

**HITKIT GLOBAL SOLUTIONS LIMITED**

# **ANNUAL REPORT 2020-2021**



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**CORPORATE INFORMATION**

<b>Board of Directors</b>	Mrs. Premlata Purohit - Non-Executive Chairman Independent Women Director
	Mr. Kamal Agrawal Managing Director
	Mr. Nishant Jain Non- Executive, Independent Director
	Mr. Ramamurthy Shetty Non-Executive Non-Independent Director
<b>Chief Executive Officer</b>	Mr. Kamal Agrawal
<b>Company Secretary &amp; Compliance Officer</b>	Mr. Khushboo Doshi
<b>Chief Financial Officer</b>	Mr. Praveen Sharma
<b>Statutory Auditors</b>	M/s. BM Gattani & Co., Chartered Accountants
<b>Registrar &amp; Share Transfer Agent</b>	M/s. Adroit Corporate Services Private Limited, 19, Jaferbhoy Indl. Estate, Makwana Road, Marol Naka, Andheri East, Maharashtra, Mumbai 400059. Tel.: 022 28596060, Fax: 022 28503748 Email: adroits@vsnl.net Website: www.adroitcorporate.com
<b>Registered Office</b>	Office No. 402, 4th Floor, 'Kane Plaza', Mind Space, off Link Road, Malad (West), Mumbai 400064 . Tel: 91- 022 -65614984, Fax: 91 - 022 - 26002894 E-mail address: hitkit.global@gmail.com Website: www.hitkitglobal.com
<b>Corporate Identification No</b>	L70100MH1988PLC049929

1. Appointment of Ms. Khushboo Doshi as Company Secretary w.e.f. 11<sup>th</sup> November, 2020.
2. Appointment of Mr. Nishant Jain as Non-Executive Independent Director w.e.f. 12<sup>th</sup> November, 2020.
3. Appointment of Mr. Praveen Sharma as Chief Financial Officer w.e.f. 25<sup>th</sup> August, 2021.

### NOTICE OF AGM

Notice is hereby given that the 33rd Annual General Meeting of the Shareholders of Hit Kit Global Solutions Limited will be held on Thursday, 30<sup>th</sup> September, 2021 at 10.00 a.m. through Video Conferencing ('VC')/Other Audio-Visual Means ('OAVM'). No physical meeting of members will be held, however, the meeting will be deemed to have been held at the Registered office of the Company to transact the following business:

#### ORDINARY BUSINESS:

1. To receive, consider and adopt the Audited Financial Statements of the Company for the Financial Year ended 31<sup>st</sup> March 2021, including the audited Balance Sheet as at 31<sup>st</sup> March, 2021, the Statement of Profit and Loss for the year ended on that date together with the Reports of Directors' and Auditors' thereon.
2. To fix remuneration of Statutory Auditor M/s. B.M. Gattani & Co., Chartered Accountant, (Firm Registration No. 113536W) for the Financial Year 2021-22.

To consider and if thought fit, to pass the following resolution as an **Ordinary Resolution:-**

**"RESOLVED THAT** pursuant to provisions of Section 139, 142 and other applicable provisions of the Companies Act, 2013, if any, read with the Companies (Audit & Auditors) Rules, 2014, including any statutory enactment or modification thereof, M/s. B.M. Gattani & Co., Chartered Accountant, (Firm Registration No. 113536W) hold office of Company till the Annual General Meeting of the Company to be held in 2022, and be and is hereby approved the remuneration of Rs. 1,00,000/- for the Financial Year, 2021-22 payable to M/s. B.M. Gattani & Co. excluding out of pocket expenses and other expenses as may be mutually agreed by and between the Board of Directors and the Auditor.

#### SPECIAL BUSINESS:

3. **To approve appointment of Mr. Nishant Jain (DIN: 08442427) as an Executive Director of the Company:**

To consider and, if thought fit, to pass, the following resolution as an **Ordinary Resolution:**

**"RESOLVED THAT** Mr. Nishant Jain (DIN: 08442427) who was appointed as an Additional Director of the Company with effect from 12<sup>th</sup> November, 2020 by the Board of Directors and who holds office up to the date of the forthcoming Annual General Meeting of the Company in terms of Section 161(1) of the Companies Act, 2013 ('the Act'), but who is eligible for appointment and in respect of whom the Company has received a notice in writing from a member under Section 160 (1) of the Act proposing his candidature for the office of a Director, be and is hereby appointed as an Executive Director of the Company."

**"RESOLVED FURTHER THAT** the Board of Directors of the Company be and is hereby authorised to do all acts and take all such steps as may be necessary, proper or expedient to give effect to this resolution."

By Order of the Board  
For **Hit Kit Global Solutions Limited**

sd/-  
**Khushboo Doshi**  
Company Secretary

#### Registered Office:

Office No. 402, 4th Floor, 'Kane Plaza', Mind Space off Link,  
Road, Malad (West) Mumbai Mumbai City MH 400064

Place: Mumbai,

Date: September 01, 2021

**NOTES:**

1. In view of the continuing COVID-19 pandemic, the Ministry of Corporate Affairs ('MCA') vide its circular dated 5 May 2020 read with circulars dated 8 April 2020 and 13 April 2020 (collectively referred to as 'MCA Circulars') and SEBI circular dated 12 May 2020 permitted holding of the AGM through VC/OAVM facility, without the physical presence of the members at a common venue. In compliance with the provisions of the Companies Act, 2013 ('the Act'), SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (hereinafter referred to as 'SEBI Listing Regulations, 2015') and MCA Circulars, the AGM of the Company is being conducted through VC/OAVM (hereinafter called as 'e-AGM').
2. The deemed venue for Thirty Third e-AGM shall be the registered office of the Company
3. Pursuant to the provisions of the Act, a member entitled to attend and vote at the AGM is entitled to appoint a proxy to attend and vote on his/her behalf and the proxy need not be a member of the Company. Since this e-AGM is being held pursuant to the MCA Circulars through VC/OAVM facility, physical attendance of members has been dispensed with. Accordingly, the facility for appointment of proxies by the members will not be available for the e-AGM and hence the Proxy Form and Attendance Slip are not annexed to this Notice..
4. Institutional/Corporate Members (i.e. other than individuals/HUF, NRI, etc.) are required to send a scanned copy (PDF/JPG Format) of its board or governing body resolution/authorisation, etc., authorising their representative to attend the AGM on its behalf and to vote through remote e-voting. The said resolution/authorization shall be sent to the Scrutinizer by email through its registered email address to [csmanishkumarvyas@gmail.com](mailto:csmanishkumarvyas@gmail.com) with a copy marked to [hitkit.global@gmail.com](mailto:hitkit.global@gmail.com).
5. Statement pursuant to section 102(1) of the Act forms part of this Notice.
6. Brief details of the director, who is seeking change in designation, is annexed hereto as per requirements of regulation 36(3) of the SEBI Listing Regulations, 2015 and as per provisions of the Act.
7. Institutional Investors, who are members of the Company are encouraged to attend and vote at the Thirty Third e-AGM of the Company.
8. The SEBI has mandated the submission of Permanent Account Number (PAN) by every participant in securities market. Members holding shares in electronic form are, therefore, requested to submit the PAN to their depository participants. Members holding shares in physical form can submit their PAN details to the Company or registrar.
9. In terms of section 101 and 136 of the Act, read together with the Rules made thereunder, the listed companies may send the notice of AGM and the annual report, including Financial statements, Board Report, etc. by electronic mode. Pursuant to the said provisions of the Act read with MCA Circulars, SEBI circular dated 12 May 2020, Notice of 33<sup>rd</sup> AGM along with the Annual Report for FY2020-21 is being sent only through electronic mode to those Members whose email addresses are registered with the Company/Depositories. Members may note that

the said Notice and Annual Report will also be available on the Company's website <https://www.hitkitglobal.com>, website of the Stock Exchanges i.e. BSE Ltd. [www.bseindia.com](http://www.bseindia.com) and on the website of [www.evotingindia.com](http://www.evotingindia.com).

10. To receive shareholders' communications through electronic means, including Annual Reports and Notices, members are requested to kindly register/update their email address with their respective depository participants, where shares are held in electronic form. If, however, shares are held in physical form, members are advised to register their e-mail address with Adroit Corporate Services.
11. Pursuant to section 72 of the Companies Act, 2013, members holding shares in single name and physical form are advised to file nomination in the prescribed Form No. SH-13 in duplicate (which will be made available on request) with the Company's shares transfer agent, in respect of shares held in electronic / Demat form, the members may please contact their respective depository participant.
12. In continuation of this Ministry's General Circular No. 20/2020, dated 05th May, 2020 and after due examination, it has been decided to allow companies whose AGMs were due to be held in the year 2020, or become due in the year 2021, to conduct their AGMs on or before 31.12.2021, in accordance with the requirements provided in paragraphs 3 and 4 of the General Circular No. 20/2020 as per MCA circular no. 02/2021 dated January, 13, 2021.
13. With a view to enable the Company serve the members better, members who hold shares in identical names and in the same order of names in more than one folio are requested to write to the Company to consolidate their holdings into one folio
14. SEBI vide its notification dated 8 June 2018 as amended on 30 November 2018, has stipulated that with effect from 1 April 2019, the transfer of securities (except transmission or transposition of shares) shall not be processed, unless the securities are held in the dematerialised form. The Company has complied with the necessary requirements as applicable, including sending of letters to members holding shares in physical form and requesting them to dematerialise their physical holdings.
15. To comply with the above mandate, members who still hold share certificates in physical form are advised to dematerialise their shareholding to also avail of numerous benefits of dematerialisation, which include easy liquidity, ease of trading and transfer, savings in stamp duty and elimination of any possibility of loss of documents and bad deliveries.
16. In case of joint holders, the Member whose name appears as the first holder in the order of names as per the Register of Members of the Company will be entitled to vote at the e-AGM.
17. The Company has been maintaining, inter alia, the following statutory registers at its registered office :
  - i) Register of contracts or arrangements in which directors are interested under section 189 of the Act.
  - ii) Register of directors and key managerial personnel and their shareholding under section 170 of the Act.

In accordance with the MCA circulars, the said registers will be made accessible for inspection through electronic mode, and shall remain open and be accessible to any member during the continuance of the meeting.

18. For ease of conduct, members who would like to ask questions/express their views on the items of the businesses to be transacted at the meeting can send in their questions/comments in advance by visiting URL <https://evotingindia.com/> and clicking on the tab 'Post your Queries' during the period starting from 27 September 2021 (9.00 a.m.) up to 29 September 2021 (5.00 p.m.) mentioning their name, demat account no./Folio no., e-mail Id, mobile number, etc. The queries may be raised precisely and in brief to enable the Company to answer the same suitably depending on the availability of time at the meeting.
19. For more details on shareholders' matters, please refer to the chapter on General Shareholder Information, included in the Annual Report.
20. In case a person has become a Member of the Company after dispatch of AGM Notice, but on or before the cut-off date for e-voting, i.e., Thursday, 23<sup>rd</sup> September 2021, such person may obtain the User ID and Password from Adroit Corporate Services by email request to [sandeeph@adroitcorporate.com](mailto:sandeeph@adroitcorporate.com).
21. Alternatively, member may send signed copy of the request letter providing the email address, mobile number, self-attested PAN copy along with client master copy (in case of electronic folio)/copy of share certificate (in case of physical folio) via email to Adroit for obtaining annual report for FY2020-21 and Notice of 33<sup>rd</sup> AGM.
22. Since the meeting will be conducted through VC/OAVM facility, the Route Map is not annexed to this Notice.
23. In case a person has become a Member of the Company after dispatch of e-AGM Notice, but on or before the cut-off date for e-voting, i.e., Wednesday, 22 September 2021, such person may obtain the User ID and Password from Adroit Corporate Service Private Limited by email request to [sandeeph@adroitcorporate.com](mailto:sandeeph@adroitcorporate.com)
24. Alternatively, member may send signed copy of the request letter providing the email address, mobile number, self-attested PAN copy along with client master copy (in case of electronic folio)/copy of share certificate (in case of physical folio) via email to [sandeeph@adroitcorporate.com](mailto:sandeeph@adroitcorporate.com) for obtaining annual report for FY2020-21 and Notice of 33<sup>rd</sup> e-AGM.
25. Instructions for e-voting and joining the AGM are as follows:
26. **Voting through electronic means:**

In terms of the provisions of section 108 of the Companies Act, 2013 (the Act) read with Rule 20 of the Companies (Management and Administration) Amendment Rules, 2015 (hereinafter called "the Rules" for the purpose of this section of the Notice) and the provision under SEBI Listing Regulations, 2015, the Company is providing facility to exercise votes on the items of business given in the Notice through electronic voting system, to members holding shares as on **23<sup>rd</sup> September, 2020** (End of Day) being the Cut-off date (Record date for the purpose of Rule 20 (2) (ii) of the Rules) fixed for determining voting rights of members, entitled to participate in the remote e-voting process, through the e-voting platform provided by CDSL.

The instructions for E-voting are as under:

**A. The instructions for shareholders voting electronically are as under:**

- i. The voting period begins on **Monday, 27<sup>th</sup>September, 2021 at 9.00 a.m.** and ends on **Wednesday, 29<sup>th</sup>September, 2021 at 5.00 p.m.** During this period shareholders' of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date (record date) of **23<sup>rd</sup>September, 2021** (End of Day) may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.
- ii. The shareholders should log on to the e-voting website [www.evotingindia.com](http://www.evotingindia.com).
- iii. Click on Shareholders.
- iv. Now Enter your User ID
  - A. For CDSL: 16 digits beneficiary ID,
  - B. For NSDL: 8 Character DP ID followed by 8 Digits Client ID,
  - C. Members holding shares in Physical Form should enter Folio Number registered with the Company.
- v. Next enter the Image Verification as displayed and Click on Login.
- vi. If you are holding shares in Demat form and had logged on to [www.evotingindia.com](http://www.evotingindia.com) and voted on an earlier voting of any company, then your existing password is to be used.
- vii. If you are a first time user follow the steps given below:

	<b>For Members holding shares in Demat Form and Physical Form</b>
<b>PAN</b>	<p>Enter your 10 digit alpha-numeric *PAN issued by Income Tax Department (Applicable for both Demat shareholders as well as physical shareholders)</p> <ul style="list-style-type: none"> <li>Members who have not updated their PAN with the Company/Depository Participant are requested to use the first two letters of their name and the 8 digits of the sequence number in the PAN field.</li> <li>In case the sequence number is less than 8 digits enter the applicable number of 0's before the number after the first two characters of the name in CAPITAL letters. Eg. If your name is Ramesh Kumar with sequence number 1 then enter RA00000001 in the PAN field.</li> </ul>
<b>DOB</b>	Enter the Date of Birth as recorded in your Demat account or in the company records for the said Demat account or folio in dd/mm/yyyy format.
<b>Dividend Bank Details</b>	Enter the Dividend Bank Details as recorded in your Demat account or in the company records for the said Demat account or folio. Please enter the DOB or Dividend Bank Details in order to login. If the details are not recorded with the depository or company please enter the member id / folio number in the Dividend Bank details field as mentioned in instruction (iv).

