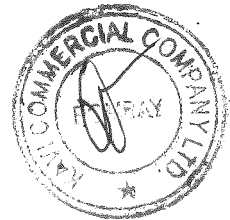
Note no -14 Other Income

Particulars	For the year ended 31 March, 2022	For the year ended 31 March, 2021
<u>Interest income on financial assets at amortised cost:</u>		
On Fixed Deposit with Banks	5.09	17.73
From Customers	0.19	3.44
Interest Received on Loan	0.50	-
Dividend Income on equity instruments	1.65	1.47
Net Gain / (Loss) on sale of investments in Mutual Funds Units	49.94	44.11
Net Gain / (Loss) on sale of investments in Shares	51.17	-6.37
Intraday Profit/Loss on Purch & Sale of Shares	0.55	-
Sundry Liabilities Written Back	0.38	0.22
Profit/Loss on Purchase & Sale of Shares [F & O]	-101.71	35.58
Misc. Income	-	0.00
Total Other Income	7.76	96.18

For KAVI COMMERCIAL COMPANY LIMITED



COMPANY SECRETARY



KAVI COMMERCIAL COMPANY LIMITED

CIN: U99999MH1985PLC082517

Notes to the financial statements for the year ended March 31, 2022

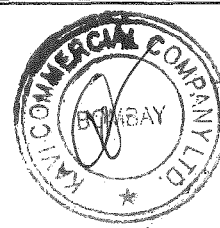
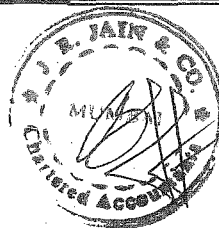
Note 15.a Purchases of stock-in-trade (traded goods):

Rs. In Lacs

Particulars	For the year ended 31 March, 2022	For the year ended 31 March, 2021
Import Purchases	-	2215.18
Local Purchases	1337.21	335.55
Import other direct overheads	-	45.63
Other direct expenses	-111.77	37.47
Total	1225.44	2633.83

Note 15.b Changes in inventories of finished goods, work-in-progress and stock-in-trade:

Particulars	For the year ended 31 March, 2022	For the year ended 31 March, 2021
<u>Inventories at the end of the year:</u>		
Stock-in-trade	30.73	57.38
<u>Inventories at the beginning of the year:</u>		
Stock-in-trade	57.38	843.70
Net (increase) / decrease	26.65	786.31



For KAVI COMMERCIAL CO. LTD.
[Signature]
COMPANY SECRETARY.

KAVI COMMERCIAL COMPANY LIMITED

CIN: U99999MH1985PLC082517

Notes to the financial statements for the year ended March 31, 2022**Note no -16 Employee Benefits Expense**

Particulars	Rs. in Lacs	
	For the year ended 31 March, 2022	For the year ended 31 March, 2021
<u>Salaries and wages and bonus</u>		
Directors' Remuneration	24.00	12.00
Salary Paid	15.43	18.31
H.R.A.	4.91	6.06
Medical Allowance	3.54	4.16
Conveyance Allowance	3.63	4.25
Staff Welfare	0.17	-
Gratuity	0.74	-
Bonus and Leave Salary	5.35	6.38
Employers contribution to P.F.	0.74	1.03
Total Employee Benefit Expense	58.51	52.18

Note no -17 Finance Cost

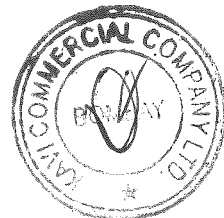
Particulars	Rs. in Lacs	
	For the year ended 31 March, 2022	For the year ended 31 March, 2021
(a) Interest expense on borrowing from banks	0.20	0.32
(b) Other borrowing cost	4.24	8.47
(c) Bank Charges	0.80	1.69
(d) Interest on tax liability	0.00	-
Total finance costs	5.23	10.48