- viii. After entering these details appropriately, click on "SUBMIT" tab.
- ix. Members holding shares in physical form will then directly reach the Company selection screen. However, members holding shares in Demat form will now reach 'Password Creation' menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the Demat holders for voting for resolutions of any other company on which they are eligible to vote, provided that company opts for e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.



- x. For Members holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.
- xi. Click on the EVSN on HITKIT GLOBAL SOLUTIONS LIMITED, on which you choose to vote.
- xii. On the voting page, you will see “RESOLUTION DESCRIPTION” and against the same the option “YES/NO” for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution. You may also choose the option “ABSTAIN” and the shares held will not be counted under either head.
- xiii. Click on the “RESOLUTIONS FILE LINK” if you wish to view the entire Resolution details.
- xiv. After selecting the resolution you have decided to vote on, click on “SUBMIT”. A confirmation box will be displayed. If you wish to confirm your vote, click on “OK”, else to change your vote, click on “CANCEL” and accordingly modify your vote.
- xv. Once you “CONFIRM” your vote on the resolution, you will not be allowed to modify your vote.
- xvi. You can also take out print of the voting done by you by clicking on “Click here to print” option on the Voting page.
- xvii. If Demat account holder has forgotten the same password then Enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.
- xviii. Note for Non – Individual Shareholders and Custodians
  - Non-Individual shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodian are required to log on to [www.evotingindia.com](http://www.evotingindia.com) and register themselves as Corporate.
  - A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com).
  - After receiving the login details a compliance user should be created using the admin login and password. The Compliance user would be able to link the account(s) for which they wish to vote on.
  - The list of accounts should be mailed to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com) and on approval of the accounts they would be able to cast their vote.
  - A scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favor of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.
- xix. In case you have any queries or issues regarding e-voting, you may refer the Frequently Asked Questions (“FAQs”) and e- voting manual available at [www.evotingindia.com](http://www.evotingindia.com), under help section or write an email to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com). You can also send your queries/ grievances relating to e-voting at:- Name : Mr. Rakesh Dalvi, Deputy Manager, Address : Phiroze Jeejeebhoy Towers, 16th Floor, Dalal Street, Mumbai – 400001.

Email Id/Phone Number(s) : [rakeshd@cdslindia.com](mailto:rakeshd@cdslindia.com) /022 22728588, Toll free no: 18002005533.

**B. For members whose email addresses are not registered with the depositories for obtaining login credentials for e-voting for the resolutions proposed in this notice:**

- i. For Physical shareholders- please provide necessary details like Folio No., Name of shareholder, scanned copy of the share certificate (front and back), PAN (self attested scanned copy of PAN card), AADHAR (self attested scanned copy of Aadhar Card) by email to Adroit Corporate Services
- ii. For Demat shareholders -, please provide Demat account details (CDSL-16 digit beneficiary ID or NSDL-16 digit DPID + CLID), Name, client master or copy of Consolidated Account statement, PAN (self attested scanned copy of PAN card), AADHAR (self attested scanned copy of Aadhar Card) to [sandeeph@adroitcorporate.com](mailto:sandeeph@adroitcorporate.com).
- iii. The company/RTA shall co-ordinate with CDSL and provide the login credentials to the above mentioned shareholders.

**C. Instructions for shareholders attending the AGM through VC/OAVM are as under:**

1. Shareholder will be provided with a facility to attend the EGM/AGM through VC/OAVM through the CDSL e-Voting system. Shareholders may access the same at <https://www.evotingindia.com> under shareholders/members login by using the remote e-voting credentials. The link for VC/OAVM will be available in shareholder/members login where the EVSN of Company will be displayed.
2. Shareholders are encouraged to join the Meeting through Laptops / IPads for better experience.
3. Further shareholders will be required to allow Camera and use Internet with a good speed to avoid any disturbance during the meeting.
4. Please note that Participants Connecting from Mobile Devices or Tablets or through Laptop connecting via Mobile Hotspot may experience Audio/Video loss due to Fluctuation in their respective network. It is therefore recommended to use Stable Wi-Fi or LAN Connection to mitigate any kind of aforesaid glitches.
5. Shareholders who would like to express their views/ask questions during the meeting may register themselves as a speaker by sending their request in advance atleast **7 days prior to meeting** mentioning their name, demat account number/folio number, email id, mobile number at (company email id). The shareholders who do not wish to speak during the AGM but have queries may send their queries in advance **7 days prior to meeting** mentioning their name, demat account number/folio number, email id, mobile number at (company email id). These queries will be replied to by the company suitably by email.
6. Those shareholders who have registered themselves as a speaker will only be allowed to express their views/ask questions during the meeting.

**D. instructions for shareholders for e-voting during the AGM are as under**

1. The procedure for e-Voting on the day of the EGM/AGM is same as the instructions mentioned above for Remote e-voting.
2. Only those shareholders, who are present in the EGM/AGM through VC/OAVM facility and have not casted their vote on the Resolutions through remote e-Voting and are otherwise not barred from doing so, shall be eligible to vote through e-Voting system available during the EGM/AGM.
3. If any Votes are cast by the shareholders through the e-voting available during the EGM/AGM and if the same shareholders have not participated in the meeting through VC/OAVM facility , then the votes cast by such shareholders shall be considered invalid as the facility of e-voting during the meeting is available only to the shareholders attending the meeting.
4. Shareholders who have voted through Remote e-Voting will be eligible to attend the EGM/AGM. However, they will not be eligible to vote at the EGM/AGM.

#### **E. Note for Non – Individual Shareholders and Custodians**

- Non-Individual shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodians are required to log on to [www.evotingindia.com](http://www.evotingindia.com) and register themselves in the “Corporates” module.
- A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com).
- After receiving the login details a Compliance User should be created using the admin login and password. The Compliance User would be able to link the account(s) for which they wish to vote on.
- The list of accounts linked in the login should be mailed to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com) and on approval of the accounts they would be able to cast their vote.
- A scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.
- Alternatively Non Individual shareholders are required to send the relevant Board Resolution/ Authority letter etc. together with attested specimen signature of the duly authorized signatory who are authorized to vote, to the Scrutinizer and to the Company at the email address viz; [hitkit.global@gmail.com](mailto:hitkit.global@gmail.com) , if they have voted from individual tab & not uploaded same in the CDSL e-voting system for the scrutinizer to verify the same.
- In case you have any queries or issues regarding e-voting, you may refer the Frequently Asked Questions (“FAQs”) and e-voting manual available at [www.evotingindia.com](http://www.evotingindia.com), under help section or write an email to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com) or call 1800225533.

All grievances connected with the facility for voting by electronic means may be addressed to Mr. Rakesh Dalvi, Manager, (CDSL, ) Central Depository Services (India) Limited, A Wing, 25th Floor, Marathon Futurex, Mafatlal Mill Compounds, N M Joshi Marg, Lower Parel (East), Mumbai - 400013 or send an email to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com) or call 1800225533.

#### **F. General instructions:**

- i. The Company has appointed M/s. Manish Vyas & Associates, Company Secretary as the Scrutinizer to the e-voting process, in a fair and transparent manner.
- ii. The scrutinizer shall, immediately after the conclusion of voting at the ensuing annual general meeting, first count the votes cast at the meeting, thereafter unlock the votes through e-voting in the presence of at least two (2) witnesses, not in the employment of the Company and make, not later than 48 hours from the conclusion of the meeting, a consolidated scrutinizer's report of the total votes cast in favor or against, if any, to the Chairman of the Company, who shall countersign the same.
- iii. In the event of a poll, please note that the members who have exercised their right to vote by electronic means/ through ballot form as above shall not be eligible to vote by way of poll at the meeting. The poll process shall be conducted and report thereon will be prepared in accordance with section 109 of the Companies Act, 2013 read with the relevant Rules. In such an event, votes cast under Poll taken together with the votes cast through e-voting and using ballot form shall be counted for the purpose of passing of resolution(s).

The scrutinizer shall submit her report to the Chairman, who shall declare the result of the voting. The results declared along with the scrutinizer's report shall be placed on the Company's website: [www.hitkitglobal.com](http://www.hitkitglobal.com) and on the website of [www.evotingindia.com](http://www.evotingindia.com) and shall also be communicated to the stock exchanges and registrar & transfer agent. Subject to the receipt of sufficient votes, The resolution shall be deemed to be passed at the annual general meeting of the Company scheduled to be held on **Thursday, 30<sup>th</sup> September, 2021.**

By Order of the Board  
For **Hit Kit Global Solutions Limited**

sd/-  
**Khushboo Doshi**  
Company Secretary

#### **Registered Office:**

Office No. 402, 4th Floor, 'Kane Plaza', Mind Space off Link,  
Road, Malad (West) Mumbai Mumbai City MH 400064

Place: Mumbai,  
Date: September 01, 2021.

**Explanatory Statement**  
**(Pursuant to Section 102 of the Companies Act, 2013)**

**ITEM NO. 3:**

Based on the recommendation of the Nomination and Remuneration Committee, the Board of Directors of the Company in its meeting held on 12<sup>th</sup> November, 2020 had appointed Mr. Nishant Jain (DIN: 08442427), as an Additional Executive Director of the Company to hold office at the ensuing Annual General Meeting ("AGM").

As an Additional Director, Nishant Jain (DIN: 08442427), holds office till the date of the AGM and is eligible for being appointed as an Executive Director. Nishant Jain is also not disqualified from being appointed as a Director in terms of Section 164 of the Act and has given his consent to act as a Director of the Company. In the opinion of the Board, Mr. Nishant Jain, fulfills the conditions for his appointment as Director as specified in the Companies Act, 2013.

Pursuant to provisions of SEBI (LODR) Regulations 2015 and Secretarial Standards on General Meetings issued by Institute of Company Secretaries of India, relevant particulars of Directors seeking re-appointment at this AGM are given here below:

<b><u>Particulars</u></b>	<b><u>Details</u></b>
Name	Mr. Nishant Jain
DIN	08442427
Date of Birth / Age	29/11/1989 , 32 years
Designation	Non-Executive Director
Experience in functional area	10 years
Qualification	HSC(12 <sup>th</sup> )
Terms and Condition of Appointment & re-appointment along with Remuneration sought to be paid and last drawn Remuneration	As per Terms & Condition set out in Appointment Letter
Directorship in other Companies (Public Limited Companies)	NIL
Membership of Committees of other Public Companies (Audit Committee /Nomination Remuneration Committee/Stakeholders Relationship Committee)	NIL
No. of Shares held in the company (Shareholding)	NIL
Date of Original Appointment on the Board	12.11.2020
No. of board meetings attended during Financial Year 2020-21	1
Remuneration sought to be paid	NIL

Remuneration last paid	Not Applicable
Relationship with other Director, Manager & KMP	No relationship with other Directors or KMP of the Company

None of the Directors / Key Managerial Personnel of the Company / their relatives is in any way, concerned or interested, financially or otherwise, in the resolution set out at Item No.3 of the Notice.

By Order of the Board  
For **Hit Kit Global Solutions Limited**

sd/-  
**Khushboo Doshi**  
Company Secretary

**Registered Office:**

Office No. 402, 4th Floor, 'Kane Plaza', Mind Space off Link,  
Road, Malad (West) Mumbai Mumbai City MH 400064

Place: Mumbai,  
Date: September 01, 2021.

## Directors Report

### To The Members

#### Hit Kit Global Solutions Limited,

Yours Company's Directors are pleased to present 33<sup>rd</sup> Annual Report of the Company, along with Audited Accounts, for the financial year ended March 31<sup>st</sup>, 2021.

### 1. Financial Performance

a) The salient features of the Company's financial performance for the year under review are as follows:

Particulars	(Rs. In Lakhs)	
	31.03.2021	31.03.2020
<b>Gross Revenue</b>	37.41	35.79
Operating Profit before Interest, Depreciation and Amortization and Tax	0.88	1.01
Interest	-	-
Depreciation	0.61	0.18
Profit before tax (PBT)	0.88	1.02
Provision for Taxation	-	-
Profit after tax (PAT)	0.88	1.02

### b) Operations & Performance of the Company

During the year under the review, the Company has recorded gross revenue of Rs. 37.41 lakhs as against Rs. 35.79 lakhs in the previous year. After offsetting the expenses the company made a profit after tax of Rs.0.88 lakhs against Profit of Rs. 1.02 lakhs in the previous year.

The Earning per Share (EPS) for the year was Rs.0.0024 as against Rs. 0.0028 for previous year.

### 2. Deposits:

The Company has not accepted or renewed any amount falling within the purview of provisions of Section 73 of the Companies Act 2013 ("the Act") read with the Companies (Acceptance of Deposit) Rules, 2014 during the year under review. Hence, the requirement for furnishing of details relating to deposits covered under Chapter V of the Act or the details of deposits which are not in compliance with the Chapter V of the Act is not applicable.

### 3. Particulars of Loans, Guarantees or Investments:

Pursuant to the provisions of Section 186 of the Companies Act, 2013, read with The Companies (Meetings of Board and its Powers) Rules, 2014 as amended from time to time (including any amendment thereto or re-enactment thereof for the time being in force), Loans, guarantees and investments covered under Section 186 of the Companies Act, 2013 form part of the Notes to Accounts of the Financial Statements provided in this Annual Report.

**4. Related Party Transactions:**

A statement showing the disclosure of transactions with related parties including the transaction if any with any person or entity belonging to the promoter / promoter group which hold(s) 10% or more shareholding in the listed entity as required under Accounting Standard 18 is set out separately in Notes to accounts of Financial Statements annexed to this Annual Report.

There were no material transactions entered into with related parties, during the period under review, which may have had any potential conflict with the interests of the Company. Accordingly, the disclosure of Related Party Transactions as required under Section 134 (3) (h) of the Companies Act, 2013 in **Form AOC-2** is not applicable.

**5. Dividend**

In order to conserve resources for future growth, your Directors do not recommend any dividend for the year 2020-21

**6. Transfer to Reserves**

The Board of Directors has not appropriated and transferred any amount to any Reserve and has decided to retain the entire amount in profit and Loss account.

**7. Unpaid Dividend & IEPF:**

The Company is not required to transfer any amount to the Investor Education & Protection Fund (IEPF) and does not have unclaimed dividend which remains to be transferred to Investor Education & Protection Fund (IEPF).

**8.Changes in Share Capital**

During the year, Company has not made any allotment of Equity or preference Shares.

**9. Disclosure Relating To Equity Shares with Differential Rights**

The Company has not issued any equity shares with differential rights during the year under review and hence no information as per provisions of Rule 4(4) of the Companies (Share Capital and Debenture) Rules, 2014 is furnished.

**10.Disclosure Relating To Sweat Equity Shares**

The Company has not issued any sweat equity shares during the year under review and hence no information as per provisions of Rule 8(13) of the Companies (Share Capital and Debenture) Rules, 2014 is furnished.

**11.Disclosures In Respect Of Voting Rights Not Directly Exercised By Employees**

There are no shares held by trustees for the benefit of employees and hence no disclosure under Rule 16(4) of the Companies (Share Capital and Debentures) Rules, 2014 has been furnished.

**12.Disclosure Under Section 67 (3) of the Companies Act, 2013:**

During the year under review, there were no instances of non-exercising of voting rights in respect of shares purchased directly by employees under a scheme pursuant to Section 67(3) of the Act read with Rule 16 (4) of Companies (Share Capital and Debentures) Rules, 2014 is furnished.



### 13. Report on performance of Subsidiaries, Associates and Joint Venture Companies:

#### a. Subsidiaries:

The Company has no Subsidiary Or Associates Company as on 31st March, 2021.

#### b. Joint Venture:

The Company has entered into a Joint Venture (A.O.P.) to be known in the name of 'ENGINEERS INDIA ASSOCIATES' for the construction and development of resort project near Lonavala, Dist. Pune.

Statement containing salient features of financial statements of Joint Venture pursuant to section 129 of the Companies Act, 2013 (Act) read with Rule 5 of the Companies (Accounts) Rules, 2014 is annexed to this Report in the prescribed Form AOC -1, as **"Annexure 1"**.

The Company has not consolidated its Accounts with regards to Section 129 (3) as it has not started its operations yet.

### 14. Adequacy of Internal Financial Controls

Internal financial controls with reference to the financial statements were adequate and operating effectively

The details pertaining to adequacy of internal financial controls with reference to the Financial Statements pursuant to Rule 8 (5) (viii) of the Companies (Accounts) Rules, 2014 are included in Management Discussion & Analysis, which forms part of this report.

### 15. Board & Committee Meetings

#### a) Board Meeting

During the financial year 2020-21, total Five (5) Board Meetings were held on; 29<sup>TH</sup> June, 2020, 31<sup>st</sup> August, 2020; 15<sup>th</sup> September, 2020; 11<sup>th</sup> November, 2020; 15<sup>th</sup> February, 2021. The intervening gap between the Meetings was within the period prescribed under the Companies Act, 2013.

#### Attendance:

Name of the Director	Category	Number of Board Meeting Attended	Attended Last AGM
Mrs. Premlata Purohit	Independent Director	5	Yes
Mr. Kamal Agarwal	Managing Director and CEO	5	Yes
Mr. Nishant Jain*	Additional Executive Director	2	Not Applicable
Mr. Ramamurthy Shetty	Non-Executive Independent Director	5	Yes

**\* Mr. Nishant Jain appointed w.e.f. 12.11.2020****b) Audit Committee Meeting:**

During the financial year 2020-21, total Four (4) Audit Committee Meetings were held on 29<sup>th</sup> June, 2020; 15<sup>th</sup> September, 2020; 11<sup>th</sup> November, 2020; and 15<sup>th</sup> February, 2021.

The Board has well-qualified Audit Committee with majority of Independent Directors including Chairman. They possess sound knowledge on Accounts, Audit, Finance, Taxation, Internal Controls etc. The details of the Composition of the Audit Committee during the financial year 2020-21 are as follows:

**Chairperson:** Premlata Purohit

**Members:** Nishant Jain  
Ramamurthy Shetty

**Nishant Jain w.e.f. 12.11.2020**

**Attendance:**

Name of the Director	Category	Number of Committee Meeting Attended	Attended Last AGM
Mrs. Premlata Purohit	Independent Director	5	Yes
Mr. Nishant Jain*	Additional Executive Director	2	Not Applicable
Mr. Ramamurthy Shetty	Independent Director	5	Yes

**\*Mr. Nishant Jain appointed w.e.f. 12.11.2020.**

**(a) TERMS OF REFERENCE:**

The terms of reference of the Audit Committee inter alia include the following:

- i. The recommendation for appointment, remuneration and terms of appointment of Auditors of the Company.
- ii. Review and monitor the Auditors Independence and performance, and effectiveness of Audit process.
- iii. Examination of the financial statement and Auditors Report thereon.
- iv. Approval or any subsequent modification of transaction of the Company with related parties.

Provided that the Audit Committee may make Omnibus Approval for related party transactions proposed to be entered into by the Company subject to such consultations as may be prescribed.

- v. Scrutiny of Corporate Loans and Investments.
- vi. Valuation of undertakings or assets of the Company wherever it is necessary.

vii. Evaluation of internal financial controls and risk management system.

viii. Monitoring the end use of funds raised through public offers and related matters.

ix. Calling for the Comments of the Auditors about internal control system, the scope of Audit, including the observations of the Auditors and review of Financial Statements before their submission to the Board and may also discuss any related issues with the Internal and Statutory Auditors and Management of the Company. Authority to investigate into any matter in relation to the item specified from (i) to (ix) above or referred to it by the Board

**(b) FUNCTION:**

The Audit Committee, while reviewing the Annual Financial Statement also review the applicability of various Accounting Standards (AS) referred to in Section 133 of the Companies Act, 2013. Compliance of the Accounting Standard as applicable to the Company has been ensured in the preparation of the Financial Statement for the year ended 31st March, 2021. Besides the above Chairman and Managing Director, Whole-Time Director, Chief Financial Officer, Business heads of the Company divisions and the representatives of the Statutory Auditors are permanent invitees of the Audit Committee Meetings.

The Audit Committee also oversees and reviews the functioning of Vigil Mechanism (implemented in the Company as a Risk Management Policy and Whistle Blower Policy) and review the finding of investigation in the cases of material nature and the action taken in respect thereof.

**c) Nomination & Remuneration & Compensation Committee Meeting:**

During the Financial Year 2020-21, total four (4) Nomination & Remuneration Committee Meeting was held on 29<sup>th</sup> June, 2020; 15<sup>th</sup> September, 2020; 11<sup>th</sup> November, 2020; and 15<sup>th</sup> February, 2021.

The Company has constituted Nomination & Remuneration Committee. The details of the Composition of the Nomination & Remuneration Committee are as follows:

**Chairperson:** Premlata Purohit

**Member:** Ramamurthy Shetty

**Nishant Jain w.e.f.** 12.11.2020

**Attendance:**

Name of the Director	Category	Number of Committee Meeting Attended	Attended Last AGM
Mrs. Premlata Purohit	Independent Director	4	Yes
Mr. Ramamurthy Shetty	Non-Executive Director	4	Yes

**(a) TERMS OF REFERENCE:**

The Committees composition meets with requirements of Section 178 of the Companies Act, 2013.

The terms of reference of the Committee inter alia, includes the following:

1. To identify persons who are qualified to become Directors and who may be appointed in Senior Management in accordance with the criteria let down and to recommend to the Board their appointment and removal and shall carry out evaluation of every Directors performance.
2. To formulate the criteria for determining qualifications, positive attributes and independence of a Directors and recommend to the Board a Policy relating to the remuneration for the Directors, Key Managerial Personnel and other Employees.
3. To ensure that the level and composition of remuneration is reasonable and sufficient to attract, retained motivate Directors of the quality required to run the Company successfully.
4. To ensure that relationship of remuneration to performance is clear and meets appropriate Performance benchmark.
5. To ensure that remuneration to Directors, Key Managerial Personnel and Senior Management involves balance between fixed and incentive pay reflecting short term and long term performance objectives appropriate to the working of the Company and its goals.

**16. Matters Related To Directors and Key Managerial Personnel****a. Board of Directors**

During the year 2020-21, Board of Directors met Five Times viz. on 29<sup>th</sup> June, 2020, 31<sup>st</sup> August, 2020; 15<sup>th</sup> September, 2020; 11<sup>th</sup> November, 2020; and 15<sup>th</sup> February, 2021.

The intervening gap between any two Meetings was within the period prescribed by the Companies Act, 2013 and SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015.

➤ Mr. Nishant Jain (DIN: 08442427) was appointed as Additional Director in terms of section 161 of the Companies Act. w.e.f 12th December, 2020 and holds office up to of ensuing Annual General Meeting date.

➤ Mrs. Varsha Shah (DIN: 08856197) has been appointed as the additional Independent Directors with effect from 31<sup>st</sup> August, 2020. Further, she resigned w.e.f. 11<sup>th</sup> November, 2020.

➤ Mrs. Khushboo Doshi (ACS: A36160), Company Secretary and Compliance Officer of the Company appointed by Board of Directors with effect from 11<sup>th</sup> November, 2020.

The Board places on record its appreciation for the invaluable services rendered by Mrs. Ishita Shah to the Board and Company during his tenure as Company Secretary

and Compliance Officer of the Company.

The Company has received declarations from all the Independent Directors of the Company confirming that they meet with the criteria of Independence as prescribed both under the Act and SEBI (LODR), 2015 and there has been no change in the circumstances which may affect their status as Independent Directors during the year.

In a separate meeting of Independent Directors, performance of non-independent directors, performance of the Board as a whole and performance of the Chairman was evaluated, taking into account the views of executive director. The same was discussed in the Board meeting held subsequently to the meeting of the independent directors, at which the performance of the Board, its Committees and individual directors was also discussed. Performance evaluation of independent directors was done by the entire Board, excluding the independent director being evaluated.

During the year under review, the non-executive directors of the Company had no pecuniary relationship or transactions with the Company, other than sitting fees for attending meetings of Board/Committee of the Company.

Independent Directors are familiarized with their roles, rights and responsibilities in the Company through induction programmes at the time of their appointment as Directors and through presentations made to them from time to time. The details of familiarization programmes conducted have been hosted on the website of the Company and can be accessed at [www.hitkitglobal.com](http://www.hitkitglobal.com)

## **b. Key Managerial Personnel:**

### **i. Appointment:**

Mrs. Khushboo Doshi (ACS: A36160), Company Secretary and Compliance Officer appointed in the Year 2020-21 w.e.f. 11<sup>th</sup> November, 2020.

### **ii. Resignation**

- No Resignation throughout the year 2020-21.

## **17. Material changes and commitments affecting the financial position of the Company**

During the financial year 2020-21, there was no any significant material change or commitment affecting the financial position of the Company.

## **18. Directors' Responsibility Statement**

Pursuant to Section 134(3) (C) of the Companies Act, 2013, Directors confirm that -

a. in the preparation of the annual accounts for the financial year ended 31st March 2021 the applicable accounting standards had been followed along with proper explanation relating to material departures;

b. the directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company as at March 31, 2021 and of the profit and loss of the company for that period.

- c. the directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- d. the directors had prepared the annual accounts on a going concern basis.
- e. the directors, had laid down internal financial controls to be followed by the company and such internal financial controls are adequate and were operating effectively.
- f. the directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

## **19. Audit Committee**

The Audit Committee of the Board pursuant to Section 177(2) of the Companies Act, 2013 and Rule 6 of the Companies (Meetings of Board and its Powers) Rules, 2014 consist of Three Directors and Independent Directors constitutes majority.

## **20. Nomination and Remuneration Committee**

The Company's policy on directors' appointment and remuneration including criteria for determining qualifications, positive attributes, independence of a director and recommend to the Board of a policy, relating to the remuneration for the directors, key managerial personnel and other employees has been attached as Annexure 4 to this report.

## **21. Presentation of Financial Results**

The financial results of the Company for the year ended 31<sup>st</sup> March, 2021 have been disclosed as per Schedule III to the Companies Act, 2013.

## **22. Conservation of Energy, Technology Absorption and Foreign Exchange Earnings & Outgo**

As your company is not engaged in manufacturing activities, the reporting requirement on these matters is not applicable and Foreign exchange earning & outgo during the year is NIL

## **23. Secretarial Standard of ICSI**

Pursuant to the approval given on 10 April 2015 by the Central Government to the Secretarial Standards specified by the Institute of Company Secretaries of India, the Secretarial Standards on Meetings of the Board of Directors (SS-1) and General Meetings (SS-2) came into effect from 1 July 2015. The Company is in compliance with the same.

## **24. Risk Management Policy:**

The Company has in place a mechanism to identify, assess, monitor and mitigate

various risks to key business objectives. Major risks identified by the businesses and functions are systematically addressed through mitigating actions on a continuing basis. These are discussed at the meetings of the Audit Committee and the Board of Directors of the Company.

The Company's internal control systems are commensurate with the nature of its business and the size and complexity of its operations. These are routinely tested and certified by Statutory as well as Internal Auditors.

## **25. Corporate Social Responsibility:**

The Company is not required to constitute a Corporate Social Responsibility Committee as it does not fall within purview of Section 135(1) of the Companies Act, 2013 and hence it is not required to formulate policy on corporate social responsibility.

## **26. Board Evaluation**

- i. Pursuant to the provisions of the Companies Act, 2013 and SEBI (LODR), 2015, the Board has carried out an annual performance evaluation of its own performance, the directors individually, as well as, the evaluation of the working of its Audit, Nomination and Remuneration, Stakeholders Relationship Committees.
- ii. The performance of the Board was evaluated by the Board after seeking feedback from all the Directors on the basis of the parameters/criteria, such as, degree of fulfillment of key responsibility by the Board, Board Structures and Composition, establishment and delineation of responsibilities to the Committees, effectiveness of Board processes, information and functioning, Board culture and dynamics and quality of relationship between the Board and the Management.
- iii. The performance of the committees viz. Audit Committee, Nomination and Remuneration Committee, Corporate Social Responsibility and Stakeholders Relationship Committee was evaluated by the Board after seeking feedback from Committee members on the basis of parameters/criteria such as degree of fulfillment of key responsibilities, adequacy of committee composition, effectiveness of meetings, committee dynamics and, quality of relationship of the committee with the Board and the Management.
- iv. The Board and the Nomination and Remuneration Committee reviewed the performance of the individual Directors on the basis of self- assessment questionnaire and feedback/inputs from other Directors (without the concerned director being present).
- v. In a separate meeting of Independent Directors, the performance of Non-Independent Directors of the Board as a whole and the performance of the Chairman were evaluated.

## **27. Policies of the Company**

Your Company has posted the following documents on its website [www.hitkitglobal.com](http://www.hitkitglobal.com).

- i. Code of Conduct and Ethics
- ii. Whistle Blower Policy (Vigil Mechanism)
- iii. Related Party Transaction Policy
- iv. Familiarization Programme for the benefit of the Independent Directors
- v. Nomination and Remuneration Policy

- vi. Policy for determining materiality of events
- vii. Policy for determining “material subsidiary” of the company

## **28. Significant and Material Orders Passed by Regulators or Courts or Tribunals:**

During the year under review, there were no significant and material orders passed by the regulators or courts or tribunals, which may impact the going concern status of the Company and its operations in future.