Note no -18 Other Expenses

Particulars	Rs. in Lacs	
	For the year ended 31 March, 2022	For the year ended 31 March, 2021
Repairs and maintenance:		
Buildings	1.08	1.08
Commission & Brokerage on Sales	2.27	7.80
Sundry Expenses	0.44	2.18
Legal and other professional costs	51.53	5.42
Motor Car Expenses	1.98	1.52
Telephone & Internet Charges	-	0.04
Travelling Expenses	0.51	-
Demat Charges	0.01	0.01
Advertisement, Promotion & Selling Expenses	0.03	0.03
Postage & Courier Charges	-	0.08
Auditors remuneration and out-of-pocket expenses		
(i) As Auditors	0.74	0.74
(ii) For Other services	-	-
(iii) Auditors out-of-pocket expenses	-	-
Total Other Expenses	58.59	18.89

For KAVI COMMERCIAL COMPANY LIMITED

COMPANY SECRETARY



KAVI COMMERCIAL COMPANY LIMITED

CIN: U99999MH1985PLC082517

Notes to the financial statements for the year ended March 31, 2022

Rs. In Lacs

19a. Income tax assets and liabilities

Particulars	As at March 31, 2022		As at March 31, 2021	
	Current	Non- Current	Current	Non- Current
Other Non-current assets				
Income tax assets (Net)				
Advance income-tax (Net of provision for taxation)	-	37.46	-	33.28
Total	-	37.46	-	33.28

19b Movement of Deferred Tax

Particulars	For the Year ended 31 March 2022					
	Opening Balance	Recognised in profit and Loss	Recognised in OCI	Acquired in Business Combination	Others	Closing Balance
<u>Tax effect of items constituting deferred tax assets</u>						
Depreciation	6.29	-0.01	-	-	-	6.28
Carryforward Tax Loss	50.86	-5.54	-	-	-	45.33
Deferred Revenue Expenditure	0.20	-0.10	-	-	-	0.10
Net Tax Asset (Liabilities)	57.36	-5.65	-	-	-	51.71

Particulars	For the Year ended 31 March 2021					
	Opening Balance	Recognised in profit and Loss	Recognised in OCI	Acquired in Business Combination	Others	Closing Balance
<u>Tax effect of items constituting deferred tax assets</u>						
Depreciation	5.83	0.46	-	-	-	6.29
Carryforward Tax Loss	43.82	7.04	-	-	-	50.86
Deferred Revenue Expenditure	0.30	-0.10	-	-	-	0.20
Net Tax Asset (Liabilities)	49.96	7.40	-	-	-	57.36

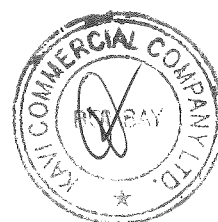
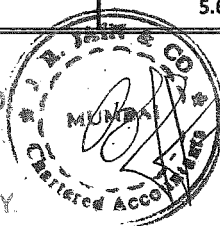
Note - 19c: Current Tax and Deferred Tax

(a) Income Tax Expense

Particulars	Total For the year ended	
	31st March, 2022	31st March, 2021
Current Tax:		
Current Income Tax Charge	-	-
Adjustments in respect of prior years	-0.04	0.00
Deferred Tax		
In respect of current year origination and reversal of temporary differences	5.65	-7.40
Total Tax Expense recognised in profit and loss account	5.61	-7.40

For KAVI COMMERCIAL CO. LTD.

COMPANY SECRETARY.



KAVI COMMERCIAL COMPANY LIMITED

CIN: U99999MH1985PLC082517

NOTES TO FINANCIAL STATEMENTS AS AT 31.03.2022

20 Letters of Confirmation in respect of loans and advances given by the Company, Sundry Creditors and Debtors till date have not been received and as such these balances are subject to confirmation.

21 The Company had Working Capital limits of 65 crore (Rs. 2 crore Fund based and Rs. 63 crore Non fund based) from UCO Bank, it was secured by first charge on all the current assets of the Company, present and future, inventories and book debts, personal guarantee of Director and Corporate guarantee from Companies in which Directors are interested. During Current Financial Year 2021-22 Company has Surrendered above credit facilities and availed Rs. 90 lacs Over draft facility against Fixed Deposit with UCO Bank Nariman Point Branch

22 Based on information available with the Company, the balance Rs.Nil (Previous Year Rs. Nil) due to micro and small enterprises registered under the Micro, Small and Medium Enterprises Development Act, 2006 (MSME).