## **29. Auditors of the Company**

### **a. Statutory Auditor**

M/s. B.M. Gattani & Co., Chartered Accountants, (FRN:-113536W) holds office as Statutory Auditors of the Company till the AGM of the Company to be held in 2022.

There are no qualifications, reservations or adverse remarks made by the statutory auditors in their audit reports on the financial statements for the year ended March 31, 2021.

### **b. Secretarial Auditor**

Pursuant to the provisions of section 204 of the Companies Act, 2013 and Rules made thereunder the Company has appointed, M/s. Manish Vyas & Associates (membership number: A53817) Practicing Company Secretary, to undertake the secretarial audit of the Company. Secretarial Audit Report for the year 2020-21 given by M/s. Manish Vyas & Associates in the prescribed form MR-3 as **ANNEXURE-2** to this Report.

There are no qualifications, reservations or adverse remarks or disclaimers made by M/s. Manish Vyas & Associates, Company Secretary in Practice, in secretarial audit report. However, There are few observations made by secretarial auditor which is self explanatory in Secretarial Audit Report.

### **c. Internal Auditor**

Pursuant to Section 138 of Companies Act, 2013 and on the recommendation of Audit Committee, the Board of Directors in its meeting held on 14<sup>th</sup> August, 2021 appointed M/s. Motilal & Associates, Chartered Accountants as Internal Auditor of the Company for conducting internal audit for the year 2021-22 and lay down report in meeting of Audit Committee and Board of Directors at such interval as committee or Board deems fit as the case may be.

## **30. Details in respect of frauds reported by auditors under section 143 (12):**

During the year under review, there were no incidents of frauds reported by the auditors to the Audit Committee or the Board under section 143 (12) of the Companies Act, 2013.

## **31. Extract of Annual Return**

The Extract of Annual Return in Form MGT-9 pursuant to Section 92(3) of the Companies Act, 2013 and Rule 12 of the Companies (Management and Administration) Rules, 2014 is uploaded on website of the Company at [www.hitkitglobal.com](http://www.hitkitglobal.com).



### **32. Corporate Governance Report**

Clause 49 of the erstwhile Listing agreement and Regulations 17 to 27 and Clauses (b) to (i) of sub regulation (2) of regulation 46 and paras C, D and E of Schedule V of the SEBI (LODR) Regulations, 2015 are not applicable to the Company as the paid up Share Capital of the Company is less than 10 Crores and its Net Worth does not exceed 25 Crores as on 31st March, 2021. Hence, the Corporate Governance Report is not included in this Report.

### **33. Prevention of Sexual Harassment of Women at Workplace:**

The Company has in place the “Policy on Prevention of Sexual Harassment at the Workplace” in line with the requirements of The Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013. During the year under review, no complaints were received by the Committee for Redressal.

### **34. Particulars Of Employees:**

The information required under Section 197 of the Companies Act, 2013 read with rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 are given as **Annexure 3**.

### **35. Management’s Discussion and Analysis Statement**

The Management Discussion and Analysis for the year 2020-21, as required under SEBI (LODR) Regulations, 2015, are given in separate section forming part of the Annual Report as **Annexure 4**.

### **36. Statutory Disclosures**

Details as required under the provisions of section 197(12) of the Companies Act, 2013, read with rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, are placed on the Company’s website [www.hitkitglobal.com](http://www.hitkitglobal.com).

Details as required under the provisions of section 197(12) of the Companies Act, 2013, read with rule 5(2) and 5(3) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, will be made available to any shareholder on request, as per provisions of section 136(1) of the said Act.

There is no Remuneration to the Directors of the Company. There are only 4 employees on the rolls of the Company as on 31.3.2021.

There is no increase in managerial Remuneration to that of other employees of the Company.

Remuneration paid to all the employees including key managerial personal are paid as per the remuneration policy formulated by the company and approved by the Board.

### **37. Green Initiatives**

In commitment to keep in line with the Green Initiative and going beyond it to create new green initiatives, electronic copy of the notice of 33rd Annual General Meeting of the Company are sent to all members whose email addresses are registered with the Company/Depository Participant(s). For members who have not registered their email addresses physical copies are sent through the permitted mode.

### 38. Cautionary Statement

Statements in the Board's Report and the Management Discussion & Analysis describing the Company's objectives, expectations or forecasts may be forward-looking within the meaning of applicable securities laws and regulations. Actual results may differ materially from those expressed in the statement. Important factors that could influence the Company's operations include global and domestic demand and supply, input costs, availability, changes in government regulations, tax laws, economic developments within the country and other factors such as litigation and industrial relations.

### 39. Acknowledgements

The Board of directors' places on record its sincere appreciation for the dedicated efforts put in by all employees, their commitment and contribution at all levels, in most difficult and challenging environment during the year. Your Directors would like to record their sincere appreciation for the support and co-operation that your Company received from business associate and other strategic partners of the company.

Your Directors wish to place on record their sincere appreciation and thanks for the valuable co-operation and support received from the Registrar of Companies, Maharashtra, Regional Director, Western Region, Ministry of Company Affairs, Stakeholders, Company's bankers, financial institutions, Regulatory Authorities, Stock Exchanges and shareholders at large and look forward to the same in greater measure in the coming year.

On behalf of the Board

Place: Mumbai,

Date: September, 01, 2021

**For Hit Kit Global Solutions Limited**

sd/-

**Kamal Agrawal**  
**Managing Director**

sd/-

**Premlata Purohit**  
**Non -Executive Chairman**

**Annexure to the Directors Report****Annexure 1****Form AOC 1**

(Pursuant to first proviso to sub-section (3) of section 129 read with rule 5 of Companies (Accounts) Rules, 2014)

Statement containing salient features of the financial statement of subsidiaries/associate companies/joint ventures

Part "A": Subsidiaries-

(Information in respect of each subsidiary to be presented with amounts in Rs.)

Sr. No.	Particulars	Detail
1	No Subsidiary	N.A.

Part "B": Associates and Joint Ventures

Statement pursuant to Section 129 (3) of the Companies Act, 2013 related to Associate Companies and Joint Ventures

Name of Joint Venture which is yet to commence operations:

Name of Joint Venture	Engineers India Associates (A.O.P)
1. Latest audited Balance Sheet Date	31.03.2021 (Un-audited)
2. Shares of Joint Venture held by the company on the year end	It is an A.O.P thus Not Applicable
Amount of Investment in Joint Venture	Rs. 3.92 cr.
Extent of Holding%	40%
3. Description of how there is significant influence	Having 40% stake in Joint Venture
4. Reason why the joint venture is not consolidated	As Company exercises Joint Control as per Ind AS 111 in Joint Venture. Joint Venture has not commenced its Operations
5. Net worth attributable to shareholding as per latest audited Balance Sheet	Rs. 3.92 cr.
6. Profit/Loss for the year	
i. Considered in Consolidation	Nil

On behalf of the Board  
For Hit Kit Global Solutions Limited

Place: Mumbai,  
Date: September 01, 2021.

sd/-  
Kamal Agrawal  
Managing Director

sd/-  
Premlata Purohit  
Non Executive Chairman

**Annexure-2****FORM NO. MR - 3****SECRETARIAL AUDIT REPORT  
FOR THE FINANCIAL YEAR ENDED 31<sup>st</sup> MARCH, 2021**

(Pursuant to section 204(1) of the Companies Act, 2013 and Rule 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014)

To,  
The Members,  
**M/S. HIT KIT GLOBAL SOLUTIONS LTD.**  
402, Kane Plaza, Mind Space,  
Opp. Link Road, Malad West,  
Mumbai 4000064

I have conducted the Secretarial Audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **Hit Kit Global Solutions 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 and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, I hereby report that in my opinion, the company has, during the audit period covering the financial year ended on 31<sup>st</sup> March, 2021 complied with the statutory provisions of the applicable acts 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 :

1. I have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company, for the financial year ended on 31<sup>st</sup> March, 2021 according to the provisions of:
  - i. The Companies Act, 2013 (the Act) and the rules made thereunder;
  - ii. The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder;
  - iii. The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
2. The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ("SEBI Act"):
  - 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 (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;

- d. The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009; **(Not applicable to the Company during the audit period)**
- e. The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999 and The Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014; **(Not applicable to the Company during the audit period)**
- f. The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008 **(Not applicable to the company during the audit period)**
- g. The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009; **(Not applicable to the Company during the audit period)** and
- h. The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998; **(Not applicable to the Company during the audit period)**

The management has identified and confirmed the following laws as specifically applicable to the Company:

1. Income Tax Act, 1961.
2. The Equal Remuneration Act, 1976.
3. The Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013.
4. The Bombay Shops & Establishment Act, 1948.
5. The Professional Tax Act, 1975.
6. The Negotiable Instrument Act, 1881
7. The Information Technology Act, 2000
8. The Indian Contract Act, 1872
9. The Sale of Goods Act, 1930.
10. The Registration Act, 1908
11. Transfer of Property act, 1882

Apart from the general Laws, there were no specific Laws applicable to the Company.

I have also examined compliance with the applicable clauses of the following:

- i. Secretarial Standards notified by The Institute of Company Secretaries of India;
- ii. The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

**During the period under review, the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc. mentioned above subject to following observations/Qualifications :-**

- *Securities & Exchange Board of India (herein referred to as "SEBI") in the interest of investors, vide its letter dated August 7, 2017 took pre-emptive interim measures under section 11(1) of Securities & Exchange Board of India Act, 1992 ("SEBI Act") in respect of*

*certain listed companies and the Company received the Order from the SEBI dated 21.05.2018 and in the compliance with the said order Company has made required submissions & awaiting for the said order.*

- *The Company has not complied with System Driven Disclosures to the depositories as per circular SEBI/HO/CFD/DCR1/CIR/P/2018/85 dated May 28, 2018 followed by circular SEBI/CIR/CFD/DCR1/CIR/P/2020/181 dated September 23, 2020.*
- *The Company has delayed in filing MGT 7 for the year 2020-21 in terms of section 92(4) of Companies Act, 2013.*
- *The Company has not filed E-Form MGT 14 for appointment of CS Khusboo Doshi w.e.f. 11.11.2020 in terms of section 179(3) of Companies Act, 2013.*

I further report that

The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non- Executive Directors, Independent Directors and a Woman Director. The Changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.

Adequate notice is given to all Directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent at least seven days in advance and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.

All decisions are carried out unanimously at Board Meetings and Committee Meetings and recorded in the minutes of the meeting of the Board of Directors or Committees of the Board, as the case may be.

I further report that there are adequate systems and processes in the Company commensurate with the size and operations of the Company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

I further report that during the year under report, the company has not undertaken event/action having a major bearing on the company's affairs in pursuance of the above referred laws, rules, regulations, guidelines, etc. referred to above except

*The Company has changed its registered office from 55, Tirupati Plaza, S.V. Road, Tirupati Shopping centre premises co-op society Limited, Santacruz west, Mumbai 4000054 to 402, Kane Plaza, Mind Space, Opp. Link Road, Malad West, Mumbai 4000064 within the local limits of the city w.e.f. 11<sup>th</sup> November, 2020.*

**For Manish Vyas & Associates**  
**Company Secretaries**

**Place: Mumbai**  
**Date: 01.09.2021**

**CS Manish Vyas**  
**Proprietor**  
**M. No. ACS 53817**  
**C. P. No. 23011**  
**UDIN : A053817C00087663**

**ANNEXURE I**

To,  
The Members,  
**M/S. HIT KIT GLOBAL SOLUTIONS LTD.**  
55, Tirupati Plaza, 1st Floor, S V Road, Santacruz (W),  
Tirupati Shopping Centre Premises Co-Op Soc. Ltd.,  
Mumbai: 400054

Our report of even date is to be read along with this letter.

1. Maintenance of secretarial records is the responsibility of 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 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. Wherever required, we have obtained the Management Representation about the compliance of laws, rules and regulations and happening of events, etc.
5. The compliance of the provisions of corporate and other applicable laws, rules and regulations, standards is the responsibility of the management. Our examination was limited to the verification of procedures 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 Manish Vyas & Associates**  
*Company Secretaries*

**Place: Mumbai**  
**Date: 1<sup>st</sup> September, 2021**

**CS Manish Vyas**  
**Proprietor**  
**M. No. ACS53817**  
**C. P. No. 23011**

**Annexure 3****PARTICULARS OF EMPLOYEES**

The information required under section 197 of the Act read with rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules ,2014 are given below:

a.The Ratio of the remuneration of each Director to the median remuneration of the employees of the Company for the financial year :

Non Executive Director	Ratio to Median Remuneration
Not applicable	

Executive Director	Ratio to Median Remuneration
Not applicable as company has not paid any remuneration to any Director	

c. The percentage increase in the median remuneration of employees in the financial year: NIL

d. The number of permanent employees on the role of Company four (4) as on 31.03.2021.

e. Justification of increase in managerial remuneration with that increase in remuneration of employees: There is no increase managerial remuneration

f. Affirmation that the remuneration is as per the remuneration policy of the Company:

I, Kamal Agrawal , Director of the Company hereby affirm that all the employees including Key Managerial Personnel are paid remuneration as per the remuneration policy of the company and approved by the Board.

The statement containing particulars of employees as required under section 197 (12) of the Act read with Rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules ,2014: Not Applicable

By Order of the Board  
For Hit Kit Global Solutions Limited  
sd/-  
Kamal Agrawal  
Managing Director

Place: Mumbai,  
Date: September 01, 2021



**Annexure 4****Management Discussion and Analysis Report**

Pursuant to Schedule V of the SEBI (LODR) Regulations, 2015

The communication straight from the management to the shareholders of the company giving them insights into the present business conditions of the company and its future potential and to give a bird's eye view about the entire business ecosystem of the company.

**A. Global Economy**

The world has been fighting the COVID-19 pandemic for more than a year now, and the struggle has had deleterious economic effects. In 2020, the global economy contracted by 3.3%, the largest contraction on record, at least since World War II. Much of it was concentrated in the first half of our fiscal year FY21, as several countries enforced strict lockdowns. Economies bounced back – albeit at differentiated speeds – in subsequent quarters, on the back of large fiscal stimulus packages, especially in the developed countries, restocking demand after dilution of lockdowns, and improved confidence levels following the start of vaccination programmes.

As per the recent forecasts from International Monetary Fund (IMF), the US and China are expected to record a strong recovery in 2021, resulting in a net positive expansion of their economies over the 2019 levels. These two engines of growth are expected to boost demand for exports from other countries. Even the other two large economies, the EU and Japan, are expected to expand. In response to the pandemic, central banks resorted to strongly supportive monetary policies in most developed economies, causing interest rates to go down to record lows.

At the same time, another consequence of this policy has been a surfeit of liquidity. That has led to a strong rally in prices of many industrial commodities, which has also been supported by the evolving economic recovery, stimulus-related demand expectations and certain supply-side disruptions. This has caused inflationary pressures on the cost dynamic of several industries. The latest IMF forecast suggests a strong 6% growth in global GDP in 2021. But the occurrence of second and third waves of COVID in different parts of the world and reports of virus mutations have created downside risks to the outlook of a strong growth rebound. Recovery remain uneven and uncertain, with the extent of fiscal support and level of vaccination being key differentiators of the short-term economic outlook across countries.

In the previous financial year ending 31.03.2020 the Joint Venture were making pursuit to obtain required permissions from forest department and Land Use approval for the resort project. Due to Covid19 Pandemic restrictions and limitations the Joint Venture is yet to obtain the required approvals in the current financial year

The Monsoon Lake was ready for commencement of operations in the previous monsoon season beginning from June 2020, but due to continuous restrictions & limitations due to Covid 19 pandemic and in the absence of visitors in the current mason season beginning June 2021, the Company could not make any operational revenue from monsoon lake activities.

**B. Indian Economy Overview**

The financial year 2020-21 started amidst strict lockdowns in India with severe restrictions on travel and economic activity to contain the health emergency posed by the Covid-19 pandemic. At that time, there was an unprecedented uncertainty regarding the impact of the pandemic and most sectors other than those providing essential services saw extremely limited activity. Given its discretionary nature, the

leisure travel and tourism industry was severely impacted.

Even as the economy started to open-up towards the end of the first quarter, revival in demand for leisure travel and hospitality was slow to pick-up — primarily due to the perceived health risks and also because of varied movement restrictions and Covid protocols both within the States and across States.

### **C. Retail & Tourism Industry Overview**

Retailing in India is one of the important pillar of its economy and accounts for about 15 percent of its Gross Domestic Product. The Indian retail industry is the fifth largest in the world. Structure of the retail sale of vegetables and consumables in India. Almost everything we use in our daily lives and the things we need for our house and for ourselves that are brought from the retail stores.

Globally, the retail industry was among the most severely impacted sectors by the pandemic and the subsequent lockdowns. Your Company was also affected by the demand compression and supply challenges during the period.

However, companies used these conditions to improve its overall competitive position in the market. This was done by driving comprehensive cost reductions, aligning the product mix with changing consumer needs and accelerating the digital transformation journey.

Lack of the infrastructure and guaranteed supply chain that most big retailers require, such as storage, transportation, warehousing and information systems, they have to build it themselves. This is a vulnerable area for retailers and there are many ways in which suppliers and distributors can abuse retailers.

Retail is essentially about the fast movement of working capital, which is inventory. Clearly the inventory status was affected this in a significant manner. Panic buying was seen for essential product during pandemic crisis However, essential products have various categories and the consumption of these is not uniform. Some of them might even see a spurt in sales while many categories might witness muted sales.

The tourism and hospitality industries have been among the worst affected by the global pandemic. The consumer sentiment for leisure travel and vacation ownership gathered some momentum only during the second half of the year.

The ongoing pandemic, travel restrictions, and the country wide lockdown have brought the entire tourism industry to a standstill, and unlike other sectors, tourism will take longer to recover, especially leisure tourism

#### **Risk and Concern**

The decline in consumer spending is the greatest danger facing retail stores, as it has a material impact on cash flows, which in turn affects the day-to-day operations.

Any shortcomings in consumer satisfaction may quickly impact reputation and hence its revenue.

Lack of goods to display is a sensitive issue for day-to-day operations and can result from a failure in the supply chain.

The ongoing pandemic, travel restrictions, and the country wide lockdown have brought the entire tourism industry to a standstill, and unlike other sectors, tourism will take longer to recover, especially leisure tourism.

### D. Segment- wise Performance with respect to operational performance

The Company has prepared financial statements for the year ended March 31, 2021 in accordance with Indian Accounting Standards (Ind AS) notified by the Ministry of Corporate affairs under the Companies (Indian Accounting Standards) Rules, 2015 (as amended till date) together with the comparative period data as at and for the year ended March 31, 2020. The Company has single segment.

#### Revenue from Operation:

During the financial year 2020-21 the company earned Gross Revenue from operation of Rs. 17.79 Lakhs as against Gross Revenue from operation of Rs. 20.81 Lakhs during the financial year 2019-20.

#### Other Income:

During the financial year under the company earned Gross other income of Rs. 17.99 Lakhs as against Gross other income of Rs. 10.83 Lakhs during the financial year 2020-21.

#### Expenditure:

Company has incurred total expenses of Rs. 34.78 Lakhs as against Rs. 33.94 Lakhs in the previous year.

#### Total Comprehensive Income:

The total comprehensive income of the company for the financial year under review was Rs. 1.02 Lakh as against Rs. (2.30) Lakhs during the financial year 2019-20.

#### Key Financial Ratio

Ratio	Formula	FY21	FY20	Change	Reason for Major change
Current Ratio	Current Asset/Current Liabilities	0.39	0.62	37%	NA
Operating Profit Margin	EBIT/Total Sales	2.35%	2.81%	16%	NA
Net Profit Margin	PAT/Total Sales	2.36%	2.86%	18%	NA
Return on Net Worth	PAT/Net Worth	0.09%	0.11%	-0.23%	NA

#### Shareholder's Fund

Details Pertaining to the shareholder's fund of the Company are as follows:

Shareholder's Fund As on 31.09.2021 (INR)	Shareholder's Fund As on 31.09.2020 (INR)
9,68,46,412	9,67,44,125

### E. Opportunities and Threats

An increasing number of Indian consumers are ascending the economic pyramid to form an emerging customer base. A large young working population with median age of 24 years, nuclear families in urban areas, along with increasing workingwomen

population and emerging opportunities in the services sector are going to be the key factors in the growth of the organized Retail sector in India. The growth pattern in organized retailing and in the consumption made by the Indian population will follow a rising graph helping the newer businessmen to enter the India Retail Industry.

Lack of the infrastructure and guaranteed supply chain that most big retailers require, such as storage, transportation, warehousing and information systems, they have to build it themselves. This is a vulnerable area for retailers and there are many ways in which suppliers and distributors can abuse a non-vigilant retailer.

#### **F. Risk and Concern**

The decline in consumer spending is the greatest danger facing retail stores, as it has a material impact on cash flows, which in turn affects the day-to-day operations.

any shortcomings in consumer satisfaction may quickly impact reputation and hence its revenue.

Retail business is known for intense competition due to limited barriers to entry. An increase in competition may hinder revenue growth.

Lack of goods to display is a sensitive issue for day-to-day operations and can result from a failure in the supply chain.

#### **G. Internal Financial Control Systems and Adequacy**

Adequate internal controls, systems, and checks are in place, commensurate with the size of the Company and the nature of its business. The management exercises financial control on the Company's operations through monitoring and standard operating procedures.

#### **H. Cautionary Statement**

The above Management Discussion and Analysis contains certain forward looking statements within the meaning of applicable security laws and regulations. These pertain to the Company's future business prospects and business profitability, which are subject to a number of risks and uncertainties and the actual results could materially differ from those in such forward looking statements. The risks and uncertainties relating to these statements include, but are not limited to, risks and uncertainties, regarding a fluctuations in earnings, our ability to manage growth, competition, economic growth in India, ability to attract and retain highly skilled professionals, time and cost over runs on contracts, government policies and actions with respect to investments, fiscal deficits, regulation etc. In accordance with the Code of Corporate Governance approved by the Securities and Exchange Board of India, shareholders and readers are cautioned that in the case of data and information external to the Company, no representation is made on its accuracy or comprehensiveness though the same are based on sources thought to be reliable. The Company does not undertake to make any announcement in case any of these forward-looking statements become materially incorrect in future or update any forward looking statements made from time to time on behalf of the Company.

## **INDEPENDENT AUDITOR'S REPORT**

To the Members of **HIT KIT GLOBAL SOLUTIONS LIMITED**

### **Report on the Audit of the Financial Statements**

#### **Opinion**

We have audited the financial statements of **HIT KIT GLOBAL SOLUTIONS LIMITED** ("the Company"), which comprises the balance sheet as at 31st March 2021, and the statement of Profit and Loss, statement of changes in equity and statement of cash flows for the period from 01<sup>st</sup> April, 2020 to 31<sup>st</sup> March, 2021, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the 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 March 31, 2021, and profit/loss, changes in equity and its cash flows for the year ended 31<sup>st</sup> March, 2021 .

#### **Basis for Opinion**

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

#### **Key Audit Matters**

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. We have determined that there are no key audit matters to be communicated in the Auditor's Report.

#### **Responsibilities of Management and Those Charged with Governance for the Financial Statements**

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance, changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under section 133 of the Act. This responsibility also includes maintenance of adequate

accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

Those Board of Directors are also responsible for overseeing the Company's financial reporting process.

### **Auditor's Responsibilities for the Audit of the Financial Statements**

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up

to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

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

### **Report on Other Legal and Regulatory Requirements**

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
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) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books
  - (c) The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
  - (d) In our opinion, the aforesaid financial statements comply with the Indian Accounting Standards (Ind AS) specified under Section 133 of the Act, read with Companies (Indian Accounting Standard) Rules, 2015.
  - (e) On the basis of the written representations received from the directors as on 31st March, 2021 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2021 from being appointed as a director in terms of Section 164 (2) of the Act.
  - (f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B".

- (g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- i. The Company does not have any pending litigations which would impact its financial position.
  - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
  - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

For **B M Gattani & Co**  
**Chartered Accountants**  
Firm's Registration No. 113536W

Sd/-  
**Balmukund Gattani**  
**Proprietor**  
Membership No. 047066

**Place:** Mumbai  
**Date:** 29<sup>th</sup> June, 2021  
**UDIN:** 21047066AAAAEH4028



**ANNEXURE “A” TO THE INDEPENDENT AUDITORS’ REPORT**

(Referred to in paragraph 1 under ‘ Report on Other Legal and Regulatory Requirements’ section of our report to the Members of **HIT KIT GLOBAL SOLUTIONS LIMITED** of even date)

- (i) In respect of the Company’s fixed assets:
  - a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
  - b) The fixed assets were physically verified during the year by the Management in accordance with a regular programme of verification that, in our opinion, provides for physical verification of all the fixed assets at reasonable intervals. According to the information and explanations given to us, no material discrepancies were noticed on such verification.
  - c) According to the information and explanations given to us, the records examined by us and based on the examination of the conveyance deeds provided to us, we report that, the title deeds comprising all the immovable properties of land and buildings that are freehold, are held in the name of the Company as at the balance sheet date.
- (ii)
  - a) As explained to us the inventories have been physically verified by the management during the year at reasonable intervals.
  - b) On the basis of our examination, the Company has maintained proper records of inventories and no material discrepancies were noticed on physical verification and Records maintained by the Company. There is no inventory as on the Balance sheet date.
- (iii) According to the information and explanations given to us, 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 Companies Act, 2013. Hence, clause (iii) of paragraph 3 of the Order is not applicable to the Company.
- (iv) In our opinion and according to information and explanations given to us, the Company has not advanced loans to Directors/Company in which the director is interested to which the provisions of Section 185 of the Companies Act, 2013 apply and hence not commented upon. Also, in our opinion and according to the information and explanation given to us, the Company has not made investment and given guarantee/provided security which falls under the purview of section 186 of the Companies Act, 2013 and hence not commented upon.

- (v) According to the information and explanations given to us, the Company has not accepted deposits during the year and does not have any unclaimed deposits as at 31st March, 2020 and therefore, the provisions of the clause 3 (v) of the Order are not applicable to the Company.
- (vi) As per the information and explanation given to us, the maintenance of cost records specified by the Central Government under sub-section (1) of section 148 of the Companies Act, 2013, is not applicable to the Company and hence not commented upon.
- (vii)
- a) The Company has generally been regular in depositing undisputed statutory dues including Provident fund, Employees' State Insurance, Income-tax, Goods & Service Tax, Sales-tax, Service Tax, Customs duty, Excise duty, Value Added Tax, cess and any other material statutory dues applicable to it with the appropriate authorities.

There were no undisputed amounts payable in respect of Provident fund, Employees' State Insurance, Income-tax, Goods & Service Tax, Sales tax, Service Tax, Customs duty, Excise duty, Value Added Tax, cess and any other material statutory dues in arrears, as at March 31, 2021 for a period of more than six months from the date they became payable, except the following:

Name of the Statute	Nature of Dues	Period to which demand relates	Amount (in Rs.)	Remark
Income Tax Act, 1961	TDS Short Payment	FY 2018-19	116	Unpaid till date
	TDS Short Payment	FY 2019-20	66	Unpaid till date
	TDS Short Deduction	FY 2020-21	9704.85	Unpaid till date
	TDS Interest on payment default u/s 201	Prior Years	8,673.50	Unpaid till date
	TDS Interest on payment default u/s 201	FY 2018-19	140	Unpaid till date
	TDS Interest on deduction default u/s 201	FY 2020-21	1,504	Unpaid till date
	TDS Late filing fees u/s 234E	Prior Years	400	Unpaid till date
	TDS Late filing fees u/s 234E	FY 2017-18	200	Unpaid till date
	TDS Late filing fees u/s 234E	FY 2019-20	16,722	Unpaid till date
	TDS Interest u/s 220(2)	FY 2019-20	536	Unpaid till date
	Outstanding Demands	AY 2006-07	70,525	AO notice u/s 143(1) dated 23/01/2008
	Outstanding Demand's	AY 2007-08	240	CPC notice u/s 220(2) dated 31/01/2014
	Outstanding Demands	AY 2009-10	39,240	CPC notice u/s 143(1)(a) dated 29/12/2010

	Outstanding Demands	AY 2012-13	5,830	CPC notice u/s 143(1)(a) dated 31/05/2013
Professional Tax Act, 1975	Non Payment of Professional Tax	FY 2017-18	22,700	Unpaid till date
	Non Payment of Professional Tax	FY 2018-19	8,200	Unpaid till date
	Non Payment of Professional Tax	FY 2019-20	9,600	Unpaid till date
	Non Payment of Professional Tax	FY 2020-21	5,025	Unpaid till date

- b) There were no dues of Income Tax, Sales Tax, Service Tax, Excise Duty and Value Added Tax which have not been deposited as at March 31, 2021 on account of dispute.
- (viii) According to the information and explanations given to us, the Company has not taken any loans or borrowings from financial institutions, banks and government or has not issued any debentures. Hence, reporting under clause 3 (viii) of the Order is not applicable to the Company.
- (ix) According to the information and explanations given to us, the Company has not raised any money by way of initial public offer or further public offer (including debt instruments) and term loans during the year. Accordingly, paragraph 3(ix) of the Order is not applicable to the Company and hence, not commented upon.
- (x) To the best of our knowledge and according to the information and explanations given to us, no material fraud by the Company or on the Company by its officers or employees has been noticed or reported during the year.
- (xi) In our opinion and according to the information and explanations given to us, the Company has provided managerial remuneration in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Companies Act, 2013.
- (xii) In our opinion and according to the information and explanations given to us, the Company is not a Nidhi Company. Consequently, provisions of clause 3(xii) of the Order are not applicable to the Company and hence, not commented upon.
- (xiii) In our opinion and according to the information and explanations given to us, transactions with the related parties are in compliance with sections 177 and 188 of Companies Act, 2013 where applicable and the details of related party transactions have been disclosed in the Financial Statements, as required by the applicable accounting standards.
- (xiv) According to the information and explanations given to us, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review and hence, reporting under clause 3 (xiv) are not applicable to the Company and hence, not commented upon.
- (xv) According to the information and explanations given to us, during the year the Company has not entered into any non-cash transactions with its directors or

persons connected with him and hence provisions of section 192 of the Companies Act, 2013 are not applicable to the Company.