		Rs. In Lacs	
23	Spending in Foreign Currency	2021-22	2020-21
(a)	Value of Imports (Traded Goods)	-	2219.04
		-	2219.04

24 Foreign currency exposures that are not hedged :

(a) Against Import of trading goods	US\$	Nil	Nil
-------------------------------------	------	-----	-----

25 Custom (Duty/Fine) Refund Receivable

(a) The Company has claimed and accounted Rs.6.13 lacs in earlier years being duty refund receivable on the short landing of imported good. Said claim is pending with Custom authorities.

26 Contingent Liabilities:

(a) The Liability for Letters of Credit aggregating to Rs. Nil Lacs (Previous year Rs.Nil) opened are not provided for, as their future outcome is not ascertainable.

(b) The company is one of the party for total Corporate Guarantees amounting to Rs 18500/- lacs (Previous year Rs.18500/- lacs) given to a Bank for credit facilities given to other group companies in which Directors and their relatives are interested.

(c) The Company has deposited of Rs.9.23 Lacs under protest being the assesment dues against the assesment order for the A.Y. 2015-2016 passed by Asst. Commissioner of income tax vide his order Dated, 20/12/2017. Since the Company's appeal against the said order is still pending before National Faceless appeal Centre (NFAC) assesment dues of Rs. 46.11 lacs will be accounted in the year of its final judgment.

27 Fair value of investments in un-quoted equity shares are derived by networth method (i.e. Networth of the company divided by total number shares)

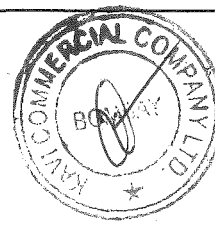
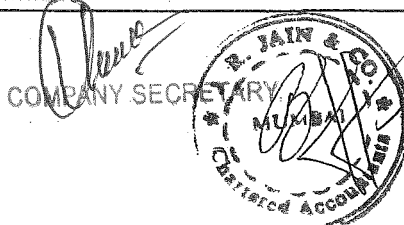
28

Company has practice of paying gratuity on Retirement of Employee, sum of Rs.5.82 lacs is estimated to be gratuity liability as on 31.03.2022 as per Company's working in absence of Actuary valuation due to inadequacy of time.

Estimated Total Gratuity Liability as on 31.03.2021	Rs.5.90 Lacs
Add Gratuity Liability for the year	Rs.0.66 Lacs
Less Gratuity paid during the year	Rs.0.74 Lacs
Estimated Total Gratuity Liability as on 31.03.2022	Rs.5.82 Lacs

In view of Company's practice, no provision has been made.

For KAVI COMMERCIAL CO. LTD.



KAVI COMMERCIAL COMPANY LIMITED

CIN: U99999MH1985PLC082517

NOTES TO FINANCIAL STATEMENTS AS AT 31.03.2022

- 29 Sundry Debtors exceeding 3 years amounting to Rs. 191.37 lacs as on 31.03.2022 and there is no recovery out of same. No provision for doubtful debts for above has been made as Company is hopeful for the recovery.
- 30 No Depreciation has been provided in respect of office premises at New Delhi as it is in the nature of investment. As per the rates provided under Schedule II of the Companies Act' 2013, depreciation on it would have been for F.Y. 2021-22 Rs. 0.84 lacs and Depreciation up to 31.03.2022 Rs.48.32 Lacs and written down value as on 31.03.2022 would have been Rs. 16.42 Lacs.
- 31 The Company is primarily engaged in the business of Trading. As such, there is not separate reportable segment as per Ind AS 108 "Operating Segment" issued by MCA.

32 Related party disclosures:

- (a) Parties with whom the Company has entered into transaction during the year:

<u>Associates</u>	<u>Key Management Personnel</u>	<u>& their relatives:</u>
Viraj Impex Pvt. Ltd.	Mr. Kailash Didwania	
Vinayaga Marine Petro Ltd.	Mr. Prakash Didwania	
	Mrs. Vidya Didwania	
	Mr. Taraknath P. Gupta	
	Mr. Krishnan H. Nair	
	Mr. Ram A. Singh	

- (b) Transaction carried out with related parties referred in (a) above, in ordinary course of business:

Nature of Transaction	Associates	Key Management Personnel	& their relatives:	Total (Rs. in lacs)
Remuneration paid		38.31		38.31.
(Previous year)		(27.53)		(27.53)
Corporate guarantees given	18500.00			18500.00
(Previous year)	(18500.00)			(18500.00)

- (c) Disclosure in respect of material transactions with related parties during the year included in (b) above :

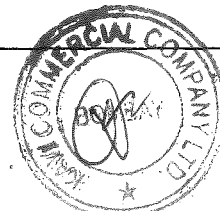
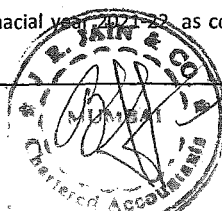
<u>Key Managerial Personnel:</u>	<u>Year ended</u> <u>31.03.2022</u> <u>(Rs. In lacs)</u>	<u>Year ended</u> <u>31.03.2021</u> <u>(Rs. In lacs)</u>
Prakash R. Didwania	24.00	12.00
Ram A. Singh	14.31	14.48
Amrit P. Suthar	-	1.05
	<u>38.31</u>	<u>27.53</u>
<u>Corporate guarantees given</u>		
Viraj Impex Pvt. Ltd.	11,000.00	11000.00
Vinayaga Marine Petro Ltd.	7,500.00	7500.00
	<u>18,500.00</u>	<u>18,500.00</u>

	<u>2021-22</u>	<u>2020-21</u>
33 Earning Per Share		
Profit (Loss) after Tax Rs. in Lacs	37.89	-19.21
Nos. of Equity Shares Fully Paid	3013500	3013500
Earnings per equity share Basic in Rs.	1.26	-0.64
Earnings per equity share Diluted in Rs.	1.26	-0.64

The Company has earned marginal profit during financial year 2021-22 as compared loss in previous year 2020-21 due to better steel prices.

For KAVI COMMERCIAL CO. LTD.

COMPANY SECRETARY.



KAVI COMMERCIAL COMPANY LIMITED

CIN: U99999MH1985PLC082517

NOTES TO FINANCIAL STATEMENTS AS AT 31.03.2022

34 Additional Regulatory Information

a. Ratios

SR	Particulars	Formula	As at 31st March 2022			As at 31st March 2021			% Variance	Remarks for Variance
			Numerator	Denominator	Ratio	Numerator	Denominator	Ratio		
1	Current Ratio	Current Assets/Current Liabilities	1934.91	41.47	46.66	1831.57	23.09	79.34	-41%	Due to Increase in Liability for expenses at year ended on 31.03.2022
2	Debt Equity Ratio	Total debt /Shareholders equity	41.47	2532.38	0.02	23.09	2450.05	0.01	74%	Due to Increase in Liability for expenses at year ended on 31.03.2022
3	Debt Service Coverage Ratio	Earning available for debt service/ Debt service	49.56	5.23	9.47	.57	10.48	0.05	17168%	Due to loss incurred in 2020-21 and low Finance cost in 2021-22 (there is no loan or installment liability)
4	Return on Equity Ratio	Net profit after tax-preference dividend/Average shareholders equity	37.89	2491.21	0.02	-19.21	2434.56	(0.01)	152%	Due to Loss incurred in 2020-21 and Better Margin & Profitability in F.Y. 2021-22
5	Inventory Turnover Ratio	Sales/Average Inventory	1416.61	44.06	32.15	3388.20	450.54	7.52	328%	Low inventory maintained due Market conditions and Covid-19 operating restrictions in 2021-22
6	Trade Receivables Turnover Ratio	Net credit sales/Average accounts receivables	1416.61	661.91	2.14	3388.20	438.32	7.73	-72%	Due to lower turnover in F.Y. 2021-22 & proportionately higher sales in last Month of 2021-22
7	Trade Payables Turnover Ratio	Net credit purchase/Average accounts payables	1225.44	0.00	#DIV/0!	2633.83	0.00	#DIV/0!	#DIV/0!	Not Applicable
8	Net Capital Turnover Ratio	Net sales/Working capital	1416.61	1893.44	0.75	3388.20	1808.48	1.87	-60%	Due to lower turnover in F.Y. 2021-22
9	Net Profit Ratio	Net Profit/Net sales	37.89	1416.61	0.03	-19.21	3388.20	(0.01)	121%	Due to Better margin and profitability in 2021-22 and loss in Previous year 2020-21
10	Return on Capital employed	Earning before interest and taxes(EBIT)/Capital Employed	48.74	2532.38	0.02	-16.13	2450.05	(0.01)	134%	Due to Better margin and profitability in 2021-22 and loss in Previous year 2020-21
11	Return on Investment	Income Generated from Invested Fund/Average invested fund in treasury investment	1.60	996.79	0.00	74.79	911.34	0.08	-98%	Due to Loss on investment in current year F.Y. 2021-22