- (xvi) According to the information and explanations given to us, the Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

For **B M Gattani & Co**  
**Chartered Accountants**  
(FRN: 113536W)

**Sd/-**  
**Balmukund Gattani**  
**Proprietor**  
(M. No. 047066)

**Place** : Mumbai

**Date** : 29<sup>th</sup> June, 2021

**ANNEXURE “B” TO THE INDEPENDENT AUDITOR’S REPORT**

(Referred to in paragraph 2(f) under Report on Other Legal and Regulatory Requirements section of our report to the members of **HIT KIT GLOBAL SOLUTIONS LIMITED** of even date)

**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 **HIT KIT GLOBAL SOLUTIONS LIMITED** (“the Company”) as of March 31, 2021 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

**Management’s Responsibility for Internal Financial Controls**

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

**Auditor’s 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”) issued by the Institute of Chartered Accountants of India and the Standards on Auditing prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls. 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.

### **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, to the best of our information and according to the explanation given to us, 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, 2021, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For **B M Gattani & Co**  
**Chartered Accountants**  
(Firm Registration No. 113536W)

Sd/-  
**Balmukund Gattani**  
**Proprietor**  
(M. No. 047066)

**Place** : Mumbai

**Date** : 29<sup>th</sup> June, 2021

**HIT KIT GLOBAL SOLUTIONS LTD**  
**Balance Sheet for the year ended 31 March 2021**

(Amount

Particulars	Note No.	As at 31 March 2021	As at 31 March 2020
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, Plant and Equipment	1	49,303,994	49,310,080
Financial Assets			
i Investments	2	39,240,000	39,240,000
Deferred tax assets (net)	3	3,068	2,965
Other non-current assets	4	10,101,650	10,054,845
<b>Current assets</b>			
Financial Assets			
i Trade receivables	5	950,000	2,750,000
ii Cash and cash equivalents	6	91,181	6,536
Other Current Assets	7	3,570	3,570
<b>Total ASSETS</b>		<b>99,693,462</b>	<b>101,367,995</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
Equity Share capital	8	74,000,000	74,000,000
Other Equity	9	22,934,546	22,846,412
<b>Liabilities</b>			
<b>Non Current Liabilities</b>			
Other Non Current Liabilities	10	57,500	57,500
<b>Current liabilities</b>			
Financial Liabilities			
Short-term borrowings	11	285,000	-
i Trade payables	12	1,500,640	2,360,276
Other current liabilities	13	909,781	2,097,810
Provisions	14	5,996	5,996
<b>Total EQUITY AND LIABILITIES</b>		<b>99,693,462</b>	<b>101,367,995</b>
-			
<b>For B. M. Gattani &amp; Co</b>		On Behalf of the Board	
<b>Chartered Accountants</b>		<b>For HIT KIT GLOBAL SOLUTIONS LTD</b>	
Firm Regn No. 113536W		(CIN : L70100MH1988PLC049929)	
sd/-	sd/-	sd/-	
<b>Balmukund Gattani</b>	<b>Kamal Agrawal</b>	<b>Premlata Purohit</b>	
<b>Proprietor</b>	<b>Managing Director</b>	<b>Director</b>	
Membership No. 047066	DIN: 07646000	DIN:07846020	
Date : 29 - 06 - 2021	sd/-	sd/-	
Place : Mumbai	<b>Jeetendra Chanda</b>	<b>(Khushboo Doshi)</b>	
	<b>Chief Financial Officer</b>	<b>Company Secretary</b>	

HIT KIT GLOBAL SOLUTIONS LTD				
Statement of Profit and Loss for the year ended 31 March 2021				
(Amount in Rs.)				
Particulars	Note No	As at 31 March 2021	As at 31 March 2020	
I Revenue From Operations	15	2,128,203	1,779,129	
II Other Income	16	1,613,700	1,799,940	
III <b>Total Income (I+II)</b>		<b>3,741,903</b>	<b>3,579,069</b>	
IV <b>EXPENSES</b>				
Cost of materials consumed		-	-	
Purchases of Stock-in-Trade	17	1,547,625	1,275,885	
Changes in inventories of finished goods, Stock-in - Trade and work-in-progress		-	-	
Employee benefits expense	18	450,525	604,600	
Finance costs	19	18,510	8,337	
Depreciation and amortization expense	1	6,086	18,380	
Other expenses	20	1,631,126	1,571,175	
<b>Total expenses (IV)</b>		<b>3,653,873</b>	<b>3,478,377</b>	
V Profit/(loss) before exceptional items and tax (III-IV)		88,030	100,692	
VI Exceptional Items		-	-	
VII Profit/(loss) before tax (V-VI)		<b>88,030</b>	<b>100,692</b>	
VIII <b>Tax expense:</b>	21	<b>103</b>	<b>1,596</b>	
(1) Current tax			-	
(2) Deferred tax		103	1,596	
(3) Excess/Short provision of tax			-	
IX <b>Profit (Loss) for the period from continuing operations (VII-VIII)</b>		88,133	102,288	
X Profit/(loss) from discontinued operations			-	
XI Tax expense of discontinued operations			-	
XII Profit/(loss) from Discontinued operations (after tax) (X-XI)		-	-	
XIII <b>Profit/(loss) for the period (IX+XII)</b>		88,133	102,288	
XIV Other Comprehensive Income		-	-	
XV <b>Total Comprehensive Income for the period (XIII+XIV)</b>		<b>88,133</b>	<b>102,288</b>	
<b>(Comprising Profit (Loss) and Other Comprehensive Income for the period)</b>				
XVI Earnings per equity share (for continuing operation):	22			
(1) Basic		0.0024	0.0028	
(2) Diluted		0.0024	0.0028	
XVII Earnings per equity share (for discontinued operation):				
(1) Basic		-	-	
(2) Diluted		-	-	
XVIII Earnings per equity share (for discontinued & continuing operations)				
(1) Basic		0.0024	0.0028	
(2) Diluted		0.0024	0.0028	
<b>For B. M. Gattani &amp; Co</b>		On Behalf of the Board		
<b>Chartered Accountants</b>		<b>For HIT KIT GLOBAL SOLUTIONS LTD</b>		
Firm Regn No. 113536W		(CIN : L70100MH1988PLC049929)		
sd/	sd/	sd/		
<b>Balmukund Gattani</b>	<b>Kamal Agrawal</b>	<b>Premalata Purohit</b>		
<b>Proprietor</b>	<i>Managing Director</i>	<i>Director</i>		
Membership No. 047066	DIN: 07646000	DIN: 07846020		
Date : 29 - 06 - 2021	sd/	sd/		
Place : Mumbai	<b>Jeetendra Chanda</b>	<b>Khushboo Doshi</b>		
	<i>Chief Financial Officer</i>	<i>Company Secretary</i>		



**HIT KIT GLOBAL SOLUTIONS LTD**  
**Cash Flow Statement for the year ended 31 March 2021**

PARTICULARS	AS AT 31/03/2021	AS AT 31/03/2020
<b>Cash flows from Operating Activities</b>		
<b>Profit for the Year</b>	88030.28	100,692
<b>Adjustments to reconcile net profit to net cash provided by operating activities</b>		
Depreciation and Amortization	6086.24	18,380
Interest Income	-1000000	(1,750,000)
Finance costs	18510	8,337
<b>Operating profit / (loss) before working capital changes</b>	<b>(887,373)</b>	<b>(1,622,591)</b>
<b>Changes in assets and liabilities:</b>		
Trade Receivables	1800000	(1,750,000)
Trade Payables	-859636.22	650,246
Short term borrowings	285000	-
Other non current Liabilities	0	57,500
Other non current assets	-46805	46,245
Short term Provisions	0	(218,100)
Other Current Assets	0	(3,570)
Other Current liabilities	-1188029.06	1,093,306
<b>Net Cash Generated From/ (Used in) operations</b>	<b>(896,844)</b>	<b>(1,746,964)</b>
Tax paid (net of refunds)	-	-
<b>Net Cash From/(Used in ) Operating Activities</b>	<b>(A) (896,844)</b>	<b>(1,746,964)</b>
<b>Cash Flows from Investing Activities</b>		
Proceeds from disposal of fixed assets	0	-
Purchase of Fixed Assets	0	-
Investments	0	-
Interest Income	1,000,000	1,750,000
<b>Net cash from/(Used in) Investing Activities</b>	<b>(B) 1,000,000</b>	<b>1,750,000</b>
<b>Cash flows from Financing Activities</b>		
Finance cost	(18,510)	(8,337)
<b>Net cash from/(Used in) Financing Activities</b>	<b>(C) (18,510)</b>	<b>(8,337)</b>
<b>Increase in Cash and Cash Equivalents during the year</b>	<b>(A+B+C) 84,646</b>	<b>(5,301)</b>
Cash and Cash Equivalents at the beginning of the year	6,536	11,837
Cash and Cash Equivalents at the end of the year	91181.01	6,536

Note:

- (a) The above Cash Flow Statement has been prepared under the "Indirect Method" as set out in the Indian Accounting Standard (Ind AS-7) - Statement of Cash Flow.

**For B. M. Gattani & Co**  
**Chartered Accountants**  
 Firm Regn No. 113536W

sd/-  
**Balmukund Gattani**  
**Partner**  
 Membership No. 047066

Date : 29 - 06 - 2021  
 Place : Mumbai

On Behalf of the Board  
**For Hit Kit Global Solutions Limited**  
 (CIN: L70100MH1988PLC049929)

sd/-  
**Kamal Agrawal**  
 DIN: 07646000  
 Managing Director

sd/-  
**Jeetendra Chanda**  
 Chief Financial Officer

sd/-  
**Premlata Purohit**  
 DIN:07846020  
 Director

sd/-  
**Khushboo Doshi**  
 Company Secretary

**HIT KIT GLOBAL SOLUTIONS LTD**  
**Statement of Changes in Equity for the year ended 31 March 2021**

**A. Equity Share Capital** (Amount in Rs.)

Particulars	Balance at the beginning of the reporting period	Changes in equity share capital during the year	Balance at the end of the reporting period
3,70,00,000 Equity shares of Rs. 2/- each	74,00,000	-	74,00,000

**B. Other Equity**

Particulars	Reserves and Surplus			Total
	General Reserve	Securities Premium Reserve	Retained Earnings	
Balance at the beginning of the reporting period	12,490,859	5,976,900	4,378,654	<b>22,846,413</b>
Total Comprehensive Income for the year	-	-	88,133	<b>88,133</b>
Transfer to retained earnings	-	-	-	-
<b>Balance at the end of the reporting period</b>	<b>12,490,859</b>	<b>5,976,900</b>	<b>4,466,787</b>	<b>22,934,546</b>

**Note 1: Property, Plant & Equipment**

<b>Particulars</b>	<b>Land</b>	<b>Air Condition</b>	<b>EPBAX</b>	<b>Furniture &amp; Fixtures</b>	<b>HP Laser</b>	<b>Computers</b>	<b>Total</b>
<b>Year ended March 31, 2021</b>							
<b>Gross Carrying Amount</b>	-	22,500	8,875	16,100	17,850	-	<b>65,325</b>
Additions	49,295,000	-	-	-	-	24,000	<b>49,319,000</b>
<b>Closing gross carrying amount</b>	<b>49,295,000</b>	<b>22,500</b>	<b>8,875</b>	<b>16,100</b>	<b>17,850</b>	<b>24,000</b>	<b>49,384,325</b>
							-
<b>Accumulated Depreciation</b>							-
Opening Accumulated Depreciation	-	13,072	5,153	4,830	10,204	4,226	<b>37,485</b>
Depreciation charged during the year	-	4,276	1,688	1,528	3,392	7,496	<b>18,380</b>
<b>Closing Accumulated Depreciation</b>	-	17,348	6,841	6,358	13,596	11,722	<b>55,865</b>
							-
<b>Net carrying amount</b>	<b>49,295,000</b>	<b>5,152</b>	<b>2,034</b>	<b>9,742</b>	<b>4,254</b>	<b>12,278</b>	<b>49,328,460</b>
							-
<b>Gross Carrying Amount March 31, 2020</b>							-
Opening Gross Carrying Amount	49,295,000	22,500	8,875	16,100	17,850	24,000	<b>49,384,325</b>
Additions	-	-	-	-	-	-	-
<b>Closing gross carrying amount</b>	<b>49,295,000</b>	<b>22,500</b>	<b>8,875</b>	<b>16,100</b>	<b>17,850</b>	<b>24,000</b>	<b>49,384,325</b>
							-
<b>Accumulated Depreciation</b>							-
Opening Accumulated Depreciation	-	17,348	6,841	6,358	13,596	11,722	<b>55,865</b>
Depreciation charged during the year	-	4,276	1,688	1,528	3,392	7,496	<b>18,380</b>
<b>Closing Accumulated Depreciation</b>	-	21,624	8,529	7,886	16,988	19,218	<b>74,245</b>
							-
<b>Net carrying amount March 31, 2020</b>	<b>49,295,000</b>	<b>876</b>	<b>346</b>	<b>8,214</b>	<b>862</b>	<b>4,782</b>	<b>49,310,080</b>
<b>Net carrying amount March 31, 2019</b>	<b>49,295,000</b>	<b>5,152</b>	<b>2,034</b>	<b>9,742</b>	<b>4,254</b>	<b>12,278</b>	<b>49,328,460</b>

<b>Particulars</b>	<b>Land</b>	<b>Air Condition</b>	<b>EPBAX</b>	<b>Furniture &amp; Fixtures</b>	<b>HP Laser</b>	<b>Computers</b>	<b>Total</b>
<b>Gross Carrying Amount March 31, 2021</b>							
Opening Gross Carrying Amount	49,295,000	22,500	8,875	16,100	17,850	24,000	<b>49,384,325</b>
Additions	-	-	-	-	-	-	-
<b>Closing gross carrying amount</b>	<b>49,295,000</b>	<b>22,500</b>	<b>8,875</b>	<b>16,100</b>	<b>17,850</b>	<b>24,000</b>	<b>49,384,325</b>
<b>Accumulated Depreciation</b>							
Opening Accumulated Depreciation	-	21,624	8,529	7,886	16,988	19,218	<b>74,245</b>
Depreciation charged during the year	-	395	156	2,127	389	3,020	<b>6,086</b>
<b>Closing Accumulated Depreciation</b>	-	22,019	8,685	10,013	17,377	22,238	<b>80,331</b>
<b>Net carrying amount March 31, 2021</b>	<b>49,295,000</b>	<b>481</b>	<b>190</b>	<b>6,087</b>	<b>473</b>	<b>1,762</b>	<b>49,303,994</b>
<b>Net carrying amount March 31, 2020</b>	<b>49,295,000</b>	<b>876</b>	<b>346</b>	<b>8,214</b>	<b>862</b>	<b>4,782</b>	<b>49,310,080</b>

<b>Note No</b>	<b>Particulars</b>	<b>As at 31 March 2021</b>	<b>As at 31 March 2020</b>
<b>2</b>	<b>Non Current Investments</b>		
	<b>Investments in Joint Venture</b>		
	Engineers India Associates	39,240,000	39,240,000
	<b>Total</b>	<b>39,240,000</b>	<b>39,240,000</b>
	Aggregate amount of quoted investments	-	-
	Aggregate amount of unquoted investments	39,240,000	39,240,000
	Aggregate amount of impairment in value of investments	-	-
<b>3</b>	<b>Deferred tax assets (net)</b>		
	Deferred tax assets		
	Property, plant and equipment	3,068	2,965
	<b>Total</b>	<b>3,068</b>	<b>2,965</b>
	Opening Balance	2,965	1,368
	Less: Deferred Tax Expenses	(103)	1,596
		<b>3,068</b>	<b>2,965</b>
<b>4</b>	<b>Other non-current assets</b>		
	Other Advances	10,000,000	10,000,000
	Security Deposits	101,650	54,845
	<b>Total</b>	<b>10,101,650</b>	<b>10,054,845</b>
<b>5</b>	<b>Trade Receivables</b>		
	Unsecured Considered Good	950,000	2,750,000
	Others	-	-
	<b>Total</b>	<b>950,000</b>	<b>2,750,000</b>
<b>6</b>	<b>Cash and Cash Equivalents</b>		
	Balances With Banks	84,338	6,154
	Cash on hand	6,843	382
	<b>Total</b>	<b>91,181</b>	<b>6,536</b>
<b>7</b>	<b>Other Current Assets</b>		
	Prepaid Expenses	3,570	3,570
	<b>Total</b>	<b>3,570</b>	<b>3,570</b>
<b>9</b>	<b>Other Equity</b>		
	<b>Securities Premium Account</b>		
	Opening Balance	5,976,900	5,976,900
	Add: Additions	-	-
		<b>5,976,900</b>	<b>5,976,900</b>
	<b>General Reserve</b>		
	As per last Balance Sheet	12,490,859	12,490,859
	Add: Additions	-	-
		<b>12,490,859</b>	<b>12,490,859</b>
	<b>Surplus</b>		
	As per last Balance Sheet	4,378,653	4,276,365
	Add: Net Profit / (Loss)	88,133	102,288
		<b>4,466,787</b>	<b>4,378,653</b>
	<b>Total</b>	<b>22,934,546</b>	<b>22,846,412</b>

**Nature and Purpose of Reserves**

**(a) Securities Premium Account:** The amount received in excess of face value of the equity shares is recognised in Securities Premium Reserve.

**(b) General Reserve:** The Company has transferred a portion of the net profit of the Company before declaring dividend to general reserve pursuant to the earlier provisions of Companies Act 1956. Mandatory transfer to general reserve is not required.

**(c) Retained Earnings / Surplus:** Retained earnings are the profits that the Company has earned till date, less any transfers to general reserve, dividends or other distributions paid to shareholders.

**10 Other Non Current Liabilities**

Other Non Current Liabilities	57,500	57,500
<b>Total</b>	<b>57,500</b>	<b>57,500</b>

**11 Short-term Borrowings**

Loans and Advance Other Parties	285,000	-
	<b>285,000</b>	<b>-</b>

**12 Trade payables**

Unsecured Considered Good	1,050,640	2,360,276
Others	450,000	
<b>Total</b>	<b>1,500,640</b>	<b>2,360,276</b>

**13 Other current liabilities**

Expenses Payable	802,205	2,015,950
Professional Tax Payable	45,525	40,500
TDS Payable	62,051	41,360
Overdraft	-	
<b>Total</b>	<b>909,781</b>	<b>2,097,810</b>

**14 Current Provisions**

Others		
Provisions for Taxation	5,996	5,996
Provision for PT	-	-
Provision for audit fees	-	-
<b>Total</b>	<b>5,996</b>	<b>5,996</b>

8 Equity Share Capital	As at 31 March 2021		As at 31 March 2020	
	No. of shares	Amount	No. of shares	Amount
<b>Authorised Share Capital</b>				
Equity Shares of Rs 2/- each	45,000,000	90,000,000	45,000,000	90,000,000
<b>Issued, Subscribed and Paid Up</b>				
Equity Shares of Rs 2/- each	37,000,000	74,000,000	37,000,000	74,000,000
<b>Total</b>	<b>37,000,000</b>	<b>74,000,000</b>	<b>37,000,000</b>	<b>74,000,000</b>

#### **Terms / Rights attached to equity shares**

The Company has only one class of equity share having par value of Rs 2 per share. Each holder of equity share is entitled to one vote per share held. All the equity shares rank pari passu in all respects including but not limited to entitlement for dividend, bonus issue and rights issue. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company after distribution of all liabilities in proportion to their shareholding.

#### **The details of shareholders holding more than 5% shares**

Name of the Shareholder	As at 31 March 2020		As at 31 March 2019	
	No. of Shares	% held	No. of Shares	% held
<b><u>Equity shares with voting rights</u></b>				
Webnet Infoways Ltd.	4,414,184	11.93%	4,414,184	11.93%
Glimmer Enterprise Pvt Ltd.	1,992,300	5.38%	1,992,300	5.38%
Glimmer Mecantile Pvt Ltd.	-	-	-	-
Vora Construction Ltd	3,930,706	10.62%	3,930,706	10.62%
	<b>10,337,190</b>	<b>27.94%</b>	<b>10,337,190</b>	<b>27.94%</b>

#### **The reconciliation of the number of shares outstanding is set out below**

	No. of shares	Amount	No. of shares	Amount
Equity Shares at the beginning of the year	37,000,000	74,000,000	37,000,000	74,000,000
Add: Fresh Issue/ESOP	-	-	-	-
Less: Buy Back	-	-	-	-
<b>Equity Shares at the end of the year</b>	<b>37,000,000</b>	<b>74,000,000</b>	<b>37,000,000</b>	<b>74,000,000</b>

**22 Fair value measurements****Financial instruments by category:**

31-Mar-20								
Particulars	Carrying Value				Fair Value hierarchy			
	Amortised				Level 1	Level 2	Level 3	Total
	FVTPL	FVTOCI	Cost	Total				
<b>Financial Assets</b>								
(i) Non Current Investments	-	-	39,240,000	<b>39,240,000</b>	-	-	-	-
(ii) Trade Receivable	-	-	2,750,000	<b>2,750,000</b>	-	-	-	-
(iii) Cash and Cash Equivalents	-	-	6,536	<b>6,536</b>	-	-	-	-
<b>TOTAL</b>	-	-	<b>41,996,536</b>	<b>41,996,536</b>	-	-	-	-
<b>Financial Liabilities</b>								
(i) Trade Payables	-	-	2,360,276	<b>2,360,276</b>	-	-	-	-
<b>TOTAL</b>	-	-	<b>2,360,276</b>	<b>2,360,276</b>	-	-	-	-

31-Mar-19								
	Carrying Value				Fair Value hierarchy			
Particulars	Amortised				Level 1	Level 2	Level 3	Total
	FVTPL	FVTOCI	Cost	Total				
Financial Assets								
(i) Non Current Investments	-	-	39,240,000	39,240,000				
(ii) Trade Receivable	-	-	1,000,000	1,000,000	-	-	-	-
(iii) Cash and Cash Equivalents	-	-	11,837	11,837	-	-	-	-
TOTAL	-	-	40,251,837	40,251,837	-	-	-	-
Financial Liabilities								
(i) Trade Payables	-	-	9,382,230	9,382,230	-	-	-	-
TOTAL	-	-	9,382,230	9,382,230	-	-	-	-

The carrying amounts of trade receivables, cash and bank balances, investments, and trade payables are considered to be approximately equal to the fair value.

**I. Fair value hierarchy**

The fair values of the financial assets and liabilities are included at the amount that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

This section explains the judgements and estimates made in determining the fair values of the financial instruments that are

- (a) recognised and measured at fair value and,
- (b) measured at amortised cost and for which fair values are disclosed in the financial statements.

To provide an indication about the reliability of the inputs used in determining fair value, the company has classified its financial instruments into the three levels prescribed under the Indian accounting standard. An explanation of each level is as follows :

**Level 1:** Level 1 hierarchy includes financial instruments measured using quoted prices. For example, listed equity instruments that have quoted market price.

**Level 2:** The fair value of financial instruments that are not traded in an active market (for example, traded bonds, over-the-counter derivatives) is determined using valuation techniques which maximise the use of observable market data and rely as little as possible on entity-specific estimates. If all significant inputs required to fair value an instrument are observable, the instrument is included in level 2.

**Level 3:** If one or more of the significant inputs is not based on observable market data, the instrument is included in level 3. This is the case for unlisted equity securities, contingent consideration and indemnification asset included in level 3.

**II. Valuation techniques used to determine fair value**

Significant valuation techniques used to value financial instruments include:

- o Use of quoted market price or dealer quotes for similar instruments
- o Using discounted cash flow analysis.

The fair values computed above for assets measured at amortised cost are based on discounted cash flows using a current borrowing rate. They are classified as level 2 fair values in the fair value hierarchy due to the use of unobservable inputs.

<b>Note No</b>	<b>Particulars</b>	<b>As at 31 March 2021</b>	<b>As at 31 March 2020</b>
<b>15</b>	<b>Revenue From Operations</b>		
	Sale of products	2,128,203	1,779,129
	<b>Total</b>	<b>2,128,203</b>	<b>1,779,129</b>
<b>16</b>	<b>Other Income</b>		
	Interest Income	1,000,000	1,750,000
	Other non-operating income	613,700	49,940
	<b>Total</b>	<b>1,613,700</b>	<b>1,799,940</b>
<b>17</b>	<b>Purchases of Stock-in-Trade</b>		
	Purchases of Stock-in-Trade	1,547,625	1,275,885
	<b>Total</b>	<b>1,547,625</b>	<b>1,275,885</b>
<b>18</b>	<b>Employee benefits expense</b>		
	Salaries and wages	450,525	604,600
	Staff welfare expense	-	-
	<b>Total</b>	<b>450,525</b>	<b>604,600</b>
<b>19</b>	<b>Finance costs</b>		
	Other Borrowing Cost	18510	8,337
	<b>Total</b>	<b>18,510</b>	<b>8,337</b>
<b>20</b>	<b>Other expenses</b>		
	Payments to the auditor		
	Statutory Auditor	118,000	118,000
	Internal Auditor	118,000	-
		<b>236,000</b>	<b>118,000</b>
	Advertisement Expenses	69,981	93,529
	Adroit Corporate Services	44,368	61,372
	AGM expenses	-	46,805
	Bank Charges	856	354,000
	BSE Listing Fees	354,000	52,272
	Central Depository Services	98,654	13,580
	Director Sitting Fees	69,000	1,412
	Discount	827	-
	Electricity Expenses	18,860	13,300
	Interest on Delayed Payment	-	1,705
	Interest on TDS	8,647	20,204
	MTNL	11,376	-
	Non-Compliance Penalty	70,800	283,680
	NSDL Charges	101,451	2,500
	Physical and Demat Service Charges	-	180,000
	Postage & Courier	-	6,000
	Printing & Stationery	-	4,200
	Professional Fees	254,671	14,237
	Professional fees paid	21,500	-
	Professional Tax (Companies)	2,500	286,000
	Provision for Profession Tax	-	-
	Rent Charges	205,000	14,160
	ROC expense	24,422	-
	Website Expenses	11,564	4,218
	Self Assessement 20-21	26,650	-
	<b>Total</b>	<b>1,631,126</b>	<b>1,571,175</b>



**NOTES TO ACCOUNTS:****A. Company Overview**

Hit Kit Global Solutions Ltd (“the Company”) is a public limited company domiciled in India and incorporated under the provisions of the Companies Act 1956. The registered office of the Company is located at 5, Tirupati Plaza, 1st Floor, S V Road, Santacruz (W), Tirupati Shopping Centre Premises Co-Op Soc. Ltd. Mumbai 400054. The Company is engaged in the business of Retail Trading. The Company is listed on the Bombay Stock Exchange (BSE).

**B. Basis Of Preparation & Measurement:**

These financial statements have been prepared in accordance with Indian Accounting standards ('Ind AS') notified by the Ministry of Corporate Affairs under section 133 of the Companies Act, 2013 ('Act') read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 (as amended) and the relevant provisions of the Act.

Accordingly, the Company has prepared these Financial Statements which comprise the Balance Sheet as at 31 March, 2021, the Statement of Profit and Loss for the year ended 31 March 2021, the Statement of Cash Flows for the year ended 31 March 2021 and the Statement of Changes in Equity for the year ended as on that date, and accounting policies and other explanatory information (together hereinafter referred to as 'financial statements').

These Financial Statements were approved by the Board of Directors and authorised for issue on 29th June, 2021.

The Financial Statements have been presented in Indian Rupees (INR), which is the Company's functional currency. All financial information presented in INR has been rounded off to the nearest rupee, unless otherwise stated.

The financial statements have been prepared on an accrual system, based on the principle of going concern and under the historical cost convention, unless otherwise stated. Accounting policies have been consistently applied except where a newly issued accounting standard is initially adopted or are vision to an existing accounting standard requires a change in the accounting policy hitherto in use.

**C. Accounting Estimates and Judgments:**

The preparation of financial statements in accordance with Ind AS requires management to Make certain judgments, estimates and assumptions in the application of accounting policies that affect the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates, with the differences between the same being recognized in the period in which the results are known or materialize. Continuous evaluation is done on the estimation and judgments based on historical experience and other factors, including expectations of future events that are believed to be reasonable. Revisions to accounting estimates are recognised prospectively.

Information about areas involving a higher degree of judgment or complexity or critical judgments in applying accounting policies, as well as estimates and assumptions that have the most significant effect to the carrying amounts of assets and liabilities are included in the following notes:

The areas involving critical estimates or judgements are

- a. Impairment of Financial Assets such as Trade Receivable.
- b. Impairment of Non-Financial Assets.
- c. Estimates of Tax Expenses and Liability.
- d. Revenue recognitions.