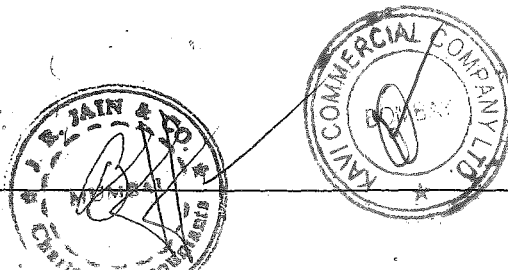
b. The title in respect of all immovable properties disclosed in the financial statements included under Property, Plant and Equipment are held in the name of the Company as at the balance sheet date. None of the Property, Plant and Equipment are revalued during the financial year 2021-22

c. The Company does not have any Benami property, where any proceeding has been initiated or pending against the Company for holding any Benami property

d. The Company had a Working Capital limit of Rs. 65 Crore for its steel trading Business from UCO Bank, comprising of Fund-based limits of Rs. 2.00 Crore and non-fund-based limits of Rs. 63.00 Crore. For the said facility, the Company had submitted Stock and Debtors statement to the bank on monthly basis and also the Quarterly Information Statements. The difference if any is not material and is less than 1% of amount of stock and debtors. Above said credit facility was closed during F.Y. 2021-22 and last monthly stock statement was submitted for month of Nov-2021.

For KAVI COMMERCIAL CO. LTD.

COMPANY SECRETARY.



KAVI COMMERCIAL COMPANY LIMITED

CIN: U99999MH1985PLC082517

NOTES TO FINANCIAL STATEMENTS AS AT 31.03.2022

- e. The Company has not been declared as a willful defaulter by any lender who has powers to declare a company as a willful defaulter at any time during the financial year or after the end of reporting period but before the date when the financial statements are approved.
- f. The Company does not have any transactions with struck-off companies.
- g. The Company does not have any charges or satisfaction which is yet to be registered with the Registrar of Companies (ROC) beyond the statutory period.
- h. The number of layers prescribed under clause (87) of section 2 of the Companies Act 2013 read with Companies (Restrictions on number of Layers) Rules, 2017 is not applicable to the company.
- i. The company has not advanced or loaned or invested funds to any other person(s) or entity(is), including foreign entities(intermediaries), with the understanding that the intermediary shall; i. 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 ii. Provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.
- j. The Company has not received any funds 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; i. 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 ii. Provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.
- k. The Company does not have any transactions which is not recorded in the books of accounts but 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).
- l. The Company has not traded or invested in Crypto currency or Virtual Currency during the financial year.

35 Sensitivity Analysis

The following tables demonstrate the sensitivity to a reasonably possible change in USD exchange rates, with all other variables held constant.

The Company's exposure to foreign currency i.e. USD was Nil as at 31.03.2022.

Particulars	Decrease	Increase
Change in USD Rate (1%)	Nil	Nil

36 Previous year's figures have been regrouped/reclassified wherever necessary to correspond with the current year's classification/disclosure.

As per our report of even date

For J.R. Jain & Co.

(Firm Reg. No. 103915W)

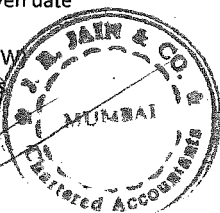
Chartered Accountants

Bipin J. Jain

Partner

(Membership No. 048084)

Date : 05-09-2022



For and on behalf of the Board

Vidya Didwania

Director

DIN: 00226754

Prakash Didwania

Director

DIN: 00225978

Ram A. Singh

Chief Financial Officer

Place : Mumbai

Date : 05-09-2022

For KAVI COMMERCIAL CO. LTD.

COMPANY SECRETARY