Estimates and judgments are regularly revisited. Estimates are based on historical experience and other factors, including futuristic reasonable information that may have a financial impact on the company.

## **D. Significant Accounting Policies:**

### **1 Property Plant & Equipment:**

#### **(a) Initial Measurement & Recognition**

Property, plant and equipment are carried at cost less accumulated depreciation and impairment losses, if any. The cost of an item of Property, plant and equipment comprises its purchase price, including import duties and other non-refundable taxes or levies and any directly attributable cost of bringing the assets to its working condition for its intended use with any trade discounts or rebates being deducted in arriving at purchase price. Cost of the assets also includes interest on borrowings attributable to acquisition, if any, of qualifying fixed assets incurred up to the date the asset is ready for its intended use.

If significant parts of an item of property, plant and equipment have different useful lives, then they are accounted for as separate items (major components) of Property, plant and equipment.

Cost of Property, plant and equipment not ready for intended use as on the balance sheet date, is disclosed as capital work in progress. Advances given towards acquisition of property, plant and equipment outstanding at each balance sheet date are disclosed as Capital Advances under Other non-current Assets.

Any gain or loss on disposal of an item of property plant and equipment is recognized in statement of profit and loss.

#### **(b) Subsequent expenditure**

Subsequent costs are included in the asset's carrying recognized as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably. All other repairs and maintenance are charged to the Statement of Profit and Loss during the period in which they are incurred.

**(c) Depreciation:**

Depreciation is provided on the straight-line method based on estimated useful life prescribed under Schedule II to the Companies Act, 2013. Depreciation on assets added/disposed off during the year is provided on pro-rata basis from the date of addition or up to the date of disposal, as applicable.

The residual values, useful lives and method of depreciation of property, plant and equipment is reviewed at each financial year end and adjusted prospectively, if appropriate.

**2 Cash and Cash Equivalents**

Cash and cash equivalents are short-term (three months or less from the date of acquisition), highly liquid investments that are readily convertible into cash and which are subject to an insignificant risk of changes in value.

**3 Impairment of Non-Financial Assets:**

Assessment for impairment is done at each Balance Sheet date as to whether there is any indication that a non-financial asset maybe impaired. If any indication of impairment exists, an estimate of the recoverable amount of the individual asset/cash generating unit is made. Asset/cash generating unit whose carrying value exceeds their recoverable amount are written down to the recoverable amount by recognizing the impairment loss as an expense in the Statement of Profit and Loss. Recoverable amount is higher of an asset's or cash generating unit's fair value less cost of disposal and its value in use. Value in use is the present value of estimated future cash flows expected to arise from the continuing use of an asset or cash generating unit and from its disposal at the end of its useful life.

Assessment is also done at each Balance Sheet date as to whether there is any indication that an impairment loss recognised for an asset in prior accounting periods may no longer exist or may have decreased. An impairment loss recognised for goodwill is not reversed in subsequent periods.

**4 Financial Instruments:****(A) Financial Assets****Recognition and measurement**

Financial assets are recognized when the Company becomes a party to the contractual provisions of the instrument. On initial recognition, a financial asset is recognized at fair value, in case of financial assets which are recognized at fair value through profit and loss(FVTPL), its transaction cost is recognized in the statement of profit and loss. In other cases, the transaction cost is attributed to the acquisition value of the financial asset.

Financial assets are subsequently classified as measured at

- Amortised cost
- Fair value through profit and loss(FVTPL)

- Fair value through other comprehensive income(FVOCI)

(a) Measured at amortised cost: Financial assets that are held within a business model whose objective is to hold financial assets in order to collect contractual cash flows that are solely payments of principal and interest, are subsequently measured at amortised cost using the effective interest rate ('EIR') method less impairment, if any. The amortisation of EIR and loss arising from impairment, if any, is recognized in the Statement of Profit and Loss.

(b) Measured at fair value through other comprehensive income: Financial assets that are held within a business model whose objective is achieved by both, selling financial assets and collecting contractual cash flows that are solely payments of principal and interest, are subsequently measured at fair value through other comprehensive income. Fair value movements are recognized in the other comprehensive income (OCI). Interest income measured using the EIR method and impairment losses, if any are recognized in the Statement of Profit and Loss. On derecognition, cumulative gain or loss previously recognized in OCI is reclassified from the equity to 'other income' in the Statement of Profit and Loss.

(c) Measured at fair value through profit or loss: A financial asset not classified as either amortised cost or FVOCI, is classified as FVTPL. Such financial assets are measured at fair value with all changes in fair value, including interest income and dividend income if any, recognized as 'other income' in the Statement of Profit and Loss

Financial assets are not reclassified subsequent to their recognition, except if and in the period the Company changes its business model for managing financial assets.

#### **Trade Receivables and Loans:**

Trade receivables and loans are initially recognized at fair value. Subsequently, these assets are held at amortised cost, using the effective interest rate (EIR) method net of any expected credit losses. The EIR is the rate that discounts estimated future cash income through the expected life of financial instrument.

#### **Equity Instruments:**

Investments in equity instruments, if any, are classified under financial assets are initially measured at fair value.

#### **Derecognition**

The Company derecognises a financial asset when the contractual rights to the cash flows from the financial asset expire, or it transfers the contractual rights to receive the cash flows from the asset.

#### **Impairment of Financial Assets**

Expected credit losses are recognized for all financial assets subsequent to initial recognition other than financials assets in FVTPL category. For financial assets other than trade receivables, as per Ind AS 109, the Company recognises 12 month expected credit losses for all originated or acquired financial assets if at the reporting date the credit risk of the financial asset has not increased significantly since its initial recognition. The

expected credit losses are measured as lifetime expected credit losses if the credit risk on financial asset increases significantly since its initial recognition. The Company's trade receivables do not contain significant financing component and loss allowance on trade receivables is measure date an amount equal to life time expected losses i.e. expected cash short fall. The impairment losses and reversals are recognized in Statement of Profit and Loss, if any.

## **(B) Financial Liabilities:**

### **Initial recognition and measurement**

Financial liabilities are recognized when the Company becomes a party to the contractual provisions of the instrument. Financial liabilities are initially measured at the amortised cost unless at initial recognition, they are classified as fair value through profit and loss. In case of trade payables, they are initially recognized at fair value and subsequently, these liabilities are held at amortised cost, using the effective interest method.

### **Subsequent measurement**

Financial liabilities are subsequently measured at amortised cost using the EIR method. Financial liabilities carried at fair value through profit or loss is measured at fair value with all changes in fair value recognized in the Statement of Profit and Loss.

### **Derecognition**

A financial liability is derecognized when the obligation specified in the contract is discharged, cancelled or expires.

## **5, Revenue Recognition**

### **Sale of goods**

Revenue from the sale of goods is recognised when the significant risks and rewards of ownership of the goods have passed to the buyer, usually on delivery of the goods. In case of export sales, revenue is recognized as on the date of bill of lading, being the effective date of dispatch. Revenue from the sale of goods is measured at the value of the consideration received or receivable, net of returns and discounts and net of all taxes.

## **6 Taxation:**

Income tax expense for the year comprises of current tax and deferred tax. It is recognised in the Statement of Profit and Loss except to the extent it relates to a business combination or to an item which is recognised directly in equity or in other comprehensive income.

Current tax is the expected tax payable/receivable on the taxable income/ loss for the year using applicable tax rates at the Balance Sheet date, and any adjustment to taxes in respect of previous years. Interest income/ expenses and penalties, if any, related to income tax are included in current tax expense.

Deferred tax is recognised in respect of temporary differences between the carrying amount of assets and liabilities for financial reporting purposes and the corresponding

amounts used for taxation purposes. Deferred tax is recognized using the tax rates enacted, or substantively enacted, by the end of the reporting period.

Deferred tax assets are recognised only to the extent that it is probable that future taxable profits will be available against which the asset can be utilised. Deferred tax assets are reviewed at each reporting date and reduced to the extent that it is no longer probable that the related tax benefit will be realised.

Current tax assets and current tax liabilities are offset when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle the asset and the liability on a net basis. Deferred tax assets and deferred tax liabilities are offset when there is a legally enforceable right to set off current tax assets against current tax liabilities; and the deferred tax assets and the deferred tax liabilities relate to income taxes levied by the same taxation authority.

## **7 Provisions and Contingent Liabilities**

Provisions are recognized when the Company

- (a) has a present obligation (legal or constructive) as a result of a past event,
- (b) it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and
- (c) a reliable estimate can be made of the amount of the obligation.

Provisions are measured at the best estimate of the expenditure required to settle the present obligation at the Balance Sheet date. If the effect of the time value of money is material, provisions are discounted to reflect its present value using a current pre-tax rate that reflects the current market assessments of the time value of money and the risks specific to the obligation. When discounting is used, the increase in the provision due to the passage of time is recognized as a finance cost.

Contingent liabilities are disclosed when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company or a present obligation that arises from past events where it is either not probable that an outflow of resources will be required to settle or a reliable estimate of the amount cannot be made.

## **8 Employee benefits/ Retirement Benefits:**

Employee benefits include provident fund, superannuation fund, gratuity fund, compensated absences, long service awards and post-employment medical benefits.

### **SHORT-TERM OBLIGATION:**

Short-term employee benefits like salaries, wages, bonus and welfare expenses payable wholly within twelve months of rendering the services are accrued in the year in which the associated services are rendered by the employees and are measured at the amounts expected to be paid when the liabilities are settled.

**LONG-TERM OBLIGATION**

Compensated absences which are not expected to occur within twelve months after the end of the period in which the employee renders the related service are recognized as a liability at the present value of the defined benefit obligation as at the Balance Sheet date less the fair value of the plan assets out of which the obligations are expected to be settled. Long Service Awards are recognized as a liability at the present value of the defined benefit obligation as at the Balance Sheet date.

**DEFINED CONTRIBUTION PLANS**

Contributions to defined contribution schemes such as employees' state insurance, labour welfare fund, superannuation scheme, employee pension scheme etc. are charged as an expense based on the amount of contribution required to be made as and when services are rendered by the employees. Company's provident fund contribution, in respect of certain employees, is made to a government administered fund and charged as an expense to the Statement of Profit and Loss. The above benefits are classified as Defined Contribution Schemes as the Company has no further defined obligations beyond the monthly contributions.

**9 Earnings Per Share**

Basic earnings per share is computed by dividing the net profit for the period attributable to the equity shareholders of the Company by the weighted average number of equity shares outstanding during the period. The weighted average number of equity shares outstanding during the period and for all periods presented is adjusted for events, such as bonus shares, other than the conversion of potential equity shares that have changed the number of equity shares outstanding, without a corresponding change in resources.

For the purpose of calculating diluted earnings per share, if any, the net profit for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period is adjusted for the effects of all dilutive potential equity shares.

**E. Other Notes To Accounts**

- 1) In the opinion of the management, the current assets, loans and advances have the values on realization in the ordinary course of business at least equal to the amounts at which they are stated in the balance sheet, except for trade receivables and loans and advances which are covered under the management's policy in respect of bad and doubtful debts as taken in the previous years, if any.
- 2) Debit and Credit balances are subject to confirmation and reconciliation.
- 3) There are no dues to Micro, Small & Medium Enterprises as at Balance Sheet date and no interest has been paid to any such parties. This is based on the information on such parties identified on the basis of information available with the Company and relied upon by the auditors.

#### 4) Related Parties Disclosures

##### Key Management Personnel & other relatives:

- i. Promoters: Webnet Infoways Limited
- ii. Key Managerial Personnel:(KMP)
  - Shri. Kamal Agarwal (Chief Executive Officer - CEO)
  - Mr. Jitendra Chandra (Chief Financial Officer - CFO)
  - Mrs. Ishita Sanghavi (Company Secretary & Compliance Officer) (resigned w.e.f 03/08/2020)
  - Mr. GopalVyas (Additional Independent Director)
  - CA Premlata Purohit (Additional Independent Woman Director)
  - Mr Nishant Jain (Additional Non executive Independent Director) (appointed w.e.f. 12/11/2020)
  - Ms Khusboo Doshi (Company Secretary & compliance officer) (appointed w.e.f. 11/11/2020)
  - Ms Varsha Shah (Additional Independent Director) (appointed w.e.f. 31/08/2020) (resigned w.ef. 11/1/2020)

##### Details of Transactions with Related Parties:

##### 1. Key Management Personnel Compensation

	Mr. Jitendra Chandra (CFO)	Ms Khusboo Doshi (CS)
Short-Term Employee Benefits	145,000 (300,000)	84,000 (Nil)
Post-Employment Benefits	0	0
Other Long-Term Benefits	0	0
Termination Benefits	0	0
Share-Based Payment	0	0
Total	145,000 (300,000)	84,000 (Nil)
Balance outstanding at the year end	60,000 (123,900)	18,000 (Nil)

##### 2. Details of Transactions with Related Parties:

Webnet Infoways Limited

Promoter

Reimbursement of Expenses:

Rs. 7,87,914/-

Amount Repaid:

Rs. 8,34,719/-

Outstanding Balance:

Nil



- 5) The previous year figures have been regrouped /reclassified wherever considered necessary.

The accompanying notes are an integral part of the financial statements.

FOR M.GATTANI & CO  
DIRECTORS  
*Chartered Accountants*  
Registration No.:113536W

ON BEHALF OF BOARD OF BOARD OF  
FOR HIT KIT GLOBAL SOLUTIONS  
(CIN: L70100MH1988PLC049929)

Balmukund Gattani  
Partner  
M.No.047066

KAMAL AGRAWAL  
Managing Director  
DIN : 07646000

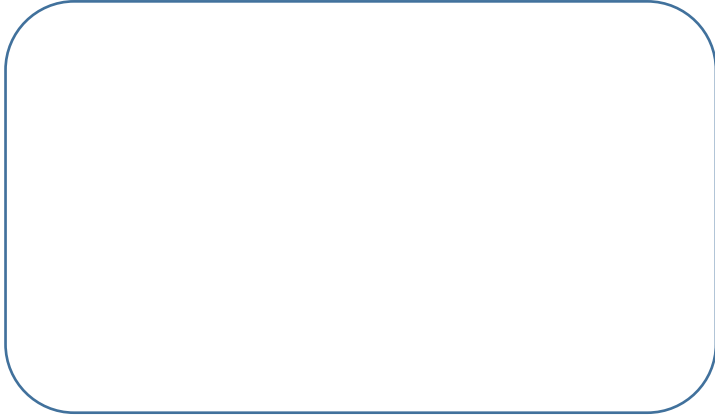
PREMLATA PUROHIT  
Director  
DIN:07846020

Place: Mumbai  
Date : 29<sup>th</sup> June,2021

JEETENDRA CHANDA  
Chief Financial Officer

KHUSHBOO DOSHI  
Company Secretary

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